

# **EISNERAMPER**

## **FELIDAE CONSERVATION FUND**

### **FINANCIAL STATEMENTS**

**JUNE 30, 2017**



# FELIDAE CONSERVATION FUND

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## **INDEPENDENT AUDITORS' REPORT**

To the Board of Directors of  
Felidae Conservation Fund  
Sausalito, California

### **Report on the Financial Statements**

We have audited the accompanying financial statements of Felidae Conservation Fund (the "Fund"), which comprise the statement of financial position as of June 30, 2017, the related statements of activities and changes in net assets, 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 the 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 the 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 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 Fund'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 Fund'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 Felidae Conservation Fund as of June 30, 2017, and the change 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.

*EisnerAmper LLP*

EISNERAMPER LLP  
San Francisco, California  
April 27, 2018



**FELIDAE CONSERVATION FUND**  
**STATEMENT OF FINANCIAL POSITION**  
**JUNE 30, 2017**

<b>Assets:</b>	
Cash	\$ 555,889
Prepaid expenses and other	2,391
Property and equipment, net	<u>31,431</u>
<b>Total assets</b>	<u><u>\$ 589,711</u></u>
<b>Liabilities:</b>	
Accounts payable and accrued expenses	<u>\$ 5,557</u>
<b>Total liabilities</b>	<u>5,557</u>
<b>Net assets:</b>	
Unrestricted	<u>584,154</u>
<b>Total liabilities and net assets</b>	<u><u>\$ 589,711</u></u>

See Accompanying Notes to Financial Statements

**FELIDAE CONSERVATION FUND  
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2017**

<b>Revenue and support:</b>	
Contributions	\$ 250,231
Grants	36,177
In-kind contributions	<u>359,367</u>
<b>Total revenue</b>	<u>645,775</u>
<b>Expenses:</b>	
Program expenses:	
Research projects	503,982
Education and outreach	12,652
Fundraising, promotion, and events	829
Management and general activities	<u>50,637</u>
<b>Total expenses</b>	<u>568,100</u>
<b>Change in net assets for the year</b>	77,675
<b>Net assets at beginning of year</b>	<u>506,479</u>
<b>Net assets at end of year</b>	<u><u>\$ 584,154</u></u>

See Accompanying Notes to Financial Statements

**FELIDAE CONSERVATION FUND  
STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Program</u>			<u>Fundraising, Promotion and Events</u>	<u>Management and General Activities</u>	
	<u>Research Projects</u>	<u>Education and Outreach</u>	<u>Total Program</u>			<u>Total</u>
Grants and contributions	\$ 4,493	\$ -	\$ 4,493	\$ -	\$ -	\$ 4,493
Project expenses	122,943	85	123,028	-	-	123,028
Site and facilities	-	-	-	-	26,120	26,120
Professional fees and contracts	-	-	-	80	-	80
Printing and publications	-	22	22	-	-	22
Outreach	-	5,670	5,670	-	-	5,670
Other	-	6,875	6,875	-	1,017	7,892
Depreciation	24,032	-	24,032	-	-	24,032
In-kind volunteer hours	<u>352,513</u>	<u>-</u>	<u>352,513</u>	<u>749</u>	<u>23,501</u>	<u>376,763</u>
Total expenses	<u>\$503,982</u>	<u>\$ 12,652</u>	<u>\$516,634</u>	<u>\$ 829</u>	<u>\$ 50,637</u>	<u>\$568,100</u>

See Accompanying Notes to Financial Statements

**FELIDAE CONSERVATION FUND  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2017**

<b>Cash flows from operating activities:</b>	
Change in net assets for the year	\$ 77,675
Adjustments to reconcile increase in net assets to net cash provided by operating activities:	
Depreciation	24,032
Change in assets and liabilities:	
Prepaid expenses and other	(697)
Accounts payable and accrued expenses	<u>(10,449)</u>
<b>Net increase in cash</b>	90,561
<b>Cash at beginning of year</b>	<u>465,328</u>
<b>Cash at end of year</b>	<u><u>\$ 555,889</u></u>

See Accompanying Notes to Financial Statements

**FELIDAE CONSERVATION FUND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2017**

**1. Nature of Activities and Significant Accounting Policies**

Organization

Founded in 2006, Felidae Conservation Fund (the "Fund") is a California non-profit conservation corporation operating as a charitable scientific and educational organization devoted principally to promoting conservation of wild cats and their habitats worldwide through research, education, and technology. The principal sources of revenue are grants from private foundations and contributions from individuals and corporations.

Basis of Accounting and Presentation

Management has prepared these financial statements on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America ("U.S. GAAP"). Financial statements prepared on a U.S. GAAP-basis require management to make estimates and assumptions that affect the amounts and disclosures reported in the financial statements and accompanying notes. Such estimates and assumptions could change in the future as more information becomes known, which could impact the amounts reported and disclosed herein.

In accordance with *Accounting Standards Codification (ASC) 958, "Not-for-Profit Entities"* the Fund reports its financial position and operating activities in three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted assets.

*Unrestricted Net Assets* include those assets over which the management has discretionary control in carrying out the operations of the Fund.

*Temporarily Restricted Net Assets* include those assets which are subject to donor imposed stipulations that will be met by actions of the fund or the passage of time.

*Permanently Restricted Net Assets* include those assets which are subject to a non-expiring donor restriction, such as endowments. There are currently no permanently restricted net assets.

Cash

The Fund maintains its cash in deposit accounts at financial institutions. Balances in these accounts, at times, may exceed federally insured limits. The Fund has not experienced any losses in such accounts, and believes it is not exposed to any significant credit risk on cash.

Property and Equipment

Property and equipment are stated at cost less accumulated depreciation. The Fund capitalizes assets greater than \$1,000 in cost at the time of acquisition. Depreciation is computed using the straight line method over the estimated useful lives of the assets which range from 2 - 5 years.

**FELIDAE CONSERVATION FUND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2017**

**1. Nature of Activities and Significant Accounting Policies (continued)**

Revenue Recognition

All contributions and grants are recognized as revenue when received or unconditionally promised to the Fund. The Fund classifies gifts of cash and other assets as temporarily restricted support if received with donor stipulations that limit the use of the contributions. Temporarily restricted contributions are reported as unrestricted support when the restriction is met in the same period as the contribution is received.

In-Kind Contributions and Contributed Services

Certain in-kind contributions have been received and recorded at fair market value in the period in which the contribution was made. In-kind contributed services primarily included volunteer hours for program activities, management and general activities, and education and outreach activities by the officers and Board members for which they don't seek reimbursement from the Fund. Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Fund.

During the year ended June 30, 2017 the fund recognized in-kind contributed services for certain types of services received from the volunteers. The In-kind Contributed Services for the year ended June 30, 2017 were as follows:

Type of service	2017
Research projects	\$ 352,513
Management and general activities	23,501
Fundraising, Promotion and Events	749
Total	\$ 376,763

The executive director serves without compensation from the Fund. In-kind contributions include approximately \$132,000 for services from the executive director for the year ended June 30, 2017.

The net amount after depreciation of previously unrecognized in-kind donated Furniture and Works-of Art amounted to \$9,549 and \$9,500 respectively.

**FELIDAE CONSERVATION FUND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2017**

**1. Nature of Activities and Significant Accounting Policies (continued)**

Income Taxes

The Fund has been classified as a publicly supported, tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code ("Code"); as an organization, contributions to which are deductible under Section 170(c) of the Code; and as an organization that is not a private foundation as defined in the Section 509(a) of the Code and is exempt from California franchise taxes under Revenue and Taxation Code Section 23701(d). Accounting for Uncertainty in Income Taxes clarifies the accounting for uncertainty in income taxes recognized in an enterprise's financial statements. Management has analyzed the tax positions taken by the Fund and has concluded that as of June 30, 2017, there are no uncertain tax positions taken or expected to be taken that would require recognition of a liability or disclosure in the financial statements. The Fund recognizes accrued interest and penalties associated with uncertain tax positions, if any. There was no income tax related interest or penalties recorded for the period ended June 30, 2017. Management is currently evaluating the effect that this guidance will have on the Fund's financial statement and related disclosures.

Recent Accounting Pronouncements

In August 2016, the FASB issued Accounting Standards Update ("ASU") No. 2016-14, "Presentation of Financial Statements of Not-for-Profit Entities." ASU 2016-14 will amend financial-statement presentations and disclosures, with the goal of assisting not-for-profit organizations in providing more relevant information about their resources (and the changes in those resources) to donors, grantors, creditors, and other users. ASU 2016-14 includes qualitative and quantitative requirements in the following areas: (i) net asset classifications, (ii) investment returns, (iii) expense categorizations, (iv) liquidity and availability of resources, and (v) the presentation of operating cash flows. The new standard will be effective for fiscal reporting periods beginning after December 15, 2017. Felidae Conservation Fund will adopt the ASU 2016-14 when it becomes effective.

**2. Property and Equipment**

Property and equipment at June 30, 2017:

	2017
Furniture and equipment	\$ 5,886
Computer equipment	5,078
Project equipment	84,393
Vehicles	33,000
Total	128,357
Accumulated depreciation	(96,926)
Property and equipment - net	\$ 31,431

**FELIDAE CONSERVATION FUND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2017**

**3. Functional Allocation of Expenses**

The costs of providing the various programs and supporting services have been summarized on a functional basis in the accompanying statements of activities and functional expenses. Accordingly, certain expenses have been allocated by management among the programs and supporting services using reasonable ratios determined by management.

**4. Related Party Transactions**

During the year ended June 30, 2017, individual members of the Fund's Board of Directors and their affiliates contributed \$50,500 to the Fund.

**5. Subsequent Events**

Management evaluated subsequent events through April 27, 2018, the date these financial statements were available to be issued. There were no material subsequent events that required disclosure in these financial statements.