

Independent Accountants' Review Report

March 24, 2013

To The Board of Directors
Chihuahua & Small Dog Rescue, Inc.
53 Monk Street
Colorado Springs, CO 80911

Dear Board of Directors,

I have reviewed the accompanying balance sheet of Chihuahua & Small Dog Rescue, Inc. as of December 31, 2012 and the related statements of income, retained earnings, and cash flows for the year then ended, in accordance with Statement of Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. All information included in these financial statements is the representation of management of Chihuahua & Small Dog Rescue, Inc.

A review consists principally of inquiries of company personnel and analytical procedures applied to finances. It is substantially less in scope than an audit, the object of which is the expressions of an opinion regarding the financial statements taken as a whole. Accordingly, I do not express such an opinion.

Based upon my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.

Very Truly Yours,



Mary E. Lippi
Certified Public Accountant
State of Colorado License #13484

3860 Darley Ave
Boulder, CO 80305
303-868-4976

Chihuahua & Small Dog Rescue, Inc.
Balance Sheet
December 31, 2012

ASSETS

Current Assets		
Cash - Checking	\$	5,506.02
Equipment Fund		607.08
Emergency Fund		1,079.04
Cash - Raffle		70.34
Cash - Restricted Funds		952.18
Cash - Paypal Money Market		149.70
Cash - Raffle		606.84
C Campaign Receivables		12,437.10
Deposits		50.00
Pre-Paid Insurance		927.69
Pre-Paid Website		388.56
		<hr/>
Total Current Assets		22,774.55
Property and Equipment		
Software		17,814.00
Computers		2,968.39
Event Equipment		1,226.91
Vehicles		9,509.24
Acc Depr - Software		(12,797.00)
Acc Depr - Computers		(1,597.00)
Acc Depr - Event Equipment		(1,099.00)
Acc Depr - Vehicles		(4,403.00)
		<hr/>
Total Property and Equipment		11,622.54
Other Assets		
		<hr/>
Total Other Assets		0.00
		<hr/>
Total Assets	\$	<u>34,397.09</u>

LIABILITIES AND FUND BALANCE

Current Liabilities		
		<hr/>
Total Current Liabilities		0.00
Long-Term Liabilities		
		<hr/>
Total Long-Term Liabilities		0.00
		<hr/>
Total Liabilities		0.00
Fund		
Fund Bal- Beginning of Year	\$	16,709.58
Net Fund Increase (Decrease)		12,107.31
Net Income		5,580.20
		<hr/>
Total Fund Balance		34,397.09
		<hr/>
Total Liabilities & Fund Balance	\$	<u>34,397.09</u>

Chihuahua & Small Dog Rescue, Inc.
Income Statement
For the Twelve Months Ending December 31, 2012

	Year to Date	
Fund Revenues		
Adoption Fees	\$ 38,485.00	44.65
Donations - Non Cash	9,339.06	10.83
Donations	14,097.59	16.36
Fundraiser Income	21,772.45	25.26
Grant Income	2,500.00	2.90
Interest Income	0.55	0.00
	<hr/>	
Total Fund Revenues	86,194.65	100.00
	<hr/>	
Program Expenditures		
Vet - Spay/Neuter	19,320.92	22.42
Vet - Medical	38,597.87	44.78
Vet - Mirochips	1,269.35	1.47
Vet - Meds	2,423.21	2.81
Supplies (Collars, Tags, etc)	2,922.89	3.39
Fundraising Costs	2,153.06	2.50
Event Registration	75.00	0.09
Event Supplies	576.81	0.67
C Campaign Expense	216.25	0.25
Program Depreciation	5,983.48	6.94
Trailer - Repair & Maintenance	297.24	0.34
Program Insurance	1,224.34	1.42
	<hr/>	
Total Program Expenditures	75,060.42	87.08
	<hr/>	
Gross Fund	11,134.23	12.92
	<hr/>	
Administrative Expenditures		
Accounting	151.77	0.18
Bank Charges	37.00	0.04
Depreciation	1,665.52	1.93
Insurance	687.00	0.80
Licenses & Permits	893.27	1.04
Mileage Reimbursement	58.91	0.07
Memberships	606.97	0.70
Office Expense	549.96	0.64
Telephone	314.35	0.36
Training Expense	104.00	0.12
Website	485.28	0.56
	<hr/>	
Total Admin Expenditures	5,554.03	6.44
	<hr/>	
Net Fund Increase (Decrease)	\$ 5,580.20	6.47
	<hr/> <hr/>	

Chihuahua & Small Dog Rescue, Inc.
Income Statement
For the Twelve Months Ending December 31, 2012

	Year to Date This Year	Year to Date Last Year
Revenues		
Adoption Fees	\$ 38,485.00	\$ 34,100.00
Donations - Non Cash	9,339.06	11,345.00
Donations	14,097.59	10,279.24
Fundraiser Income	21,772.45	7,980.85
Grant Income	2,500.00	8,391.00
Interest Income	0.55	0.00
Raffles	0.00	12.00
	<hr/>	<hr/>
Total Revenues	86,194.65	72,108.09
Cost of Sales		
Vet - Spay/Neuter	19,320.92	22,739.30
Vet - Medical	38,597.87	27,333.48
Vet - Mirochips	1,269.35	1,076.13
Vet - Meds	2,423.21	2,031.49
Supplies (Collars, Tags, etc)	2,922.89	2,304.64
Fundraising Costs	2,153.06	2,002.72
Event Registration	75.00	85.00
Event Supplies	576.81	0.00
C Campaign Expense	216.25	1,424.24
Program Depreciation	5,983.48	4,589.00
Trailer - Repair & Maintenance	297.24	0.00
Program Insurance	1,224.34	581.59
	<hr/>	<hr/>
Total Cost of Sales	75,060.42	64,167.59
Gross Profit	<hr/>	<hr/>
	11,134.23	7,940.50
Expenses		
Accounting	151.77	253.31
Bank Charges	37.00	141.50
Depreciation	1,665.52	1,484.00
Insurance	687.00	343.50
Licenses & Permits	893.27	481.39
Mileage Reimbursement	58.91	0.00
Memberships	606.97	349.00
Office Expense	549.96	1,048.19
Postage	0.00	119.90
Telephone	314.35	179.40
Training Expense	104.00	240.03
Website	485.28	186.93
	<hr/>	<hr/>
Total Expenses	5,554.03	4,827.15
Net Income	<hr/> <hr/>	<hr/> <hr/>
	\$ 5,580.20	\$ 3,113.35

Chihuahua Small Dog Rescue, Inc.
Statement of Cash Flow
For the twelve Months Ended December 31, 2012

	Year to Date
Cash Flows from operating activities	
Net Income	\$ 5,580.20
Adjustments to reconcile net income to net cash provided by operating activities	
Acc Depr - Software	5,793.00
Acc Depr - Computers	1,075.00
Acc Depr - Event Equipment	135.00
Acc Depr - Vehicles	646.00
C Campaign Receivables	(3,916.37)
Pre-Paid Insurance	(97.90)
Pre-Paid Website	<u>(388.56)</u>
Total Adjustments	<u>3,246.17</u>
Net Cash provided by Operations	<u>8,826.37</u>
Cash Flows from investing activities	
Used For	
Software	(1,413.00)
Vehicles	<u>(2,309.24)</u>
Net cash used in investing	<u>(3,722.24)</u>
Cash Flows from financing activities	
Proceeds From	
Used For	
	<u>0.00</u>
Net cash used in financing	<u>0.00</u>
Net increase <decrease> in cash	<u><u>\$ 5,104.13</u></u>
Summary	
Cash Balance at End of Period	\$ 8,971.20
Cash Balance at Beg of Period	<u>(3,867.07)</u>
Net Increase <Decrease> in Cash	<u><u>\$ 5,104.13</u></u>

Chihuahua & Small Dog Rescue, Inc.
Statement of Changes in Financial Position
For the twelve months ended December 31, 2012

	Year To Date
Sources of Working Capital	
Net Income	\$ 5,580.20
Add back items not requiring working capital	
Acc Depr - Software	5,793.00
Acc Depr - Computers	1,075.00
Acc Depr - Event Equipment	135.00
Acc Depr - Vehicles	646.00
	13,229.20
Working capital from operations	13,229.20
Other sources	
	13,229.20
Uses of working capital	
Software	(1,413.00)
Vehicles	(2,309.24)
	(3,722.24)
Total uses	(3,722.24)
Net change	\$ 9,506.96
Analysis of componants of changes	
Increase <Decrease> in Current Assets	
Cash on Hand	\$ (150.00)
Cash - Checking	2,305.16
Equipment Fund	607.08
Emergency Fund	1,079.04
Cash - Raffle	70.34
Cash - Restricted Funds	697.67
Cash - Raffle	494.84
C Campaign Receivables	3,916.37
Pre-Paid Insurance	97.90
Pre-Paid Website	388.56
<Increase> Decrease in Current Liabilities	
	9,506.96
Net change	\$ 9,506.96

Chihuahua & Small Dog Rescue, Inc.
Statement of Financial Position
December 31, 2012

ASSETS

Cash	\$	8,971.20	
Accounts Receivable		12,437.10	
Inventory		0.00	
Other Current Assets		1,366.25	
Fixed Operating Assets		<u>11,622.54</u>	
Total Assets			\$ <u><u>34,397.09</u></u>

LIABILITIES AND NET ASSETS

Accounts Payable	\$	<u>0.00</u>	
Total Liabilities			0.00
Excess Rev over Expenditures		5,580.20	
Unrestricted Net Assets		<u>28,816.89</u>	
Total Net Assets			<u>34,397.09</u>
Total Liabilities & Net Assets			\$ <u><u>34,397.09</u></u>

Chihuahua Small Dog Rescue, Inc.
Statement of Fund
For the Twelve Months Ending December 31, 2012

Beginning Retained Earnings	\$ 28,816.89
Net Income	<u>5,580.20</u>
Subtotal	<u>34,397.09</u>
Ending Fund Balance	<u><u>\$ 34,397.09</u></u>