SUPPORT DOGS, INC. Saint Louis, Missouri

FINANCIAL STATEMENTS June 30, 2012

SUPPORT DOGS, INC.

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Independent Auditor's Report

Board of Directors Support Dogs, Inc. Saint Louis, Missouri

We have audited the accompanying statement of financial position of Support Dogs, Inc. (the Organization) as of June 30, 2012 and the related statements of activities, functional expenses and cash flows for the year then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year summarized comparative information has been derived from the Organization's 2011 financial statements; and in our report dated September 23, 2011, we expressed an unqualified opinion on those financial statements.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Support Dogs, Inc. as of June 30, 2012, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

St. Louis, Missouri October 15, 2012

lifton Larson Allen LLP

SUPPORT DOGS, INC. STATEMENT OF FINANCIAL POSITION June 30, 2012

With Comparative Financial Information as of June 30, 2011

ASSETS

		<u>2012</u>	<u>2011</u>
CURRENT ASSETS Cash and cash equivalents United Way receivable Contributions receivable Prepaid expenses	\$	436,804 68,994 12,500 4,975	\$ 70,866 55,872 7,862
Total current assets	_	523,273	134,600
CONTRIBUTIONS RECEIVABLE - LONG-TERM PROPERTY AND EQUIPMENT, NET	_	17,976 32,889	37,993
OTHER ASSETS Investments Beneficial interest in charitable remainder trust Deposits	_	382,947 15,000	329,277 18,125 122
Total other assets	_	397,947	347,524
TOTAL ASSETS	\$	972,085	<u>\$ 520,117</u>
LIABILITIES AND NET ASSETS			
CURRENT LIABILITIES Accounts payable Accrued expenses Deferred revenue Total current liabilities	\$ 	9,809 10,229 3,650 23,688	\$ 3,541 17,431 5,240 26,212
NET ASSETS Unrestricted Undesignated - available for operations Designated - operating reserve Temporarily restricted	_	286,336 230,000 432,061	195,890 205,000 93,015
Total net assets		948,397	493,905
TOTAL LIABILITIES AND NET ASSETS	\$	972,085	\$ 520,117

SUPPORT DOGS, INC. STATEMENT OF ACTIVITIES

Year Ended June 30, 2012

With Comparative Financial Information for the Year Ended June 30, 2011

		Temporarily	Tot	tals	
	<u>Unrestricted</u>	Restricted	2012	2011	
SUPPORT, REVENUES AND GAINS Contributions General	¢ 206 620	Ф <i>ББ</i> О 744	Ф 947 9 7 4	Ф 457 420	
United Way of Greater St. Louis, Inc. Program service fees	\$ 296,630 - 75,150	\$ 550,744 137,987	\$ 847,374 137,987 75,150	\$ 457,430 111,744 66,847	
Special events, (net of direct expenses of \$82,775 and \$69,827 for 2012 and 2011, respectively) Investment income	68,933 3,926	0#0 0#0	68,933 3,926	80,936 23,451	
Other income Net assets released from restrictions	8,788 <u>349,685</u>	(349,685)	8,788 	4,564 	
Total support, revenues and gains	803,112	339,046	1,142,158	744,972	
EXPENSES Program services					
Assistance Dog Program TOUCH Program	299,696 144,549	8 = 8	299,696 144,549	320,259 147,271	
PAWS For Reading Program	9,828	, -	9,828	12,581	
Total program services	454,073	7	454,073	480,111	
Support services Management and general Fundraising	36,427 197,166		36,427 197,166	37,109 100,144	
Total support services	233,593	-	233,593	137,253	
Total expenses	687,666		687,666	617,364	
CHANGE IN NET ASSETS	115,446	339,046	454,492	127,608	
NET ASSETS, BEGINNING OF YEAR	400,890	93,015	493,905	366,297	
NET ASSETS, END OF YEAR	\$ 516,336	\$ 432,061	\$ 948,397	\$ 493,905	

SUPPORT DOGS, INC. STATEMENT OF FUNCTIONAL EXPENSES

Year Ended June 30, 2012

With Comparative Financial Information for the Year Ended June 30, 2011

			Progra	m S	Services			
	Assistance				PAWS For			
	Dog		TOUCH		Reading			
	<u>Program</u>		<u>Program</u>		<u>Program</u>		<u>Total</u>	
SALARIES AND RELATED EXPENSES								
Salaries	\$ 150,349		\$ 75,174		\$ 5,112		\$ 230,635	
Payroll taxes and benefits	35,851		17,925		1,219		54,995	
Total salaries and								
related expenses	186,200		93,099		6,331		285,630	
OTHER OPERATING EXPENSES								
Auto and transportation	10,598		2=2		:=3		10,598	
Bank and interest charges	2,558		1,279		87		3,924	
Capital campaign	-		19		123		-	
Equipment lease and maintenance	2,704		1,352		92		4,148	
Insurance	4,360		2,180		148		6,688	
Membership dues	425		213		14		652	
Occupancy	34,857		17,428		1,185		53,470	
Other expenses	897		449		30		1,376	
Postage and shipping	2,913		1,456		99		4,468	
Printing and publications	10,755		5,378		366		16,499	
Professional fees	19,932		9,966		678		30,576	
Supplies	16,661		8,331		566		25,558	
Staff and volunteer development	2,212		1,106		75		3,393	
Telephone	2,072		1,036		70		3,178	
relephone	2,012		1,000				0,110	
Total other operating								
expenses	110,944		50,174		3,410		164,528	
DEDDECLATION AND AMODULATION	2 552		1 276		07		2.015	
DEPRECIATION AND AMORTIZATION	2,552		1,270				3,915	
TOTAL EXPENSES - 2012	\$ 299,696		\$ 144,549		\$ 9,828		\$ 454,073	
PERCENTAGES - 2012	44	%	21	%	1	%	66	%
PERCENTAGES - 2011	52	%	24	%	2	%	78	%
expenses DEPRECIATION AND AMORTIZATION TOTAL EXPENSES - 2012 PERCENTAGES - 2012	44		21		1		66	

Supporting Services

	Sup	porting Ser	vice	S							
Managemen	it										
and		Fund-					Grand Totals				
General		Raising			<u>Total</u>	3		2012		2011	==3
\$ 18,944		\$ 51,118		\$	70,062		\$	300,697		\$ 303,418	3
4,517		12,189			16,706			71,701		66,998	
=										*	-
23,461	-	63,307	-		86,768		_	372,398		370,416	3
9	0:)*			_			10,598		9,88	1
322		867	•		1,189			5,113		5,142	
-	e.	98,880			98,880			98,880			_
341		919			1,260			5,408		3,933	3
549		1,483			2,032			8,720		11,819	
54		144			198			850			29
4,392		11,851			16,243			69,713		80,39	5
113		305			418			1,794		1,989	
367		990			1,357			5,825		8,41	
1,355		3,656			5,011			21,510		29,122	
2,511		6,777			9,288			39,864		46,886	
2,100		5,664			7,764			33,322		33,91	
279		752			1,031			4,424		4,412	
261		704			965			4,143		4,487	
**					-						
40.044		400.000			4.45.000			040 404		0.40.000	
12,644		132,992	-		145,636		-	310,164		240,392	_
322		867			1,189			5,104		6,556	3
***************************************					7,1		0.			<i>™</i>	70
\$ 36,427		\$ 197,166		\$	233,593		\$	687,666		\$ 617,364	1
ψ 30,427	C.	Ψ 131,100		Ψ	200,000		Ψ	007,000		Ψ 017,302	=
5	%	29	%		34	%	_	100	%		
6	%	16	%		22	%				100	2 %
	/0	10	,,,	+		70				100	_ /0

SUPPORT DOGS, INC. STATEMENT OF CASH FLOWS

Year Ended June 30, 2012

With Comparative Financial Information for the Year Ended June 30, 2011

		<u>2012</u>	<u>2011</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Change in net assets	\$	454,492	\$ 127,608
Adjustments to reconcile change in net assets			
to net cash provided by operating activities			(4.602)
In-kind contributions of property and equipment Depreciation and amortization		5,104	(1,602) 6,556
Realized and unrealized losses (gains) on investments		3,266	(16,296)
Loss on disposal of property and equipment		3,200	693
Contributions restricted for capital campaign		(421,129)	-
Changes in assets and liabilities		(121,120)	
United Way receivable		(13,122)	(5,000)
Contributions receivable		(· - , · · · · ·)	15,622
Beneficial interest in charitable remainder trust		18,125	, _
Prepaid expenses		2,887	(3,582)
Deposits		(14,878)	_
Accounts payable		6,268	(370)
Accrued expenses		(7,202)	(14,612)
Deferred revenue		(1,590)	1,490
Net cash provided by operating activities	_	32,221	110,507
CASH FLOWS FROM INVESTING ACTIVITIES			
Net sales (purchases) of investments		44,193	(121,844)
Net sales (purchases) of investments	_		
Net cash provided by (used in) investing activities	_	44,193	(121,844)
CASH FLOWS FROM FINANCING ACTIVITIES			
		289,524	727
Cash received from capital campaign contributions	-	200,024	
Net cash provided by financing activities	_	289,524	
NET INODE AGE (DEODE AGE) IN GAGIL AND GAGIL EQUIVALENTS		205 020	(44.227)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		365,938	(11,337)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR		70,866	82,203
· · · · · · · · · · · · · · · · ·			
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$</u>	436,804	\$ 70,866

NOTE 1 - NATURE OF OPERATIONS

Support Dogs, Inc., a not-for-profit corporation (the Organization), was founded to help people with special needs achieve an improved quality of life through the use of assistance dogs. Through the services of a specially trained dog, coupled with a comprehensive educational program in the use of such a dog, the disabled person can achieve a more independent life style and thus develop a better sense of self-worth and competency. The Organization also provides pet-assisted therapy, through the TOUCH Program, and educational programs, including the PAWS For Reading Program, to thousands of individuals in the St. Louis Metropolitan area.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis of accounting.

Basis of Presentation

The Organization reports its information regarding financial position and activities according to three classes of net assets depending upon the existence or nature of any donor-imposed restrictions. The following is a description of these classes of net assets:

Unrestricted – Those resources over which the Board of Directors has discretionary control. Designated amounts represent those resources that the Board has set aside for a particular purpose.

Temporarily Restricted – Those resources subject to donor-imposed restrictions that will be satisfied by actions of the Organization or the passage of time.

Permanently Restricted – Those resources subject to donor-imposed restrictions that will be maintained permanently by the Organization. The donors of these resources permit the Organization to use all or part of the income earned, including capital appreciation, on related investments for unrestricted or temporarily restricted purposes. No permanently restricted assets were held during the year ended June 30, 2012; and, accordingly, these financial statements do not reflect any activity related to this class of net assets.

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Unconditional promises to give cash and other assets are accrued at estimated fair value at the date each promise is received. Gifts are reported as temporarily or permanently restricted support if they are received with a donor's stipulation that limits the use of the donated assets. When a donor's restriction is satisfied, temporarily restricted net assets are released and reported as an increase in unrestricted net assets.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Description of Program Services and Supporting Activities

The following program services and supporting activities are included in the accompanying financial statements:

Program Services

Assistance Dog Program

The Organization provides assistance dogs to individuals with mobility-related needs, those who are deaf, and individuals with post-traumatic stress disorder.

TOUCH Program

The Organization provides certification to volunteers and their own dogs to visit various healthcare facilities in the area.

PAWS For Reading Program

The Organization provides additional certification to TOUCH volunteers to bring their dog in classrooms and the public libraries, while using the dog as an incentive for children to read.

Supporting Activities

Management and General

Includes the functions necessary to maintain an equitable employment program, ensure an adequate working environment, provide coordination and articulation of the Organization's program strategy, and manage the financial and budgetary responsibilities of the Organization.

Fundraising Activities

Provide the structure necessary to encourage and secure private financial support from corporations, foundations and individuals, in the form of gifts as well as support of fundraising events and capital campaigns.

Risks and Uncertainties

Financial instruments that potentially subject the Organization to credit and market risk consist principally of cash, receivables and investments.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Risks and Uncertainties (Continued)

The Organization places all of its cash and cash equivalents and investments with major financial institutions and, by policy, attempts to limit the amount of credit exposure at any one financial institution. At June 30, 2012 uninsured deposits totaled \$59,678.

The Organization also has a significant amount of investments in marketable securities that are, therefore, subject to market risk. Market risk is the possibility that future changes in market price may make a financial instrument less valuable. Concentrations of credit risk with respect to receivables are limited due to the nature of these receivables.

Cash and Cash Equivalents

For purposes of these financial statements, the Organization considers all temporary cash investments with an original maturity of three months or less to be cash equivalents.

Non Cash Transactions

During the year ended June 30, 2012, the Organization received pledges of \$30,476 restricted for a capital campaign that were not collected by June 30, 2012.

Contributions Receivable

Unconditional promises to give (contributions receivable) in future periods are recognized as support in the period the promises are received. Conditional promises to give, which depend upon specified future and uncertain events, are recognized as support when the conditions upon which they depend are substantially met.

Beneficial Interest in Charitable Remainder Trust

The Organization recognizes its beneficial interests in charitable remainder trusts at fair value. Changes in the fair value of the beneficial interests are reported as changes in the value of split-interest agreements in the statement of activities and changes in net assets of which there were none in 2012.

Property and Equipment

The Organization capitalizes all expenditures in excess of \$1,000 for property and equipment at cost. Contributed property and equipment is recorded at fair value at the date of donation. Major renewals and betterments are capitalized to the property accounts while maintenance and repairs, which do not improve or extend the lives of the respective assets, are expensed as incurred. Depreciation is computed on a straight-line basis over the estimated useful lives of the respective assets. Leasehold improvements are amortized using the straight-line method over the remaining terms of the leases.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Long-Lived Assets

The Organization reviews long-lived assets for impairment whenever events or changes in circumstances indicate the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to future undiscounted net cash flows expected to be generated by the asset. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the fair value of the assets. Assets to be disposed of are reported at the lower of carrying amount or the fair value less costs to sell.

Valuation of Investments and Income Recognition

The Organization's investments are reported at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. See Note 6 for discussion of fair value measurements.

Purchases and sales of securities are recorded on a trade-date basis. Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date. The Organization presents, in the statement of activities and changes in net assets, investment income, which consists of the dividend and interest income (net of investment fees), realized gains (losses) and unrealized appreciation (depreciation) on those investments.

Deferred Revenue

Deferred revenue represents registration fees received for fundraising events to be held in the subsequent year. The revenue will be recognized as the fundraising events take place.

Contributed Services and Materials

Contributed services and materials are recorded at the estimated fair value if they enhance the Organization's non-financial assets, or are specialized skills that the Organization would normally purchase if not provided by donation. During the year ended June 30, 2012, volunteers donated approximately 85,000 hours to the Organization's program services and its fundraising which did not meet the accounting standards to record as contributions, and, thus, are not reflected in the accompanying financial statements.

Revenue Recognition - Grants

Grants are generally recognized as revenue in the period that specific services are performed. However, certain grants may qualify as contributions and, accordingly, they are recognized as support when made.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Functional Expenses

The Organization allocates its expenses on a functional basis among its various programs and supporting services. Expenses that can be identified with a specific program or supporting service are allocated directly according to their natural expenditure classifications. Other expenses that are common to several functions are allocated by management's estimate of the resources devoted to the program or supporting service activity.

Advertising Costs

The Organization uses advertising to promote its programs among the audience it serves. Advertising costs are expensed as incurred. Advertising expense for the year ended June 30, 2012 was \$700.

Income Tax Status

The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. As such, the Organization can only be taxed on income from any business activities unrelated to its charitable purpose. The Organization received no unrelated business taxable income for the year ended June 30, 2012.

The Organization has evaluated its uncertain tax positions for the year ended June 30, 2012 and has evaluated its tax positions taken for all open tax years. The Organization must file tax form 990 on an annual basis. Currently, the 2008 and subsequent tax years are open and subject to examination by the Internal Revenue Service. However, the Organization is not currently under audit nor has the Organization been contacted by the Internal Revenue Service.

Based on the evaluation of the Organization's tax positions, management believes all positions taken would be upheld under an examination. Therefore, no provision for the effects of uncertain tax positions has been recorded for the year ended June 30, 2012.

Reclassifications

For consistency and comparative purposes with the June 30, 2012 financial statements, certain items have been reclassified in the summarized comparative June 30, 2011 financial statements. These reclassifications had no effect on the change in net assets in the summarized comparative June 30, 2011 financial statements.

NOTE 3 - CONTRIBUTIONS RECEIVABLE

Contributions receivable are expected to be collected in the following periods at June 30, 2012:

Pledges due in less than one year Pledges due in one to five years	\$ 12,500 18,750
Discount to record contributions receivable at present value	31,250 (774)
	\$ 30,476

A discount rate of 2% was used to record contributions receivable at the present value of the future cash flows at June 30, 2012.

NOTE 4 - PROPERTY AND EQUIPMENT

Property and equipment as of June 30, 2012 consist of:

Leasehold improvements Equipment Office furniture and fixtures	\$	29,510 29,735 42,758
Less accumulated depreciation and amortization		102,003 (69,114)
	<u>\$</u>	32,889

Depreciation and amortization expense totaled \$5,104 for the year ended June 30, 2012.

NOTE 5 - INVESTMENTS

Investments are carried at fair value. At June 30, 2012, the cost and fair value of investments are as follows:

		Fair <u>Value</u>		Cost
Equities Mutual funds	\$	52,800 330,147	\$	51,235 318,127
	\$	382,947	<u>\$</u>	369,362
For the year ended June 30, 2012, investment income is compris	ed o	f:		
Interest and dividends Realized and unrealized losses on investments Investment advisor fees			\$	8,356 (3,266) (1,164)
			\$	3,926

NOTE 6 - FAIR VALUE MEASUREMENTS

Generally accepted accounting principles establish a framework for measuring fair value and expand disclosures about fair value measurements. That framework establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value into three broad levels explained below:

Level 1

Valuations based on unadjusted quoted prices available for identical assets in active markets that the Organization has the ability to access.

Level 2

Valuations based on quoted prices in markets which are not active, or for which all significant inputs are observable, either directly or indirectly, or derived principally from or corroborated by observable market data by correlation or other means.

Level 3

Valuations based on inputs that are unobservable and significant to the overall fair value measurement.

NOTE 6 - FAIR VALUE MEASUREMENTS (CONTINUED)

Level 3

The asset's fair value measurement levels within the fair value hierarchy are based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used should maximize the use of observable inputs and minimize the use of unobservable inputs. The inputs or methodology used for valuing securities are not necessarily an indication of the risks associated with investing in those securities.

Following is a description of the valuation methodologies used for assets measured at fair value as of June 30, 2012.

Equities and Mutual funds – Valued at the net asset value of shares held by the Organization at year end.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Organization believes its valuation methods are appropriate and consistent with those of other market participants, the use of different methodologies or assumptions to determine the fair value of certain instruments could result in a different fair value measurement at the reporting date.

The following table sets forth by level, within the fair value hierarchy, the Organization's assets that are measured at fair value as of June 30, 2012:

	Level 1		Level 2	:	Level 3	
Equities Mutual funds:	\$	52,800	\$	•	\$	-
Bond funds Equity funds	_	177,404 152,743		•		
Total	\$	382,947	\$	_	\$	

NOTE 7 - TEMPORARILY RESTRICTED NET ASSETS

As of June 30, 2012, temporarily restricted net assets are available for the following purposes:

Successor Dog Program	\$	7,143
Psychiatric Service Dog Program	-	28,070
PAWS Program		5,605
Capital campaign		322,249
Time restriction – United Way		68,994
	\$	432 061

NOTE 8 - NET ASSETS RELEASED FROM DONOR-IMPOSED RESTRICTIONS

Net assets were released from donor-imposed restrictions by expiration of time or by incurring expenses satisfying the restricted purposes for the year ended June 30, 2012 as follows:

Time restrictions met Program purposes met	\$ 124,865 224,820
	\$ 349.685

NOTE 9 - CONTRIBUTED SERVICES, MATERIALS AND EQUIPMENT

Significant qualifying materials and equipment are contributed to the Organization annually and are recorded at fair value upon receipt. For the year ended June 30, 2012, the Organization recognized in-kind support as follows:

Animal acquisition Professional IT services	\$ 1,000 1,375
Supplies and merchandise	3,599
	\$5,974

Animal acquisition, professional IT services, supplies, and materials contributions have been properly recorded as contribution revenue and expense in the statement of activities.

NOTE 10 - COMMITMENTS AND CONTINGENCIES

Operating Leases

The Organization leases its facilities under an operating lease expiring in December 2015, with the option to renew for an additional term of five years. Rent expense for this lease was \$48,987 for the year ended June 30, 2012.

The Organization leases its copier under an operating lease expiring in May 2016. Rent expense for this lease was \$4,898 for the year ended June 30, 2012.

Approximate future minimum lease payments for the remaining terms of these leases are as follows:

Year Ending June 30,

2013 2014 2015 2016	\$ 53,002 53,002 53,002 28,173
	\$ 187.179

NOTE 11 - CAPITAL CAMPAIGN

In an effort to further the Organization's mission to increase services to individuals with disabilities and other growing needs in the community, the Organization's strategic plan identified a need to increase capacity and facilities. This initiative will allow the Organization to train an increased number of assistance dogs and recruit and train additional volunteers to serve the community. As a result, during the year ended June 30, 2012, with Board approval, the Organization began exploring opportunities to construct a new facility and also began a capital campaign to fund such opportunities. The cost of the capital campaign increased fundraising expenses by \$98,880 for the year ended June 30, 2012, and as of June 30, 2012, \$322,249 of net assets were raised and are restricted for the capital campaign.

NOTE 12 - CONDITIONAL PROMISE TO GIVE

During the year ended June 30, 2012, the Organization received a conditional promise to give of up to \$750,000 in matching funds restricted for the capital campaign. The donor has agreed to match 50% of new money contributed between April 22, 2012 and the end of the campaign. New money is defined as a capital campaign contribution or pledge by a donor. Since this matching donor grant represents a conditional promise to give, this matching grant is not recorded as contribution revenue until donor conditions are met.

NOTE 13 - SUBSEQUENT EVENTS

The Organization has evaluated subsequent events through October 15, 2012, the date on which the financial statements were available to be issued.