

THE HUMANE SOCIETY OF THE UNITED STATES
COMPARATIVE FINANCIAL OPERATIONS REPORT
FOR THE YEARS ENDED DECEMBER 31, 2002 and 2001

Consolidated Statement of Financial Position

	December 31	
	2002	2001
Assets		
Cash and cash equivalents	\$7,200,698	\$8,424,107
Receivables	3,617,857	683,868
Prepaid expenses, deferred charges and deposits	2,926,685	1,888,343
Investments, at market value	76,778,364	85,359,256
Fixed assets, net of depreciation	9,817,932	9,945,377
Intangible pension asset	867,119	—
Total Assets	<u>\$101,208,655</u>	<u>\$106,300,951</u>
Liabilities	\$13,067,482	\$9,722,183
Net Assets		
Unrestricted	61,531,825	70,291,641
Temporarily restricted	6,031,018	5,740,373
Permanently restricted	20,578,330	20,546,754
Total Net Assets	<u>88,141,173</u>	<u>96,578,768</u>
Total Liabilities and Net Assets	<u>\$101,208,655</u>	<u>\$106,300,951</u>

Consolidated Statement of Activities

	Unrestricted	Temporarily Restricted	Permanently Restricted	Year Ended December 31	
				2002 Total	2001 Total
Revenue, Other Additions, and Transfers					
Contributions and grants	\$50,808,503	\$5,885,782	\$6,522	\$56,700,807	\$48,800,136
Bequests	11,261,150	496,687	12,820	11,770,657	6,672,551
Investment income	3,842,823	641,020	—	4,483,843	3,619,657
Sale of literature and other income, net	3,176,185	—	—	3,176,185	3,136,531
Total Revenue and Other Additions	<u>\$69,088,661</u>	<u>\$7,023,489</u>	<u>\$19,342</u>	<u>\$76,131,492</u>	<u>\$62,228,875</u>
Transfers (Net Assets released from restrictions)	5,886,917	(5,886,917)	—	—	—
Total Revenue, Other Additions, and Transfers	<u>\$74,975,578</u>	<u>\$1,136,572</u>	<u>\$19,342</u>	<u>\$76,131,492</u>	<u>\$62,228,875</u>
Expenses and Other Deductions					
Animal-protection programs					
Public education, membership information, and publications	\$22,300,523	—	—	\$22,300,523	\$18,004,052
Cruelty investigations and regional offices	5,069,431	—	—	5,069,431	4,748,183
Wildlife, animal-habitat, and sheltering programs	9,282,107	—	—	9,282,107	8,945,904
Youth and higher-education programs	2,852,855	—	—	2,852,855	2,850,841
Legal assistance, litigation, legislation, and government relations	2,264,877	—	—	2,264,877	1,962,172
Animal research issues and bioethics and farm animals	1,962,006	—	—	1,962,006	1,676,188
Supporting services					
Management and general	5,630,311	—	—	5,630,311	5,385,645
Membership development	1,406,064	—	—	1,406,064	1,242,884
Fund-raising	21,709,193	—	—	21,709,193	19,304,781
Total Expenses and Other Deductions	<u>\$72,477,367</u>	<u>0</u>	<u>0</u>	<u>\$72,477,367</u>	<u>\$64,120,650</u>
Change in Net Assets before net appreciation in fair value of investments	\$2,498,211	\$1,136,572	\$19,342	\$3,654,125	(\$1,891,775)
Minimum pension liability adjustment	(451,206)	—	—	(451,206)	—
Net assets received in acquisition of The Ark Trust, Inc.	198,774	—	—	198,774	—
Net appreciation in fair value of investments	<u>(11,005,595)</u>	<u>(845,927)</u>	<u>12,234</u>	<u>(11,839,288)</u>	<u>(10,186,318)</u>
Change in Net Assets	<u>(\$8,759,816)</u>	<u>\$290,645</u>	<u>\$31,576</u>	<u>(\$8,437,595)</u>	<u>(\$12,078,093)</u>

The HSUS is tax exempt under Section 501(c)(3) of the Internal Revenue Code.
Contributions are tax deductible to the extent allowed by law.
The HSUS's audited financial statements are available upon request.