

Financial Statement of

The HAMS Harm Reduction Network, Inc.

08/01/2011 - 07/31/2012

The HAMS Harm Reduction Network, Inc.

Statement of Financial Position (Balance Sheet)

08/01/2011 to 07/31/2012

	August 1, 2011	July 31, 2012
ASSETS		
Current Assets		
Cash in Bank	\$2,114.09	\$3,030.94
Travel Advance	\$0.00	\$101.00
Total Current Assets	\$2,114.09	\$3,131.94
Fixed Assets	\$0.00	\$0.00
TOTAL ASSETS	\$2,114.09	\$3,131.94
LIABILITIES		
	\$0.00	\$0.00
NET ASSETS (equity)	\$2,114.09	\$3,131.94

All assets are unrestricted.

See accompanying notes to financial statements

Prepared by Kenneth Anderson, Executive Director and Treasurer
August 18, 2012

The HAMS Harm Reduction Network, Inc.

Statement of Activities (Income Statement)

08/01/2011 to 07/31/2012

Income	\$13,735.89
Expenses	\$12,718.04
Change in Net Assets	\$1,017.85
Net Assets 08/01/2011	\$2,114.09
Net Assets 07/31/2012	\$3,131.94

Expense details

Salaries - lump sum	\$6,500.00	paid to ED
Salaries - payroll	\$1,001.26	citibank payroll,
web presence	\$1,328.67	parachat, USA web, lycos, yahoo, meetup, go daddy
Radio show	\$948.00	blog talk radio
book promo	\$886.91	comp copies, ALA book fair
rent, utilities	\$248.17	PO Box, Skype, Norton
research	\$730.29	books from Amazon and BN
printing	\$241.77	kinko's
office supplies	\$677.81	Staples, laptop, postage stamps, envelopes
HAMS T-shirts, etc	\$95.45	café press
bank service charge	\$15.35	Citibank
misc.	\$44.36	travel, donor refund, foreign transaction, UPS
TOTAL	\$12,718.04	

Revenue Details

Contributions, gifts and grants		\$2,333.31
Online donations	\$1,044.50	
Paper donations	\$1,288.81	
Program service revenue		\$11,313.84
Paperback sales	\$5,517.56	
Kindle edition sales	\$5,316.97	
Amazon associates program	\$471.06	
CafePress	\$8.25	
Other		\$88.74
Godaddy refund	\$88.74	
Total revenue		\$13,735.89

See accompanying notes to financial statements.

The HAMS Harm Reduction Network, Inc.

Cash Flow Statement

08/01/2011 to 07/31/2012

Cash flow from operating activities	\$1,017.85
Cash flow from investing activities (travel advance)	(\$101.00)
Cash Flow From Financing Activities	\$0.00
Net Increase in cash	\$916.85
Cash and cash equivalents, beginning of year	\$2,114.09
Cash and cash equivalents, end of year	\$3,030.94

See accompanying notes to financial statements.

The HAMS Harm Reduction Network, Inc.

Notes to Financial Statements

08/01/2011 to 07/31/2012

Organization and Summary of Significant Accounting Policies

Organization - The HAMS Harm Reduction Network (“HAMS”) is a nonprofit organization established under Section 501(c)(3) of the Internal Revenue Code. The mission of HAMS is to provide information and support to help people to reduce the risks and harms associated with the consumption of alcohol or with other high risk behaviors.

Basis of Accounting - The accompanying financial statements are presented using the cash method of accounting.

Assets - All assets are unrestricted.

Fixed Assets - HAMS has no fixed assets, computers are treated as expenses.

Lump Sum Payment and Salary - From the founding of HAMS January 15, 2007 to the close of the 2010-2011 fiscal year on July 31, 2011, Executive Director Kenneth Anderson paid all shortfalls out of his own pocket resulting in a total of \$13,837.30 contributed to HAMS. As a token of appreciation the HAMS board voted to pay Executive Director Kenneth Anderson a lump sum of \$6,500.00 (six thousand five hundred dollars) at the May 2012 board meeting. It was also resolved to begin paying Executive Director Kenneth Anderson a salary of \$300.00 (three hundred dollars) per month starting June 11, 2012. Salary is paid via CitiBank Payroll Service which calculates and pays all taxes, etc.

Travel Advance - HAMS paid \$101.00 (one hundred and one dollars) for Executive Director Kenneth Anderson's Amtrak ticket to attend the board meeting of the Baldwin Research Institute in Amsterdam New York and HAMS was reimbursed in full for this travel expense by the Baldwin Research Institute after the close of the fiscal year in August 2012.

Goods and Services - HAMS pays cash in advance for all goods and services.

Current Assets - All current assets aside from the travel advance consist of cash in the bank.

Sales - All HAMS products are manufactured and sold by third party vendors which pay HAMS royalties on sales. The HAMS book is sold through Amazon POD and kindle services, and HAMS T-shirts etc. are sold by CafePress. All products are program related.

Income Taxes – HAMS is exempt from Federal income and State franchise taxes under provisions of Section 501(c)(3) of the Internal Revenue Code and Section 23701 of the State Taxation Code respectively. As such, no provision for income taxes has been provided in these financial statements.

Snapshot of HAMS Finances from Founding to Present

	07	07-08	08-09	09-10	10-11	11-12
Income	\$360.37	\$1,080.12	\$389.01	\$932.79	\$6,714.61	\$13,735.89
Expenses	\$500.82	\$2,588.06	\$3,594.16	\$9,816.18	\$4,700.52	\$12,718.04
ED Donation	\$140.82	\$1,607.94	\$3,205.15	\$8,883.39	\$0.00	-\$6,500.00
Assets	\$0.00	\$100.00	\$100.00	\$100.00	\$2,114.09	\$3,131.94

Total payments from ED to HAMS	\$13,837.30
Total payments from HAMS to ED	\$6,500.00
Net payments from ED to HAMS	\$7,337.30