**LOUISIANA SOCIETY FOR THE PREVENTION**

**OF CRUELTY TO ANIMALS**

**CONSOLIDATED FINANCIAL STATEMENTS**

**AS OF AND FOR THE YEARS ENDED**

**DECEMBER 31, 2025 AND 2024**

ERICKSEN KRENTEL LLP
CERTIFIED PUBLIC ACCOUNTANTS • CONSULTANTS

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ERICKSEN KRENTEL LLP
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# INDEPENDENT AUDITORS' REPORT

To the Board of Directors and Management of
Louisiana Society for the Prevention of Cruelty to Animals
New Orleans, Louisiana

## Opinion

We have audited the accompanying consolidated financial statements of Louisiana Society for the Prevention of Cruelty to Animals (a nonprofit organization) and subsidiaries (the Organization), which comprise the consolidated statements of financial position as of December 31, 2025 and 2024, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of Louisiana Society for the Prevention of Cruelty to Animals and subsidiaries as of December 31, 2025 and 2024, and the changes in their net assets and their cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

## Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to financial audit contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Organization and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

## Responsibilities of Management for the Financial Statements

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

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

ERICKSEN KRENTEL LLP
CERTIFIED PUBLIC ACCOUNTANTS • CONSULTANTS

To the Board of Directors and Management of
Louisiana Society for the Prevention of Cruelty to Animals
New Orleans, Louisiana

**Auditors' Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the consolidated financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the consolidated financial statements.

- Obtain an understanding of internal control relevant to the audit 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 Organization's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the consolidated financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for a reasonable period of time.

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To the Board of Directors and Management of
Louisiana Society for the Prevention of Cruelty to Animals
New Orleans, Louisiana

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

**Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The schedule of compensation, benefits, and other payments to agency head, as required by Louisiana Revised Statue 24:513A.(3), is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated May 10, 2026, on our consideration of the Organization's internal control over financial reporting and on our tests of their compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Organization's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control over financial reporting and compliance.

May 16, 2026
New Orleans, Louisiana

Ericksen Krentel, LLP
Certified Public Accountants

**LOUISIANA SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS**
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2025 AND 2024

**ASSETS**

| | 2025 | 2024 |
|---|---|---|
| **CURRENT ASSETS:** | | |
| Cash and cash equivalents | $ 8,783,208 | $ 8,724,453 |
| Receivables: | | |
| Accounts receivable | 78,332 | 79,392 |
| Contracts receivable | 609,747 | 583,660 |
| Promises to give, current portion | 300,000 | 300,000 |
| Inventory | 89,648 | 56,490 |
| Prepaid expenses | 366,453 | 320,494 |
| Total current assets | 10,227,388 | 10,064,489 |
| **INVESTMENTS:** | | |
| Beneficial interest in designated fund | 1,988,459 | 1,838,407 |
| Operating fund | 1,032,195 | 213 |
| Endowment fund | 16,600,833 | 12,606,835 |
| Total investments | 19,621,487 | 14,445,455 |
| **PROPERTY AND EQUIPMENT:** | | |
| Land | 971,927 | 971,927 |
| Buildings | 25,738,575 | 25,694,454 |
| Equipment | 4,153,008 | 3,958,296 |
| Furniture and fixtures | 700,616 | 698,055 |
| Construction in progress | 264,233 | 40,370 |
| Total property and equipment | 31,828,359 | 31,363,102 |
| Less: accumulated depreciation | (12,056,460) | (11,255,495) |
| Net property and equipment | 19,771,899 | 20,107,607 |
| **OTHER ASSETS:** | | |
| Promises to give, net of current portion, discounted | 574,907 | 862,925 |
| Right of use assets - financing lease, net | 2,528 | 22,353 |
| Deposits | 8,563 | 8,563 |
| Total other assets | 585,998 | 893,841 |
| Total assets | $ 50,206,772 | $ 45,511,392 |

**See accompanying NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**

**LOUISIANA SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS**
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (CONTINUED)
DECEMBER 31, 2025 AND 2024

**LIABILITIES AND NET ASSETS**

| | 2025 | 2024 |
|---|---|---|
| **CURRENT LIABILITIES:** | | |
| Accounts payable | $ 190,369 | $ 181,839 |
| Accrued expenses | 197,696 | 193,785 |
| Financing lease liabilities, current portion | 2,474 | 9,554 |
| Total current liabilities | 390,539 | 385,178 |
| **LONG-TERM LIABILITIES:** | | |
| Financing lease liabilities, net of current portion | - | 2,563 |
| Total long-term liabilities | - | 2,563 |
| Total liabilities | 390,539 | 387,741 |
| **NET ASSETS:** | | |
| Net assets without donor restrictions: | | |
| Board designated | 16,600,833 | 12,606,835 |
| Undesignated | 27,397,537 | 25,264,176 |
| Total net assets without donor restrictions | 43,998,370 | 37,871,011 |
| Net assets with donor restrictions | 5,817,863 | 7,252,640 |
| Total net assets | 49,816,233 | 45,123,651 |
| Total liabilities and net assets | $ 50,206,772 | $ 45,511,392 |

**See accompanying NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**

Exhibit "B"

**LOUISIANA SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS**
CONSOLIDATED STATEMENTS OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2025

| | Without Donor Restrictions | With Donor Restrictions | Total |
|---|---|---|---|
| **REVENUES AND SUPPORT:** | | | |
| Contract revenues | $ 3,851,792 | $ - | $ 3,851,792 |
| Bequests | 2,460,536 | - | 2,460,536 |
| Grants and contributions | 2,859,969 | 750,763 | 3,610,732 |
| Gifts in kind | - | - | - |
| Special event revenues | 208,522 | - | 208,522 |
| Service fees | 2,150,643 | - | 2,150,643 |
| Retail sales | 484,215 | - | 484,215 |
| Investment income, net | 2,634,606 | - | 2,634,606 |
| Miscellaneous income | 27,521 | - | 27,521 |
| Total public support and other revenues | 14,677,804 | 750,763 | 15,428,567 |
| Net assets released from restrictions | 2,185,540 | (2,185,540) | - |
| Total revenues and support | 16,863,344 | (1,434,777) | 15,428,567 |
| **EXPENSES:** | | | |
| Program services: | | | |
| Animal services | 5,316,492 | - | 5,316,492 |
| Clinic | 2,906,683 | - | 2,906,683 |
| Other programs | 1,260,681 | - | 1,260,681 |
| Supporting services: | | | |
| Fundraising | 1,099,040 | - | 1,099,040 |
| Management and general | 153,089 | - | 153,089 |
| Total expenses | 10,735,985 | - | 10,735,985 |
| Change in net assets | 6,127,359 | (1,434,777) | 4,692,582 |
| Net assets at beginning of year | 37,871,011 | 7,252,640 | 45,123,651 |
| Net assets at end of year | $ 43,998,370 | $ 5,817,863 | $ 49,816,233 |

**See accompanying NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**

**LOUISIANA SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS**
CONSOLIDATED STATEMENTS OF ACTIVITIES (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2024

| | Without Donor Restrictions | With Donor Restrictions | Total |
|---|---|---|---|
| **REVENUES AND SUPPORT:** | | | |
| Contract revenues | $ 3,501,792 | $ - | $ 3,501,792 |
| Bequests | 3,150,777 | 640,015 | 3,790,792 |
| Grants and contributions | 1,486,408 | 2,155,041 | 3,641,449 |
| Gifts in kind | 596,594 | - | 596,594 |
| Special event revenues | 330,513 | - | 330,513 |
| Service fees | 1,875,663 | - | 1,875,663 |
| Retail sales | 434,519 | - | 434,519 |
| Investment income, net | 1,624,073 | - | 1,624,073 |
| Miscellaneous income | 146,375 | - | 146,375 |
| Total public support and other revenues | 13,146,714 | 2,795,056 | 15,941,770 |
| Net assets released from restrictions | 893,547 | (893,547) | - |
| Total revenues and support | 14,040,261 | 1,901,509 | 15,941,770 |
| **EXPENSES:** | | | |
| Program services: | | | |
| Animal services | 5,460,500 | - | 5,460,500 |
| Clinic | 2,740,852 | - | 2,740,852 |
| Other programs | 1,064,213 | - | 1,064,213 |
| Supporting services: | | | |
| Fundraising | 1,307,363 | - | 1,307,363 |
| Management and general | 115,896 | - | 115,896 |
| Total expenses | 10,688,824 | - | 10,688,824 |
| Change in net assets | 3,351,437 | 1,901,509 | 5,252,946 |
| Net assets at beginning of year | 34,519,574 | 5,351,131 | 39,870,705 |
| Net assets at end of year | $ 37,871,011 | $ 7,252,640 | $ 45,123,651 |

See accompanying NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

**LOUISIANA SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS**

CONSOLIDATED STATEMENTS OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED DECEMBER 31, 2025

| | Program Services | | | Supporting Services | | |
|---|---|---|---|---|---|---|
| | Animal Services | Clinic | Other Programs | Fundraising | Management and General | Total |
| Salaries | $ 2,430,222 | $ 1,251,315 | $ 630,835 | $ 258,572 | $ 80,030 | $ 4,650,974 |
| Payroll taxes and employee benefits | 417,048 | 202,996 | 101,267 | 42,519 | 12,029 | 775,859 |
| Total salaries and related expenses | 2,847,270 | 1,454,311 | 732,102 | 301,091 | 92,059 | 5,426,833 |
| Depreciation | 446,647 | 211,201 | 99,754 | 54,966 | 8,498 | 821,066 |
| Feed/medical supplies | 294,849 | 279,468 | 59,892 | - | - | 634,209 |
| Retail | 71,381 | 260,777 | - | 17,155 | - | 349,313 |
| General insurance | 459,739 | 167,473 | 77,199 | 39,001 | 9,352 | 752,764 |
| Vet care | 370,884 | 151,560 | - | - | - | 522,444 |
| Printing and stationery | 14,858 | 837 | 1,445 | 14,001 | 57 | 31,198 |
| Equipment rental | 18,376 | 8,480 | 34 | 66,630 | 4 | 93,524 |
| Occupancy expenses | 299,042 | 139,005 | 93,439 | 111,830 | 9,399 | 652,715 |
| Miscellaneous | 53,897 | 3,796 | 83,782 | 52,881 | 1,286 | 195,642 |
| Contract labor | 226,006 | 95,775 | 83,395 | 329,768 | 27,242 | 762,186 |
| Professional services | 60,151 | 46,602 | 8,383 | 31,356 | 1,069 | 147,561 |
| Maintenance/repairs | 132,988 | 43,414 | 16,202 | 8,492 | 1,463 | 202,559 |
| Travel, meals and meetings | 20,404 | 43,984 | 5,054 | 71,869 | 2,660 | 143,971 |
| Total functional expenses | $ 5,316,492 | $ 2,906,683 | $ 1,260,681 | $ 1,099,040 | $ 153,089 | $ 10,735,985 |

**See accompanying NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**

**LOUISIANA SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS**
CONSOLIDATED STATEMENTS OF FUNCTIONAL EXPENSES (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2024

| | Program Services | | | Supporting Services | | |
|---|---|---|---|---|---|---|
| | Animal Services | Clinic | Other Programs | Fundraising | Management and General | Total |
| Salaries | $ 2,465,431 | $ 1,150,216 | $ 503,035 | $ 362,076 | $ 64,857 | $ 4,545,615 |
| Payroll taxes and employee benefits | 423,535 | 197,595 | 65,029 | 60,134 | 9,722 | 756,015 |
| Total salaries and related expenses | 2,888,966 | 1,347,811 | 568,064 | 422,210 | 74,579 | 5,301,630 |
| Depreciation | 303,511 | 272,121 | 126,548 | 59,848 | 8,952 | 770,980 |
| Feed/medical supplies | 768,571 | 302,626 | 43,265 | - | - | 1,114,462 |
| Retail | - | 238,724 | - | 2,700 | - | 241,424 |
| General insurance | 455,254 | 157,417 | 61,418 | 30,680 | 7,775 | 712,544 |
| Vet care | 287,508 | 93,701 | - | - | - | 381,209 |
| Printing and stationery | 17,776 | 1,126 | 1,297 | 11,532 | 94 | 31,825 |
| Equipment rental | 14,642 | 6,173 | 36 | 55,375 | 3 | 76,229 |
| Occupancy expenses | 286,955 | 138,801 | 75,398 | 73,050 | 5,788 | 579,992 |
| Miscellaneous | 74,126 | 22,437 | 32,264 | 60,463 | 834 | 190,124 |
| Contract labor | 158,201 | 49,604 | 100,702 | 470,432 | 11,115 | 790,054 |
| Professional services | 46,954 | 41,041 | 7,791 | 27,142 | 740 | 123,668 |
| Maintenance/repairs | 114,749 | 50,176 | 17,563 | 9,453 | 4,015 | 195,956 |
| Travel, meals and meetings | 43,287 | 19,094 | 29,867 | 84,478 | 2,001 | 178,727 |
| Total functional expenses | $ 5,460,500 | $ 2,740,852 | $ 1,064,213 | $ 1,307,363 | $ 115,896 | $ 10,688,824 |

**See accompanying NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**

**LOUISIANA SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS**
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

| | 2025 | 2024 |
|---|---|---|
| **CASH FLOWS PROVIDED BY (USED FOR) OPERATING ACTIVITIES:** | | |
| Change in net assets | $ 4,692,582 | $ 5,252,946 |
| Adjustments to reconcile change in net assets to net cash provided by (used for) operating activities: | | |
| Depreciation and amortization | 821,066 | 770,980 |
| Change in discount on promises to give | (11,982) | 37,075 |
| Net realized and unrealized (gain) on investments | (2,080,343) | (1,279,511) |
| Noncash lease expense | 19,825 | 400 |
| (Increase) decrease in: | | |
| Accounts receivable | 1,060 | (17,630) |
| Contracts receivable | (26,087) | (28,344) |
| Promises to give | 300,000 | (1,200,000) |
| Inventory | (33,158) | 40,053 |
| Prepaid expenses | (45,959) | (67,848) |
| Increase (decrease) in: | | |
| Accounts payable | 8,530 | (48,782) |
| Accrued expenses | 3,911 | (25,182) |
| Net cash provided by operating activities | 3,649,445 | 3,434,157 |
| **CASH FLOWS PROVIDED BY (USED FOR) INVESTING ACTIVITIES:** | | |
| Purchases of property and equipment | (485,358) | (407,957) |
| Purchases of investments | (9,162,646) | (1,931,233) |
| Proceeds from the maturity and sales of investments | 6,066,957 | 2,269,284 |
| Net cash (used for) investing activities | (3,581,047) | (69,906) |
| **CASH FLOWS PROVIDED BY (USED FOR) FINANCING ACTIVITIES:** | | |
| Principal payments made on financing leases | (9,643) | (10,355) |
| Net cash (used for) financing activities | (9,643) | (10,355) |
| Net increase in cash and cash equivalents | 58,755 | 3,353,896 |
| Cash and cash equivalents at beginning of year | 8,724,453 | 5,370,557 |
| Cash and cash equivalents at end of year | $ 8,783,208 | $ 8,724,453 |

**See accompanying NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**

## (1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND NATURE OF OPERATIONS

### Organization

Louisiana Society for the Prevention of Cruelty to Animals ("LASPCA") is chartered in the State of Louisiana as a not-for-profit organization. LASPCA is classified as "not a private foundation" within the meaning of Section 509(a) of the Internal Revenue Code. LASPCA is an organization, as described in Section 170(b)(1)(A)(vi) of the Internal Revenue Code, that normally receives a substantial part of its support from direct or indirect contributions from the general public. LASPCA operates two animal shelters, a veterinary clinic, a rabies program, provides humane education and public relation services to the local community and provides animal control services for the City of New Orleans and Plaquemines Parish.

### Principles of Consolidation

The consolidated financial statements include the accounts of LASPCA and its subsidiaries LA/SPCA Holdings, LLC; New Orleans Humane Law & Rescue, Inc. (NOHLR); The Louisiana Society for the Prevention of Cruelty to Animals Plaquemines Campus, LLC (Plaquemines Campus); and Louisiana SPCA Foundation, Inc. (Foundation). All significant intercompany transactions have been eliminated in consolidation.

NOHLR and Plaquemines Campus are consolidated due to shared management and a shared board of directors with LASPCA.

The Foundation is consolidated due to (1) a shared management between LASPCA and the Foundation, (2) LASPCA appoints the voting majority of the Foundation's board of directors and (3) the Foundation operates exclusively for the benefit of LASPCA.

### Basis of Accounting and Financial Reporting Framework

The consolidated financial statements of LASPCA have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities in accordance with accounting principles generally accepted in the United States of America promulgated by the Financial Accounting Standards Board (FASB).

The financial statement presentation follows the recommendations of the FASB in its Accounting Standards Codification (ASC) 958-210-50-3, *Financial Statements of Not-for-Profit Organizations*. Under FASB ASC 958-210-50-3, LASPCA is required to report information regarding its consolidated financial position and activities according to two classes of net assets:

## (1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND NATURE OF OPERATIONS (CONTINUED)

### Basis of Accounting and Financial Reporting Framework (continued)

Net assets without donor restrictions - Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of LASPCA. These net assets may be used at the discretion of LASPCA's management and the board of directors. The revenues received in conducting the mission of LASPCA are included in this category.

Net assets with donor restrictions - Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of LASPCA or by the passage of time. Other donor restrictions are perpetual in nature, whereby, the donor has stipulated the funds be maintained in perpetuity.

### Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of support and revenues and expenses during the period. Actual results could differ from those estimates.

### Cash and Cash Equivalents

For purposes of the consolidated statement of cash flows, LASPCA considers all highly liquid debt instruments purchased with an initial maturity of three months or less to be cash equivalents. Cash equivalents do not include cash and money funds that are included within investments.

### Accounts and Contracts Receivable

LASPCA receives funding from local agencies for services rendered from its clinic operations (see Note 10). Management monitors the receivables and assesses the collectability of accounts on a monthly basis. LASPCA records an allowance for credit losses based on an assessment of the receivables. For the years ended December 31, 2025 and 2024, management has determined that no allowance was necessary and the use of the direct write off method would not have a significant impact on the financial statements.

### Grants Receivable

Grants receivable represent amounts due from grantors for funding provided to LASPCA. These receivables are evaluated separately from other receivables to reflect their unique nature. For the years ended December 31, 2025 and 2024, management has determined that no allowance was necessary and the use of the direct write off method would not have a significant impact on the financial statements.

## (1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND NATURE OF OPERATIONS (CONTINUED)

### Promises to Give

Unconditional promises to give are recognized as revenues in the period the pledge is received. The pledges are recorded at the net present value of estimated future cash flows using an appropriate discount rate. Additionally, LASPCA evaluates the collectability of pledges receivable and provides for an allowance when appropriate. Conditional promises to give are recognized as revenues only when the conditions attached to the pledge are substantially met.

### Inventory

Inventory is valued at the lower of cost, fair value at the date of donation, or net realizable value. Cost is determined by the first-in, first-out method.

### Investments

Investments are stated at fair value. There are no donor-restricted investments at December 31, 2025 and 2024. Gains and losses on investments are reported on the consolidated statements of activities as increases or decreases in net assets without donor restrictions. Dividends, interest and other investment income are reported in the period earned in the consolidated statements of activities as increases in net assets without donor restrictions. Investment return is presented net of investment fees.

LASPCA discloses the fair value of its investments in a hierarchy that prioritizes the inputs to valuation techniques used to measure the fair value. Investments are recorded at fair value on a recurring basis. Nonrecurring fair value adjustments, if any, would typically involve donated property, plant and equipment. There were no material nonrecurring fair value adjustments in 2025 and 2024. The three levels of the fair value hierarchy are described below:

> Level 1 lies at the top of the hierarchy. Inputs are quoted prices in active markets.
>
> Level 2 inputs are in the middle of the hierarchy, where data is adjusted from similar items traded in markets that are active markets or from identical or similar items in markets that are not active. Level 2 inputs do not stem directly from quoted prices.
>
> Level 3 inputs are unobservable and require the entity to develop its own assumptions.

For assets that are measured at fair value on a recurring basis in periods after initial recognition, there were no transfers between Levels 1 and 2, or transfers into and out of Level 3 in 2025 or 2024. If such transfers were to occur, they would be recognized as of the actual date of the event.

## (1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND NATURE OF OPERATIONS (CONTINUED)

### Investments (continued)

LASPCA's measurements of fair value are made on a recurring basis, and their valuation techniques (no changes in 2025 or 2024) for assets and liabilities recorded at fair value are as follows:

Mutual funds – Valued at the net asset value of shares on the last trading day of the fiscal year, which is the basis of transactions at that date.

Equities and exchange traded funds – Valued at the quoted market price of shares on the last trading day of the year.

Common collective trusts –Valued at the net asset value of units held on the last trading day of the fiscal year, which is the basis of transactions on that date.

Assets held by others – Valued using information provided by external investment managers as of the measurement date, including certain investments based on significant unobservable inputs.

These methods may produce a fair value calculation that may not be indicative of the net realizable value or reflective of future fair values. Furthermore, although LASPCA believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

### Endowment Fund

FASB ASC 958 provides guidance on the net asset classification of donor-restricted endowment funds for a nonprofit organization that is subject to an enacted version of the Uniform Prudent Management of Institutional Funds Act of 2006 (UPMIFA). It also requires additional disclosures about an organization's endowment funds (both donor-restricted endowment funds and board-designated endowment funds) whether or not the organization is subject to UPMIFA (see Note 6). In 2010, the State of Louisiana adopted UPMIFA. LASPCA did not have any donor-restricted endowment funds during 2025 or 2024.

### Property and Equipment and Depreciation

Depreciable assets are valued at cost if purchased or fair value if contributed. It is LASPCA's policy to capitalize assets costing $1,000 or more. Buildings are being depreciated over their estimated useful lives of 40 years using the straight-line method of depreciation. Equipment and furniture are depreciated over their estimated useful lives which range from 2 to 7 years using the straight-line method of depreciation. Depreciation expense for the years ended December 31, 2025 and 2024 was $821,066 and $770,980, respectively.

## (1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND NATURE OF OPERATIONS (CONTINUED)

### Leases

LASPCA applies judgment in determining whether a contract contains a lease and whether a lease is classified as an operating lease or a finance lease. LASPCA determines the lease term as the non-cancellable term of the lease, which may include options to extend or terminate the lease when it is reasonably certain that LASPCA will exercise that option. The lease term is used in determining classification between operating lease and finance lease, calculating the lease liability and determining the incremental borrowing rate.

For lease contracts that include extension and termination options, LASPCA applies judgment in evaluating whether it is reasonably certain to exercise the option to renew or terminate the lease. That is, it considers all relevant factors that create an economic incentive for it to exercise either the renewal or termination. After the commencement date of the lease, LASPCA reassesses the lease term if there is a significant event or change in circumstances that is within its control and affects its ability to exercise or not to exercise the option to renew or to terminate.

LASPCA is required to discount lease payments using the rate implicit in the lease if that rate is readily available. If that rate cannot be readily determined, the lessee is required to use its incremental borrowing rate. LASPCA generally uses the risk-free rate when initially recording leases. The risk-free rate applied is based on the yield on U.S. treasury bonds with similar terms to each individual lease's expected term on the recognition date. Leases with an initial term of 12 months or less are not recorded on the balance sheet. Lease expense is recognized for these leases on a straight-line basis over the lease term.

LASPCA determines the incremental borrowing rate of each lease by estimating the credit rating of LASPCA at the time the lease is recognized, referencing market yields corresponding to the credit rating and weighted average life of the lease, and factoring in other lease-specific factors such as assumed collateral.

Leases with an initial term of 12 months or less are not recorded on the balance sheet. Lease expense is recognized for these leases on a straight-line basis over the lease term.

### Board Designated Endowment Fund

LASPCA's governing board has designated $16,600,833 and $12,606,835 from net assets without donor restrictions to serve as an endowment fund as of December 31, 2025 and 2024, respectively.

## (1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND NATURE OF OPERATIONS (CONTINUED)

### Board Designated Operating Fund

LASPCA's governing board has designated $1,032,195 and $213 from net assets without donor restrictions to serve as an operating fund as of December 31, 2025 and 2024, respectively.

### Revenue Recognition

Contract Revenues

LASPCA provides animal control and sheltering services to the City of New Orleans and Plaquemines Parish under contracts that are renewed annually. Revenue under these contracts is recognized ratably over the year as the service is provided. LASPCA receives a set amount on a monthly basis under the terms of the contracts.

Bequests

LASPCA has been named as a beneficiary in various wills and trusts, (collectively, "bequests"). Bequests are recognized as revenue when the gift becomes unconditioned and irrevocable, and the amount is reasonably estimable. This typically occurs upon notification of the donor's death and when LASPCA has enforceable right to the assets.

Grants and Contributions

Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Support from contributions is recognized either on receipt or upon receiving an unconditional pledge or promise to give from a donor. Unconditional contributions are reported as unrestricted support which increases net assets without donor restrictions. LASPCA reports contributions of cash and other assets as donor restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statement of activities as net assets released from restrictions. Donor restricted contributions whose restrictions are met in the same reporting period that they are received are reported as net assets without donor restriction.

## (1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND NATURE OF OPERATIONS (CONTINUED)

### Revenue Recognition (continued)

Gifts in Kind

LASPCA reports contributions of land, buildings and equipment as unrestricted support unless explicit donor stipulations specify how the assets must be used. Contributions of long-lived assets with explicit restrictions that specify how the assets are to be used and contributions of cash or other assets that must be used to acquire or improve long-lived assets are reported as restricted support. Absent explicit donor stipulations about how long those long-lived assets must be maintained, LASPCA reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

Donated services are recognized as contributions in accordance with ASC 958 if the services: (a) create or enhance non-financial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by LASPCA. The members of the Board of Directors serve without compensation. Volunteers also provide animal care and fundraising services throughout the year. These services are not recognized as contributions in the financial statements since recognition criteria under ASC 958 were not met.

Special Event Revenues

LASPCA receives revenues from special events. A portion of special event revenues is recognized as a contribution at the time of the ticket purchase. These amounts are reported to the donor as tax-deductible net of the benefit to be received. The remainder of special event revenues is recognized when the event takes place as the event is the relevant performance obligation.

Service Fees

Service fees include adoptions, clinical medical services, spay and neuter fees, heartworm tags, and other services rendered to pet owners or veterinary clinics. These services are generally considered to contain a single performance obligation that is satisfied at a point in time and revenue is recognized when the service is provided. It is the policy of LASPCA to not refund these fees.

Retail Sales

Revenue from merchandise sales is recognized when the customer receives and pays for the merchandise. Sales taxes collected from customers are excluded from revenue. LASPCA does not have any financing components as payment is received at the point of sale. Returns are expected to be insignificant.

## (1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND NATURE OF OPERATIONS (CONTINUED)

### Income Taxes

LASPCA and Foundation are exempt from federal income taxes pursuant to Section 501(c)(3) of the Internal Revenue Code. There was no income tax on unrelated business income accrued in 2025 or 2024. Management also believes that all tax positions would be sustained if audited. There were no penalties or interest on income tax positions incurred in 2025 or 2024, but, if incurred, they would be classified in the statement of activities as a management and general expense. LASPCA's tax filings for the years ended December 31, 2022 through the current year are open to audit under statute of limitations by the Internal Revenue Service.

### Advertising Costs

Advertising costs are expensed in the period incurred. No costs are capitalized. Included in printing and stationery in the consolidated statement of activities, advertising costs charged to expense during the years ended December 31, 2025 and 2024 totaled $31,198 and $36,695, respectively.

### Functional Expenses

Directly identifiable expenses are charged to program and support services. Certain categories of expenses are attributable to more than one program or supporting function and are allocated on a reasonable basis that is consistently applied. The expenses that are allocated are salaries, payroll taxes and employee benefits, depreciation, feed/medical supplies, retail, general insurance, vet care, printing and stationery, equipment rental, occupancy expense, miscellaneous, contract labor, professional services, maintenance/repairs and travel, meals and meetings which are allocated based on usage studies conducted annually.

### Date of Management’s Review

Management has evaluated subsequent events through May 16, 2026, which is the date the financial statements were available to be issued.

## (2) LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following reflects LASPCA’s financial assets as of December 31, 2025 and 2024, respectively, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the balance sheet date. Amounts not available include amounts set aside for long-term investing in the endowment fund that could be drawn upon if the governing board approves that action. However, amounts already appropriated from the endowment for general expenditure within one year of the balance sheet date have not been subtracted as unavailable.

## (2) LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS (CONTINUED)

| | 2025 | 2024 |
|---|---|---|
| Financial assets, at year end | $ 29,967,681 | $ 24,995,885 |
| Less those unavailable for general expenditure within one year due to: | | |
| Promises to give, discounted | (574,907) | (862,925) |
| Time restricted assets held by others (Note 5) | (1,654,214) | (1,625,325) |
| Board designated operating fund | (1,032,195) | (213) |
| Board designated endowment fund | (16,600,833) | (12,606,835) |
| Financial assets available to meet cash needs for general expenditures within one year | $ 10,105,532 | $ 9,900,587 |

As part of LASPCA's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. As described in Note 6, LASPCA has assets held in an endowment which are in excess of amounts needed for daily cash requirements. Although LASPCA does not intend to spend from its assets held at the Foundation other than amounts appropriated for general expenditure as part of its annual budget approval and appropriation process, amounts from the assets could be made available if necessary.

## (3) PROMISES TO GIVE

Promises to give consist of the following at December 31, 2025 and 2024:

| | 2025 | 2024 |
|---|---|---|
| Amounts due less than one year | $ 300,000 | $ 300,000 |
| Amounts due in one to five years | 600,000 | 900,000 |
| Total promises to give | 900,000 | 1,200,000 |
| Less: present value discount | (25,093) | (37,075) |
| Total promises to give, net | $ 874,907 | $ 1,162,925 |

Pledges that are to be received after one year of the consolidated statement of financial position date are discounted to net present value based on the applicable U.S. Treasury yield rate as of the current year-end (4.16% at December 31, 2025) for valuation.

## (4) INVESTMENTS

Investments consist of the following as of December 31, 2025 and 2024:

| | 2025 | Hierarchy |
|---|---|---|
| Money market mutual funds | $ 1,427,776 | Level 1 |
| Exchange traded funds | - | Level 1 |
| Common trust funds | 4,811,967 | NAV |
| Assets held by others | 1,988,459 | Level 3 |
| Mutual fund | 11,393,285 | Level 1 |
| Total investments | $ $19,621,487 | |

| | 2024 | Hierarchy |
|---|---|---|
| Money market mutual funds | $ 350,217 | Level 1 |
| Exchange traded funds | 1,720 | Level 1 |
| Common trust funds | 4,080,876 | NAV |
| Assets held by others | 1,838,407 | Level 3 |
| Mutual fund | 8,174,235 | Level 1 |
| Total investments | $ $14,445,455 | |

Investments held in common trust funds are valued at fair value based on the net asset value ("NAV") of units held of the collective fund. The NAV is based on the observable market prices of the underlying investments within the fund less liabilities. The NAV for the underlying assets of the fund is a readily determinable measure of their fair value and is the basis used by the fund for current transactions. The common trust funds indirectly invest in a mix of U.S. and international common stocks and fixed income securities through holdings in various mutual funds. There are currently no redemption restrictions or unfunded commitments on these investments.

The following schedule summarizes the net investment return, including beneficial interest in designated funds activity (Note 5), and its classification in the consolidated statement of activities for the years ended December 31, 2025 and 2024:

| | 2025 | 2024 |
|---|---|---|
| Interest and dividend income | $ 658,615 | $ 438,991 |
| Realized and unrealized gains | 2,080,343 | 1,279,511 |
| Investment management fees | (104,352) | (94,429) |
| Total investment income, net | $ 2,634,606 | $ 1,624,073 |

## (5) BENEFICIAL INTEREST IN DESIGNATED FUNDS

LASPCA has received an unconditional, unrestricted, multiple year pledge in perpetuity of only the income from a $200,000 bequest from an estate held with The Greater New Orleans Foundation. The fair value of this income cannot be reasonably estimated as it is under the control of The Greater New Orleans Foundation, which is an unrelated non-profit organization.

On December 30, 2022, LASPCA was bequeathed a designated fund held with the Hancock Whitney trust department and managed by the Jewish Endowment Foundation of Louisiana (JEF). The JEF will pay LASPCA the income generated by the fund at the end of each calendar year prior to April 1st of the following year, commencing in 2024. LASPCA recorded the donation as a restricted bequest of investments held by others at the fair value of the assets held by the JEF of $1,625,325 in the year ended December 31, 2022. The value of assets held in the fund was $1,988,459 and $1,838,407 as of December 31, 2025 and 2024, respectively. LASPCA cannot withdraw the principal held in the fund until December 30, 2042, and therefore, the principal of the gift is considered restricted as of December 31, 2025 and 2024.

The beneficial interest in assets held at the JEF has been valued, as a practical expedient, at the fair value of LASPCA's share of the JEF's investment as of the measurement date. This places the investments within level 3 of the fair value hierarchy as it relies on significant unobservable inputs. The JEF values securities and other financial instruments on a fair value basis of accounting. The estimated fair values of certain investments of the JEF, which includes private placements and other securities for which prices are not readily available, are determined by the management of the JEF and may not reflect amounts that could be realized upon immediate sale, nor amounts that ultimately may be realized. Accordingly, the estimated fair values may differ significantly from the values that would have been used had a ready market existed for these investments. There were no purchases or transfers into level 3 for the years presented.

## (6) ENDOWMENT FUND

In 1987, the Board of Directors approved the establishment of discretionary trusts for the preservation and management of such specific funds received by LASPCA. These funds are currently being administered by investment management through Diversified Trust and Charles Schwab Institutional. A resolution of the Board of Directors limits the use of endowment funds, but allows funds to be used for operating purposes, with approval of the Board of Directors. These assets are unrestricted. The resolutions of the Board of Directors are voluntary, self-imposed limits; therefore, the income is recorded in LASPCA's other operating revenue. These assets are presented on the consolidated statements of financial position as net assets without donor restrictions – board designated.

## (6) ENDOWMENT FUND (CONTINUED)

Endowment Investment Spending Policies - LASPCA's investment spending policy is that all income earned on the board designated endowment fund is to be reinvested or used for operating purposes, with the approval of the Board of Directors.

Endowment Investment Policies - LASPCA's investment policy is that all endowed funds will be maintained and managed within their investment pool and in accordance with their investment policies that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of these endowment assets over the long-term.

Changes in board designated endowment fund without donor restrictions for the years ended December 31, 2025 and 2024 consists of the following:

| | 2025 | 2024 |
|---|---|---|
| Balance, January 1st | $ 12,606,835 | $ 11,765,641 |
| Contributions | 2,341,198 | - |
| Interest and dividend income | 379,641 | 355,553 |
| Net realized and unrealized gain | 1,909,293 | 1,125,958 |
| Administrative fee | (84,863) | (75,157) |
| Distribution from board designated endowment pursuant to distribution policy | (551,271) | (565,160) |
| Balance, December 31st | $ 16,600,833 | $ 12,606,835 |

## (7) LINE OF CREDIT

LASPCA entered into a $400,000 working capital line of credit agreement with Gulf Coast Bank and Trust Company. The line matures on August 31, 2026 and is secured by deposit accounts. Terms of repayment require monthly payments of interest at the greater of 7.50% or the prime lending rate plus .25 percentage points (7.75% at December 31, 2025). LASPCA had no amounts outstanding on this line of credit as of December 31, 2025 and 2024.

## (8) NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions at December 31, 2025 and 2024 are available for the following purposes:

| | 2025 | 2024 |
|---|---|---|
| Animal adoptions | $ 110,538 | $ 127,892 |
| Capital improvements | 3,376,692 | 4,569,755 |
| Disaster response programs | 162,420 | 177,470 |
| Education programs | 25,000 | 26,614 |
| Equipment | 216,411 | 101,586 |
| Feral cat programs | 35,103 | 114,627 |
| Foster care programs | 193,524 | 445,629 |
| Heartworm treatment | 15,542 | 44,923 |
| Spay/neuter programs | 26,794 | 17,272 |
| Transportation programs | 1,625 | 1,547 |
| Time restricted investments held by others (Note 5) | 1,654,214 | 1,625,325 |
| Total net assets with donor restrictions | $ 5,817,863 | $ 7,252,640 |

## (9) RELEASES OF NET ASSETS WITH DONOR RESTRICTIONS

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes. Purpose restrictions accomplished were $2,185,540 and $893,547 in 2025 and 2024, respectively.

## (10) CONTRACT REVENUES

LASPCA contracts with the City of New Orleans (the City) through a cooperative endeavor agreement ("CEA") to operate an animal shelter and provide animal control services. The current CEA expires on December 31, 2027, and originally provided for an annual aggregate payment cap of $2,361,792. During 2025, the CEA was amended to increase the maximum payment for calendar year 2025 to $3,211,792 and stipulates that the maximum payment for the remaining years of the agreement will be determined based on the City's annual budget appropriations. Under the terms of the agreement, LASPCA received $3,211,792 and $2,861,792 from the City for the years ended December 31, 2025 and 2024, respectively. LASPCA is eligible to retain all adoption fees, wellness clinic fees, rabies vaccination fees, surrender fees, and grants or donations generated from sheltering operations.

In February 2026, the cooperative endeavor agreement with the City was amended to reduce the maximum funding amount available to LASPCA for the subsequent fiscal year. Management is currently evaluating the impact of the amendment on future operations and funding.

## (10) CONTRACT REVENUES (CONTINUED)

LASPCA contracts annually with the Plaquemines Parish Government as the governing authority for the Parish of Plaquemines, State of Louisiana (Parish) to operate an animal shelter in the Parish. Under the terms of the agreements, LASPCA receives the use of an animal shelter and 12 equal payments of $53,333. The value of the use of the animal shelter could not be reasonably estimated and has not been recognized in the consolidated financial statements. For each of the years ended December 31, 2025 and 2024, LASPCA recognized $640,000 of contract revenues in connection with this agreement. LASPCA is eligible to retain any and all adoption fees, wellness clinic fees, rabies vaccination fees, surrender fees, and grants or donations obtained from its operating of the shelter.

## (11) GIFTS IN KIND

LASPCA's policy related to gifts in kind is to utilize the assets given to carry out the mission of LASPCA. If an asset is provided that does not allow LASPCA to utilize it in its normal course of business, the asset will be sold at its fair market value as determined by appraisal or specialist depending on the type of asset. LASPCA did not receive in-kind contributions during the year ended December 31, 2025. LASPCA received $596,594 of medical supplies during the year ended December 31, 2024.

All contributed nonfinancial assets received by LASPCA for the year ended December 31, 2024 were considered without donor restrictions and able to be used by LASPCA as determined by the board of directors and management.

## (12) RETIREMENT PLAN

LASPCA has a 401(k) type profit sharing plan for all eligible employees. Employees are eligible to participate in the plan if they have been employed by LASPCA for one year. LASPCA makes matching contributions in an amount equal to 50% of such contributing participant's elective deferral which does not exceed 6% of the participant's compensation. Employer contributions for 2025 and 2024 were $44,139 and $48,497, respectively.

## (13) CONCENTRATIONS

LASPCA periodically maintains cash in bank accounts and investments in financial institutions in excess of insured limits. LASPCA has not experienced any losses and does not believe that significant credit risk exists as a result of this practice.

LASPCA received 25% and 18% of its total revenue from its animal control contract with the City of New Orleans for the years ended December 31, 2025 and 2024, respectively. Additionally, 88% of LASPCA's outstanding receivables were due from the City of New Orleans and Plaquemines Parish at December 31, 2025 and 2024. During the year ended December 31, 2025 LASPCA received 16% of its total revenue from one bequest and received 10% of its total revenue from two bequests during the year ended December 31, 2024.

## (14) COMMITMENTS

### Financing Leases

LASPCA leases copier equipment under a non-cancelable financing lease agreement requiring payments of $862 per month for a period of 60 months.

The following summarizes lease activity for the years ended December 31, 2025 and 2024:

| | 2025 | 2024 |
|---|---|---|
| Right of use asset | $ 50,563 | $ 50,563 |
| Accumulated amortization | (48,035) | (38,446) |
| Total right of use asset, net | $ 2,528 | $ 12,117 |

The following summarizes lease costs for the years ended December 31, 2025 and 2024:

| | 2025 | 2024 |
|---|---|---|
| Financing lease expense | $ 10,346 | $ 10,346 |
| Interest expense | 112 | 302 |
| Total leases costs | $ 10,458 | $ 10,648 |

The following summarizes the weighted average remaining lease term and discount rate as of December 31, 2025 and 2024:

| | 2025 | 2024 |
|---|---|---|
| Weighted average remaining lease term | 3 months | 15 months |
| Weighted average discount rate | 0.90% | 0.90% |

The maturities of lease liabilities as of December 31, 2025 are as follows:

| | |
|---|---|
| 2026 | $ 2,586 |
| Less: interest | (112) |
| Present value of lease liabilities | $ 2,474 |

### Operating Leases

LASPCA leases rental equipment under short-term operating lease agreements with monthly payments ranging from $10 to $55,000. Total rent expense of leased equipment under short-term operating leases during the years ended December 31, 2025 and 2024 totaled $93,524 and $76,229, respectively.

LASPCA made certain reclassifications to prior period amounts to conform to the current year presentation. These reclassifications did not have a material effect on the financial statements.

**LOUISIANA SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS**
SCHEDULE OF COMPENSATION, BENEFITS,
AND OTHER PAYMENTS TO AGENCY HEAD
FOR THE YEAR ENDED DECEMBER 31, 2025

| | | Ana Zorrilla<br>Chief Executive Officer |
|---|---|---|
| Time served | | 01/01/2025 - 12/31/2025 |
| Salary | $ | 2,858 |
| Benefits - insurance | | 77 |
| Benefits - retirement | | 86 |
| Benefits - short term disability | | 18 |
| Reimbursements - supplies | | 20 |
| Total compensation, benefits, and other payments | $ | 3,059 |

**See Independent Auditors' Report**

ERICKSEN KRENTEL LLP
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## INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Directors and Management of
Louisiana Society for the Prevention of Cruelty to Animals
New Orleans, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the consolidated financial statements of Louisiana Society for the Prevention of Cruelty to Animals (the Organization) (a nonprofit corporation), which comprise the consolidated statement of financial position as of December 31, 2025, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements, and have issued our report thereon dated May 8, 2026.

### Report on Internal Control Over Financial Reporting

In planning and performing our audit of the consolidated financial statements, we considered the Organization's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's consolidated financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

ERICKSEN KRENTEL LLP
CERTIFIED PUBLIC ACCOUNTANTS • CONSULTANTS

To the Board of Directors and Management of
Louisiana Society for the Prevention of Cruelty to Animals
New Orleans, Louisiana

**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Organization's consolidated financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the consolidated financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

New Orleans, Louisiana
May 16, 2026

Ericksen Krentel, LLP
Certified Public Accountants

**LOUISIANA SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS**
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED DECEMBER 31, 2025

## A. SUMMARY OF AUDIT RESULTS

1. The independent auditors' report expresses an unmodified opinion on the financial statements of Louisiana Society for the Prevention of Cruelty to Animals.

2. No significant deficiencies or material weaknesses disclosed during the audit of the financial statements are reported in the Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Performed in Accordance with *Government Auditing Standards.*

3. No instances of noncompliance were disclosed during the audit of the financial statements are reported in the Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Performed in Accordance with *Government Auditing Standards.*

4. No management letter was issued for the year ended December 31, 2025.

## B. FINDINGS – FINANCIAL STATEMENT AUDIT

None noted

**LOUISIANA SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS**
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2025

## SECTION I FINDINGS RELATED TO THE FINANCIAL STATEMENTS

None noted

## SECTION II MANAGEMENT LETTER

None noted