

BUSS & COMPANY, P.C.

CERTIFIED PUBLIC ACCOUNTANTS  
CLINTON TOWNSHIP, MICHIGAN

MACOMB COUNTY HUMANE SOCIETY

Utica, Michigan

ANNUAL FINANCIAL REPORT

December 31, 2021

August 22, 2022

To the Board of Directors  
Macomb County Humane Society  
Utica, Michigan

Management is responsible for the accompanying financial statements of Macomb County Humane Society (a nonprofit organization), which comprise the statements of financial position as of December 31, 2021 and 2020, and the related statements of activities, functional expenses, and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Society's financial position, results of operations, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

Respectfully,

BUSS & COMPANY, P.C.



Certified Public Accountants

MACOMB COUNTY HUMANE SOCIETY  
Utica, Michigan  
STATEMENTS OF FINANCIAL POSITION  
December 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
<b>ASSETS:</b>		
Cash and cash equivalents	\$ 274,176	\$ 307,008
Certificates of deposit	1,037,490	932,738
Receivables	5,219	5,219
Inventory	500	500
Prepaid expense	19,468	15,000
Investment - Merrill Lynch	6,514,422	6,295,010
Investment - Humane Society of Macomb Animal Clinic, Inc.	1,000	1,000
Property and equipment	<u>429,129</u>	<u>492,974</u>
 Total Assets	 <u>\$ 8,281,404</u>	 <u>\$ 8,049,449</u>
 <b>LIABILITIES:</b>		
Accounts payable	\$ 6,517	\$ 19,610
Accrued expenses	21,062	12,800
Note payable - Payroll Protection Program	-	180,300
Customer deposits	<u>-</u>	<u>-</u>
 Total Liabilities	 <u>\$ 27,579</u>	 <u>\$ 212,710</u>
 <b>NET ASSETS:</b>		
Net assets without donor restrictions	\$ 8,253,825	\$ 7,836,739
Net assets with donor restrictions	<u>-</u>	<u>-</u>
 Total Net Assets	 <u>\$ 8,253,825</u>	 <u>\$ 7,836,739</u>
 Total Liabilities and Net Assets	 <u>\$ 8,281,404</u>	 <u>\$ 8,049,449</u>

See accountant's compilation report.

MACOMB COUNTY HUMANE SOCIETY  
Utica, Michigan  
 STATEMENTS OF ACTIVITIES  
 For The Years Ended December 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
<u>UNRESTRICTED NET ASSETS:</u>		
Unrestricted revenues and gains:		
Donations	\$ 415,608	\$ 633,549
Sale of animals and merchandise	112,721	63,426
Requested euthanasia and private cremations	945	220
Rental income	12,000	12,000
Management fees	-	-
Investment income	1,174,533	669,082
Casual labor	-	-
PPP loan forgiveness	180,300	
Miscellaneous	(1,134)	10,281
Total Unrestricted Revenues and Gains	<u>\$ 1,894,973</u>	<u>\$ 1,388,558</u>
Expenses:		
Program Services	\$ 1,250,145	\$ 1,170,884
Supporting Services:		
Management and general	222,343	208,641
Fund-raising	5,399	14,324
Total Expenses	<u>\$ 1,477,887</u>	<u>\$ 1,393,849</u>
INCREASE (DECREASE) IN UNRESTRICTED NET ASSETS	\$ 417,086	\$ (5,291)
NET ASSETS AT BEGINNING OF YEAR	<u>7,836,739</u>	<u>7,842,030</u>
NET ASSETS AT END OF YEAR	<u>\$ 8,253,825</u>	<u>\$ 7,836,739</u>

See accountant's compilation report.

MACOMB COUNTY HUMANE SOCIETY  
 Utica, Michigan  
 STATEMENTS OF FUNCTIONAL EXPENSES  
 For The Years Ended December 31, 2021 and 2020

	<u>2021</u>				<u>2020</u>			
	<u>PROGRAM</u> <u>SERVICES</u>	<u>MANAGEMENT</u> <u>AND</u> <u>GENERAL</u>	<u>FUND-</u> <u>RAISING</u>	<u>TOTAL</u>	<u>PROGRAM</u> <u>SERVICES</u>	<u>MANAGEMENT</u> <u>AND</u> <u>GENERAL</u>	<u>FUND-</u> <u>RAISING</u>	<u>TOTAL</u>
Compensation and related:								
Salaries and wages	\$ 677,213	\$ 23,757	\$ 3,394	\$ 704,364	\$ 635,853	\$ 24,906	\$ 3,558	\$ 664,317
Taxes - Payroll	51,200	1,796	257	53,253	42,010	1,645	235	43,890
Retirement contribution	36,070	1,265	181	37,516	50,196	1,966	281	52,443
Insurance:								
Workers' compensation	5,787	203	29	6,019	6,602	259	37	6,898
Employee	80,785	2,834	405	84,024	79,642	3,119	446	83,207
Sub-total	<u>\$ 851,055</u>	<u>\$ 29,855</u>	<u>\$ 4,266</u>	<u>\$ 885,176</u>	<u>\$ 814,303</u>	<u>\$ 31,895</u>	<u>\$ 4,557</u>	<u>\$ 850,755</u>
Accounting and legal	5,612	22,449	-	28,061	5,623	22,490	-	28,113
Automobiles and trucks	125	291	-	416	342	798	-	1,140
Casual labor	998	-	-	998	1,428	-	-	1,428
Depreciation	43,542	20,303	-	63,845	46,394	21,596	-	67,990
Disposal	8,051	-	-	8,051	6,404	-	-	6,404
Feed for shelter and farm animals	19,801	-	-	19,801	19,502	-	-	19,502
Advertising and promotion	-	-	-	-	-	-	8,514	8,514
Humane education	20,952	3,198	799	24,949	24,973	3,812	953	29,737
Insurance - General	10,012	4,931	-	14,943	14,218	7,003	-	21,221
Licenses and dues	-	415	-	415	-	20	-	20
Maintenance and repairs:								
Building	18,654	9,188	-	27,842	11,045	5,440	-	16,485
Equipment	4,702	2,316	-	7,018	2,383	1,174	-	3,557
Office supplies	54,210	50,536	334	105,080	48,955	45,638	302	94,895
Operating supplies	185,796	55,403	-	241,199	149,191	44,488	-	193,679
Postage	-	7,215	-	7,215	-	9,399	-	9,399
Public relations	4,728	4,727	-	9,455	1,559	1,558	-	3,117
Refunds	1,425	-	-	1,425	938	-	-	938
Telephone	2,812	2,812	-	5,624	3,337	3,337	-	6,674
Utilities:								
Electric	6,805	3,352	-	10,157	6,744	3,321	-	10,065
Heating fuel and gas	10,865	5,352	-	16,217	13,545	6,671	-	20,216
Total Expenses	<u>\$ 1,250,145</u>	<u>\$ 222,343</u>	<u>\$ 5,399</u>	<u>\$ 1,477,887</u>	<u>\$ 1,170,884</u>	<u>\$ 208,641</u>	<u>\$ 14,324</u>	<u>\$ 1,393,849</u>

See accountant's compilation report.

MACOMB COUNTY HUMANE SOCIETY  
 Utica, Michigan  
 STATEMENTS OF CASH FLOWS  
 For The Years Ended December 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
<b><u>CASH FLOWS FROM OPERATING ACTIVITIES:</u></b>		
Increase (decrease) in net assets	\$ 417,086	\$ (5,291)
Adjustments to reconcile increase (decrease) in net assets to net cash provided by operating activities:		
Depreciation	63,845	67,990
(Gain) loss on sale of investments	(474,697)	53,710
Unrealized (gain) loss on investments	(368,288)	(487,187)
(Increase) decrease in operating assets:		
Receivables	-	-
Prepaid expenses	(4,468)	5,126
Increase (decrease) in operating liabilities:		
Accounts payable	(13,093)	13,449
Accrued expenses	8,262	1,467
Customer deposits	-	-
Net Cash (Used By) Provided By Operating Activities	<u>\$ (371,353)</u>	<u>\$ (350,736)</u>
<b><u>CASH FLOWS FROM INVESTING ACTIVITIES:</u></b>		
Net change in investments	\$ 623,573	\$ 7,134
Net change in certificates of deposit	(104,752)	(68,212)
Payments for property and equipment		(8,074)
Net Cash (Used By) Provided By Investing Activities	<u>\$ 518,821</u>	<u>\$ (69,152)</u>
<b><u>CASH FLOWS FROM FINANCING ACTIVITIES:</u></b>		
Note payable - Payroll Protection Program	<u>\$ (180,300)</u>	<u>\$ 180,300</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	\$ (32,832)	\$ (239,588)
BEGINNING CASH AND CASH EQUIVALENTS	<u>307,008</u>	<u>546,596</u>
ENDING CASH AND CASH EQUIVALENTS	<u>\$ 274,176</u>	<u>\$ 307,008</u>

See accountant's compilation report.