



The Humane Society of Pensacola, Florida, Inc.

Financial Statements

December 31, 2025

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CHRIS D. KELLY

CERTIFIED PUBLIC ACCOUNTANT

Bookkeeping • Tax • Consulting

The Humane Society of Pensacola, Florida Inc.
Pensacola, Florida

We have compiled the accompanying statement of financial position of Humane Society of Pensacola, Inc. as of December 31, 2025, and the related statement of activities for the year then ended. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the accompanying financial statements of The Humane Society of Pensacola, Florida, Inc., which comprise the statement of financial position of December 31, 2025, and the related statement of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements in accordance with accounting principles generally accepted in the United States of America. Management is also responsible for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain any assurance that there are no material modifications that should be made to the financial statements.



Chris D. Kelly, CPA
Pensacola, Florida

March 24, 2026

The Humane Society of Pensacola, Florida, Inc.
Statement of Financial Position
December 31, 2025

ASSETS

Cash & Cash Equivalents

Cash & Cash Equivalents \$ 238,531

Total Cash & Equivalents 238,531

Other Current Assets

Qgiv Clearing 4,150

ShelterLuv Clearing (246)

Bill.com Clearing 67

Square Clearing -

Utilities Deposits 1,175

Accounts Receivable -

Total Other Current Assets 5,146

Total Current Assets 243,677

Fixed Assets

Furniture, Fixtures & Equipment - Shelter 99,389

Leasehold Improvements 50,906

Building - Shelter 543,804

Spay & Neuter Clinic Equipment 95,928

Spay & Neuter Parking Lot Improvements 37,845

Spay & Neuter Clinic Modular Building 141,969

Technology 8,622

Less: Accumulated Depreciation (701,321)

Total Fixed Assets 277,142

Investments or Other Non-Current Assets

NBC Securities 1,216,616

Total Non-Current Assets 1,216,616

TOTAL ASSETS 1,737,435

LIABILITIES

Current Liabilities

Accounts Payable 7,305

Accrued Payroll 36,812

Total Current Liabilities 44,117

Other Current Liabilities

Credit Card - 3235 and 8693 13,068

PTO payable 12,576

Total Other Current Liabilities 25,644

TOTAL LIABILITIES 69,761

NET ASSETS

Retained Net Assets

Unrestricted 650,436

Current Net Assets

Net Revenue (Loss) (297,804)

Other Net Assets

Board Restricted Net Assets 1,211,452

Donor Restricted Net Assets 103,590

Total Other Net Assets 1,315,042

Total Net Assets 1,667,674

Total Liabilities & Net Assets \$ 1,737,435

The Humane Society of Pensacola, Florida, Inc.
Statement of Activities
For the Year Ended December 31, 2025

Revenue

Contributions & Gifts

Bequests	\$	199,232
Memorials & Honorariums		6,127
Temporary Restricted Funds Released		3,648
Unrestricted Contributions		169,693

Total Contributions & Gifts 378,700

Fundraising Revenue

Barktoberfest		59,542
Fur Ball		198,322

Total Fundraising Revenue 257,864

Program Service Revenue

Adoption Fees		47,577
Annual Dues - Board		500
Sales of Merchandise		1,043
Service Fees - Clinic		26,643

Total Program Service Revenue 75,763

Total Revenue 712,327

Expenses

Facilities & Equipment

Depreciation		40,994
Leased Equipment		4,706
Repairs & Maintenance		34,152
Telephone Expense		5,418
Utilities		32,471

Total Facilities & Equipment 117,741

Fundraising Expense

Barktoberfest		22,353
Fur Ball		42,930

Total Fundraising Expense 65,283

General Expenses

Advertising		27,315
Bad Debt		-
Bank Fees		663
Credit Card Processing		14,129
Dues & Subscriptions		2,466
Insurance		62,303
Meeting Expense		-

The Humane Society of Pensacola, Florida, Inc.
Statement of Activities
For the Year Ended December 31, 2025

Office Supplies	\$	3,605
Printing & Postage		4,072
Taxes & Licenses		1,490
Technology Expense		44,099
Travel		5,019
Trust Fund Management Fees		12,647
General & Administrative - Other		530
Total General Expense		<u>178,338</u>
Personnel & Payroll		
Payroll Taxes		61,721
Salaries & Wages		718,069
PTO Expense		10,696
Staff Development		900
Staff Morale		3,558
Staffing Service Fees		7,432
Volunteer Morale		613
Total Personnel & Payroll		<u>802,989</u>
Professional & Contract Services		
Accounting & Legal Expense		8,691
Total Professional & Contract Services		<u>8,691</u>
Program Service Expense		
Auto Expense		6,631
Pet Haven Operating Expense		1,170
Community Outreach/Education		500
Contract Vets		16,023
Dog/Cat Food		22,924
Recruitment Expense		184
Shelter Supplies		29,513
Animal Care Non-Veterinary		-
Supplies - Non Medical		1,953
Veterinarian Drugs		61,985
Veterinarian Services		17,534
Veterinarian Supplies		51,636
Spay It Forward Expense		-
Foster Care Expense		510
Volunteer Program Expense		756
Total Program Service Expense		<u>211,319</u>
Total Expenses		<u>1,384,361</u>
Operating Surplus (Deficit)		<u>(672,034)</u>
Other Income		
Dividend Income		31,157
Interest Income		7,643
Gain on Sale of Assets		172,286
Unrealized Gain (Loss)		163,144
Total Other Income		<u>374,230</u>
Net Earnings (Loss)	\$	<u>(297,804)</u>

The Humane Society of Pensacola, Florida, Inc.
Statement of Cash Flows
For the Year Ended December 31, 2025

CASH FLOWS FROM OPERATING ACTIVITIES

Change in net assets	\$ (516,029)
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by or used in Operating Activities:	
Depreciation	40,994
Net Realized/Unrealized Gain on Investments	(163,144)
Changes in Operating Assets and Liabilities:	
Prepaid Expenses	(3,191)
Accounts Payable	6,594
Accrued Expenses	20,728
Credit Card Payables	4,852
PTO Liability	7,711
	<u> </u>
Net Cash Used In Operating Activities	<u>(601,485)</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Proceeds from Sales of Investments	350,000
Correction Adjustment to Accumulated Depreciation	(22,186)
Purchases of Property and Equipment	(21,129)
	<u> </u>
Net Cash Provided by Investing Activities	<u>306,685</u>

CHANGE IN CASH, CASH EQUIVALENTS, AND RESTRICTED CASH	(294,800)
Cash, Cash Equivalents, and Restricted Cash at Beginning of Year	533,331
Cash, Cash Equivalents, and Restricted Cash at End of Year	\$ <u><u>238,531</u></u>

The Humane Society of Pensacola, Florida, Inc.
Statement of Functional Expenses
For the Year Ended December 31, 2025

	<u>Program Service Expenses</u>	<u>Management and General Expenses</u>	<u>Total</u>
Officer Compensation	\$ 21,677.00	\$ 86,707.00	\$ \$ 108,384.00
Other Salaries and Wages	572,307.00	37,378.00	609,685.00
Other Employee Benefits	15,154.00		15,154.00
Payroll Tax	51,055.00	10,666.00	61,721.00
Payroll Administration Fees	6,148.00	1,284.00	7,432.00
Legal	-	1,491.00	1,491.00
Accounting	-	7,200.00	7,200.00
Invest Advisory Fees	-	3,530.00	3,530.00
Advertising	27,315.00	-	27,315.00
Office Expense	-	721.00	721.00
Information Technology	44,099.00	-	44,099.00
Occupancy	117,741.00	-	117,741.00
Travel	5,019.00	-	5,019.00
Depreciation	40,994.00	-	40,994.00
Insurance	52,958.00	9,345.00	62,303.00
Shelter Supplies	29,513.00	-	29,513.00
Vet Supplies	51,636.00	-	51,636.00
Vet Services	17,534.00	-	17,534.00
Taxes and Licenses	1,490.00	-	1,490.00
All Other Expenses	106,116.00	-	106,116.00
	<u>\$ 1,160,756.00</u>	<u>\$ 158,322.00</u>	<u>\$ \$ 1,319,078.00</u>
	88%	12%	100.00%

The Statement of Functional Expenses methodology involves allocating expenses by their natural classification (e.g., salaries, rent) into three functional categories: Program Services, Management/General, and Fundraising. A rational, systematic, and consistent approach, such as time tracking, square footage, or headcount; is used to allocate indirect costs, ensuring transparency, and compliance with GAAP.

NOTES TO FINANCIAL STATEMENTS

The Humane Society of Pensacola, Florida, Inc.
Notes to Financial Statements
December 31, 2025

Summary of Significant Accounting Policies

The Humane Society of Pensacola, Florida, Inc. (the Organization) operates and maintains a 'No-Kill' shelter and adoption center with a focus on animal welfare, and community service. The organization's main sources of revenue are public donations, bequests, and fund raiser events.

Method of Accounting:

The organization uses the Accrual Method of accounting in accordance with Generally Accepted Accounting Principles.

Revenue Recognition:

Revenue is generally recognized as it is received with any restricted donations properly classified as restricted by donor, donations with temporary restrictions, or unrestricted; in the equity section of the financial statements.

Depreciation Method:

The straight-line method of depreciation and amortization is used for financial reporting in accordance with Generally Accepted Accounting Principles. The Modified Accelerated Cost Recovery System (MACRS) is used for tax return filing in accordance with Internal Revenue Code 168, which also specifies the useful lives of assets.

Liquidity and Availability

The organization prepares and adopts an annual budget which presents expected cash needs for operations, and potential capital outlay. A managed investment account is available to provide cash if necessary to ensure continuity of operations. As of December 31, 2025, the investment account had a balance of \$1,216,616. The Organization maintains a minimum cash reserve of no less than two months of its average operating expenses. Access to a line of credit, currently \$100,000 provides liquidity in times of need.

Investment Policy:

The organization is committed to protecting its investment assets while maximizing the total return. Considerations are given to real world market conditions that address inflation and market stability, while supporting the organization's objectives and mission, and maintaining an acceptable level of investment risk. Current investments continue to provide stable dividend and interest income, and consistent market growth of assets.

The organization's objective is to achieve an annualized return that will grow the assets at a sufficient inflation adjusted rate while balancing risk related to single asset concentration, and investment manager style.

The Humane Society of Pensacola, Florida, Inc.
Notes to Financial Statements
December 31, 2025

Net Assets with Donor Restrictions

Gifts that would result in the Organization violating its corporate charter, losing its status as a 501(c)(3) not-for-profit organization, are too difficult or too expensive to administer in relation to their value, would result in any unacceptable consequences to the Organization, or are for purposes outside of the Organization's mission; will generally not be accepted. Decisions on the restrictive nature of a gift, and its acceptance or refusal, is made by the Board of Directors in consultation with the Chief Executive Officer.

Cash:

Cash gifts are acceptable in any form, including by check, money order, credit card, or online.

Marketable Securities:

Marketable securities may be transferred electronically, or delivered physically with the transferor's endorsement or signed stock power attached. All marketable securities will be sold promptly upon receipt unless otherwise directed by the Organization's Board of Directors.

Bequests:

Bequests and Beneficiary Designations may designate that the funds be used for the general purposes of the Organization, or to support a specific program.

Endowment Fund:

The Organization's main endowment fund represents bequests that are Board restricted. As of December 31, 2025 the main endowment fund balance was \$1,211,452, and included Board restricted funds from various bequests.

Humane Society of Pensacola, Inc.
Notes to Financial Statements
December 31, 2025

Property and Equipment

Fixed assets classifications are comprised of long-lived assets such as building and improvements, and short-lived assets such as furniture and equipment. The cost, carrying values, and depreciable lives as of December 31, 2025 are presented as follows:

	Cost Basis	Accumulated Depreciation	Carrying Value	Useful Life
Building and Improvements	423,865	245,098	178,767	39
Building and Improvements	7,185	7,185	-	25
Leasehold Improvements	103,537	63,987	39,550	15
Leasehold Improvements	1,212	575	637	10
Equipment	197,602	154,484	43,118	7
Equipment	243,158	228,385	14,773	5
Equipment	1,906	1,607	299	4
	<u>978,465</u>	<u>701,321</u>	<u>277,144</u>	