

**NORWEGIAN FJORD HORSE REGISTRY**

Financial Statements  
December 31, 2012 and 2011

# SALMIN, CELONA, WEHRLE & FLAHERTY, LLP

CERTIFIED PUBLIC ACCOUNTANTS

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## INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

To the Board of Directors  
Norwegian Fjord Horse Registry

We have compiled the accompanying statements of assets, liabilities, and net assets – modified cash basis of Norwegian Fjord Horse Registry (a not-for-profit Organization) as of December 31, 2012 and 2011, and the related statements of revenues, expenses and net assets – modified cash basis for the years then ended. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with the modified cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles. Modifications from the cash basis include capitalizing and depreciating fixed assets and accruing member overpayments.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the modified cash basis of accounting and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilations 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 or provide any assurance that there are not material modifications that should be made to the financial statements.

Management has elected to omit substantially all of the disclosures ordinarily included in financial statements prepared in accordance with the modified cash basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Organization's assets, liabilities, net assets, revenues and expenses. Accordingly, the financial statements are not designed for those who are not informed about such matters.

*Salmin, Celona, Wehrle & Flaherty, LLP*

Salmin, Celona, Wehrle & Flaherty, LLP

January 10, 2013

**NORWEGIAN FJORD HORSE REGISTRY**  
**STATEMENTS OF ASSETS, LIABILITIES AND NET ASSETS -**  
**MODIFIED CASH BASIS**  
**DECEMBER 31, 2012 AND 2011**

**ASSETS**

	2012	2011
<b>CURRENT ASSETS</b>		
Checking Accounts	\$ 4,057	\$ 1,406
Cash on Hand	0	3,485
Certificate of Deposit	15,702	15,611
Money Market Account	5,002	10,001
Total Current Assets	24,761	30,503
 <b>PROPERTY AND EQUIPMENT</b>		
Fixed Assets	10,118	10,118
Less: Accumulated Depreciation	(10,118)	(9,829)
Total Property and Equipment	0	289
 <b>TOTAL ASSETS</b>	<b>\$ 24,761</b>	<b>\$ 30,792</b>

**LIABILITIES AND NET ASSETS**

<b>LIABILITIES</b>		
Members Overpayments	\$ -	\$ 2,900
Total Liabilities	-	2,900
 <b>NET ASSETS</b>	24,761	27,892
 <b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 24,761</b>	<b>\$ 30,792</b>

**NORWEGIAN FJORD HORSE REGISTRY**  
**STATEMENTS OF REVENUES, EXPENSES AND NET ASSETS -**  
**MODIFIED CASH BASIS**  
**FOR THE YEARS ENDED DECEMBER 31, 2012 AND 2011**

	2012	2011
<b>REVENUES</b>		
ANNIVERSARY	\$ 0	\$ 1,511
AWARDS	190	450
EDUCATION	4,906	4,999
EVALUATION COMMITTEE	455	577
EVALUATIONS	0	4,178
NFHR OPERATIONS	36,975	36,010
PROMOTIONS	55	120
PUBLICATIONS	14,507	17,545
REGISTRARS	24,060	23,000
SALE OF PRODUCTS	4,776	5,770
OTHER	6,238	60
TOTAL REVENUES	92,162	94,220
<b>EXPENSES</b>		
ANNIVERSARY	0	3,608
AWARDS	343	593
COST OF GOODS SOLD	9,218	4,082
EDUCATION	6,035	6,398
EVALUATION COMMITTEE	0	3,517
MEMBERSHIP COMMITTEE	0	600
NFHR OPERATIONS		
Annual Director's Meeting	8,411	4,816
Bank Fees	194	373
Communications	1,800	2,152
Depreciation Expense	289	1,004
Dues and Subscriptions	0	553
Equipment	0	344
Insurance	2,072	1,623
Membership Renewals	545	0
Miscellaneous	214	20
Office Supplies	2,405	1,247
Payroll Taxes	0	661
Postage	2,358	2,248
Postage Meter	188	939
Printing	332	710
Professional Fees	2,350	4,122
Repairs and Maintenance	0	150
Software	368	332
Sub-Contract Labor	30,000	27,500

See Independent Accountants' Compilation Report

**NORWEGIAN FJORD HORSE REGISTRY**  
**STATEMENTS OF REVENUES, EXPENSES AND NET ASSETS -**  
**MODIFIED CASH BASIS**  
**FOR THE YEARS ENDED DECEMBER 31, 2012 AND 2011**  
(continued)

	<u>2012</u>	<u>2011</u>
<b>EXPENSES</b> (continued)		
PROMOTIONS	1,433	1,239
PUBLICATIONS	22,017	22,539
REGISTRAR	2,836	3,621
WEBSITE	<u>1,979</u>	<u>2,080</u>
TOTAL EXPENSES	<u>95,387</u>	<u>97,071</u>
<b>EXCESS OF OPERATING EXPENSES OVER</b> <b>OPERATING REVENUES</b>	(3,225)	(2,851)
<b>OTHER INCOME</b>		
Interest and Dividends	<u>94</u>	<u>148</u>
<b>EXCESS OF EXPENSES OVER REVENUES</b>	(3,131)	(2,703)
<b>NET ASSETS - BEGINNING OF YEAR</b>	<u>27,892</u>	<u>30,595</u>
<b>NET ASSETS - END OF YEAR</b>	<u><u>\$ 24,761</u></u>	<u><u>\$ 27,892</u></u>

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