

**ANIMAL SPAY NEUTER INTERNATIONAL
(FKA ROMANIA ANIMAL RESCUE, INC.)**

FINANCIAL STATEMENTS

**FOR THE YEAR ENDED
DECEMBER 31, 2015**

Not for financial purposes only

ANIMAL SPAY NEUTER INTERNATIONAL

Financial Statements
For the Year Ended December 31, 2015

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ANIMAL SPAY NEUTER INTERNATIONAL

BOARD OF DIRECTORS

DECEMBER 31, 2015

Nancy Jones – President
June Luzarraga – Vice President
Rory Jones – Treasurer
Renee Snyder – Secretary
Rob Cole – Board Member
Charlotte Kooistra – Board Member
Yvelline Pelletier – Board Member
Bonnie Siddons – Board Member
Michelle Snyder – Board Member
Ingrid Zohar – Board Member
Suzy Alexander – Board Member

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Animal Spay Neuter International
Livermore, California

Report on the Financial Statements

We have audited the accompanying financial statements of Animal Spay Neuter International (a nonprofit organization), which comprise the statement of financial position as of December 31, 2015, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Animal Spay Neuter International as of December 31, 2015, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited Animal Spay Neuter International's 2014 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 3, 2015. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2014 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Maze & Associates

Pleasant Hill, California
October 27, 2016

ANIMAL SPAY NEUTER INTERNATIONAL
 STATEMENT OF FINANCIAL POSITION
 AS OF DECEMBER 31, 2015
 WITH COMPARATIVE AMOUNTS AS OF DECEMBER 31, 2014

	<u>2015</u>	<u>2014</u>
ASSETS		
Current Assets:		
Cash in banks (Note 3)	<u>\$132,571</u>	<u>\$55,440</u>
Total Current Assets	<u>132,571</u>	<u>55,440</u>
Non-Current Assets:		
Furniture and equipment, net of accumulated depreciation of \$656 and \$328, respectively	<u>985</u>	<u>1,313</u>
Total Non-Current Assets	<u>985</u>	<u>1,313</u>
Total Assets	<u>\$133,556</u>	<u>\$56,753</u>
LIABILITIES AND NET ASSETS		
Current Liabilities:		
Accounts payable	<u>\$4,886</u>	<u>\$5,569</u>
Total Current Liabilities	<u>4,886</u>	<u>5,569</u>
Total Net Assets - Unrestricted (Note 2A)	<u>128,670</u>	<u>51,184</u>
Total Liabilities and Net Assets	<u>\$133,556</u>	<u>\$56,753</u>

See accompanying notes to financial statements

ANIMAL SPAY NEUTER INTERNATIONAL
 STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED DECEMBER 31, 2015
 WITH COMPARATIVE AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2014

	2015	2014
CHANGES IN UNRESTRICTED NET ASSETS		
Revenue and other support:		
Contributions	\$261,205	\$316,002
Total Unrestricted Public Revenue and Support	261,205	316,002
EXPENSES		
Program expenses	176,710	312,260
Management and general costs	6,009	11,436
Fundraising	1,000	972
Total Expenses	183,719	324,668
CHANGES IN NET ASSETS	77,486	(8,666)
NET ASSETS, BEGINNING OF YEAR	51,184	59,850
NET ASSETS, END OF YEAR	\$128,670	\$51,184

See accompanying notes to financial statements

ANIMAL SPAY NEUTER INTERNATIONAL
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2015

WITH SUMMARIZED AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2014

	Program Services	Supporting Services		Totals	
		Management and General	Fund Raising	2015	2014
Assistance to other charities:					
Vet fees - pet care	\$1,763			\$1,763	\$3,066
Vet fees - other	79,262			79,262	208,373
Donations	60,712			60,712	44,064
Education	5,979			5,979	6,831
Adoption transport	754			754	6,386
Supplies	4,370			4,370	21,223
Conference fees	1,478		\$500	1,978	1,495
Advertising	2,260		500	2,760	772
Printing	1,705			1,705	2,408
Postage, mailing service	645	\$100		745	1,699
Bank fees and checks		511		511	833
Foreign transaction fee		73		73	
State taxes					30
Merchant fees					392
Pay Pal fees		935		935	1,394
Business registration fees	115			115	50
Office expense	445	150		595	1,646
Internet	861			861	860
Depreciation	328			328	328
Accounting fees	4,240	4,240		8,480	9,218
Travel and meetings					
Travel expenses - airfare, hotels and meals	11,793			11,793	13,600
Total Expenses	\$176,710	\$6,009	\$1,000	\$183,719	\$324,668

See accompanying notes to financial statements

ANIMAL SPAY NEUTER INTERNATIONAL
 STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED DECEMBER 31, 2015
 WITH COMPARATIVE AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2014

	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Changes in net assets	\$77,486	(\$8,666)
Adjustments to reconcile changes in net assets to net cash provided by operating activities:		
Depreciation	328	328
(Increase) decrease in accounts payable	(683)	3,318
Net Cash Provided by (Used for) Operating Activities	77,131	(5,020)
Net change in cash in banks	77,131	(5,020)
Cash in banks, Beginning of Year	55,440	60,460
Cash in banks, End of Year	<u>\$132,571</u>	<u>\$55,440</u>

See accompanying notes to financial statements

ANIMAL SPAY NEUTER INTERNATIONAL
NOTES TO FINANCIAL STATEMENTS
For the Year Ended December 31, 2015

NOTE 1 – ORGANIZATION AND PROGRAMS

A. Background and Purpose

Animal Spay Neuter International (Organization), formerly known as Romania Animal Rescue, Inc., was incorporated under the laws of California on July 25, 2003. The purpose of Animal Spay Neuter International is to work with highly skilled veterinarians to help stray animals and animals of the poor with spay/neuter (sterilization) services, veterinary care, veterinary training, and education. We print and distribute educational booklets to teach the public about animal care, welfare and the importance of spay/neuter for humane animal control. Animal Spay Neuter International sends our veterinarians internationally as funding allows to hold spay campaigns in impoverished communities, and we also provide funding in local communities for free spay/neuter campaigns and veterinary care campaigns. Expansion of our free spay/neuter, veterinary care, and veterinary training are a priority for this organization to provide help to the largest number of animals and their caretakers.

B. Programs

Spay/Neuter – The organization provides free spay/neuter services to bring the stray and unwanted animal population down to a manageable level so that all animals can receive better care and attention.

Veterinary Care – The organization covers the costs of veterinary care for stray animals and those of the poor as our funding allows. Many animals that are suffering from being hit by cars, dog fight, poisoning as well as skin problems are seen by and treated by our vets at no expense to the caretaker or local charity.

Education and Training – The organization sponsor veterinary training via the Veterinary Training Camp program. The VTC has provided training for veterinarians from Romania, the UK, Ireland, Norway, Switzerland with expansion in the future for more veterinary training including USA vets on the procedures for “keyhole incisions” for quick recovery time and low infection rate. The organization sponsors this campaign as our funding allows. The Compassion is Cool campaign provides 20 page full color educational booklets to school children and at public events. To date 17,500 educational booklets have been distributed in Romania. These books teach children as well adults the importance of caring for their community animals as well as the importance of spay/neuter.

Rehoming, Food, Vaccines, and Deparasite Treatments – The organization is currently working with several charities to find loving homes for formerly endangered animals. The organization also provide funds for food for animal of impoverished people, as well as vaccines for their animals and deparasiting.

ANIMAL SPAY NEUTER INTERNATIONAL
NOTES TO FINANCIAL STATEMENTS
For the Year Ended December 31, 2015

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board (FASB) in the Accounting Standards Codification (ASC), No. 958, Financial Statements of Not-for-Profit Organizations. Under ASC No. 958, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets and permanently restricted net assets.

The financial statements are presented on the accrual basis of accounting and accordingly reflect all significant receivables, payables and other liabilities.

Under the provisions of ASC No. 958, net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization, and changes therein, are classified and reported as follows:

Unrestricted net assets – net assets that are not subject to donor-imposed stipulations.

Temporarily restricted net assets – net assets subject to donor-imposed stipulations that may or will be met either by actions of the Organization and/or the passage of time. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. The Organization currently has no temporarily restricted net assets.

Permanently restricted net assets – net assets subject to donor-imposed stipulations that are to be maintained permanently by the Organization. Generally, the donors of these assets permit the Organization to use all or part of the income earned or related investments for general or specific purposes. The Organization currently has no permanently restricted net assets.

B. Contributions

Contributions, including unconditional promises to give, are recorded when made as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions. When a restriction expires (that is, when a stipulated time restriction end or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized.

C. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

D. Advertising Costs

Advertising costs, if any, are expensed as incurred.

ANIMAL SPAY NEUTER INTERNATIONAL
NOTES TO FINANCIAL STATEMENTS
For the Year Ended December 31, 2015

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Income Taxes

The Organization is exempt from income tax under Section 501(c)(3) of U.S. the Internal Revenue Code. Accordingly, no provision for income taxes has been provided in these financial statements. In addition, the Organization qualifies for the charitable contribution deduction under Section 170(b)(1)(a) and has been classified as an organization that is not a private foundation under Section 509(a)(1). Unrelated business income, if any, may be subject to income tax. The Organization paid no taxes on unrelated business income in the year ended December 31, 2015.

Generally accepted accounting principles require the recognition, measurement, classification, and disclosure in the financial statements of uncertain tax positions taken or expected to be taken in the organization's tax returns. Management has determined that the Organization does not have any uncertain tax positions and associated unrecognized benefits that materially impact the financial statements or related disclosures. Since tax matters are subject to some degree of uncertainty, there can be no assurance that the Organization's tax returns will not be challenged by the taxing authorities and that the Organization will not be subject to additional tax, penalties, and interest as a result of such challenge. Generally, the Organization's tax returns remain open for federal income tax examination for three years from the date of filing.

F. Fair Value Measurements

Fair value is defined as 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. Accounting standards set a framework for measuring fair value using a three tier hierarchy based on the extent to which inputs used in measuring fair value are observable in the market.

Level 1: Quoted prices in active markets for identical assets or liabilities.

Level 2: Observable inputs other than Level 1 prices such as quoted prices for similar assets or liabilities, quoted prices in markets that are not active, or inputs (interest rates, currency exchange rates, commodity rates and yield curves) that are observable or corroborated by observable market data for substantially the full term of the assets or liabilities.

Level 3: Inputs that are not observable in the market and reflect the management's judgment about the assumptions that market participants would use in pricing the asset or liability.

G. Functional Allocation of Expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the statement of activities and changes in net assets. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

H. Prior Year Totals

The financial statements include certain prior year summarized comparative information in total but not by net asset class. Accordingly, such information should be read in conjunction with the financial statements for the year ended December 31, 2014, from which the summarized information was derived.

ANIMAL SPAY NEUTER INTERNATIONAL
NOTES TO FINANCIAL STATEMENTS
For the Year Ended December 31, 2015

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. Reclassifications

Certain accounts in the prior year's summarized information have been reclassified for comparative purposes to conform with the presentation in the current year financial statements.

NOTE 3 - CASH IN BANKS

Cash in banks is insured up to \$250,000 by the Federal Depository Insurance Corporation.

NOTE 4 - SUBSEQUENT EVENTS

The Organization evaluated subsequent events for recognition and disclosure through October 27, 2016, the date which these financial statements were available to be issued. Management concluded that no material subsequent events have occurred since December 31, 2015 that requires recognition or disclosure in such financial statements.