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Dr. Craig Brestrup
Wildlife Rescue & Rehabilitation
P.O. Box 369
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Dear Craig,

Thank you for your phone call from earlier this week. I wanted to get back to you quickly on our position regarding the WRR newsletter and GAAP requirement for disclosure of *joint costs*.

We recognize that the WRR newsletter is subject to the disclosure and reporting for *joint costs* as required by FASB ASC 958-720-50-2. On the Statement of Functional Expenses (page six of the 2014 audit financial statements) all costs related to the newsletter are included in the "printing and copying" line item. However, in our evaluation of *joint costs* we determined inclusion of separate footnote for these costs was not required as the costs are clearly immaterial to the operations and financial position of the Organization as such costs represented less than 3% of total expenses. For audit purposes this was below our computed materiality threshold. Generally, a separate footnote is not presented for immaterial items.

After discussing with you, we now understand certain users of the WRR financial statements are looking for this type disclosure, regardless of amount. Accordingly, beginning with the December 31, 2015 audit, we will include *joint cost* footnote disclosure.

We also noted that such costs in 2015 were allocated 33% each between G&A, program and fundraising costs. This will also be reviewed closer in 2015 as such costs probably need to be more heavily weighted to program and fundraising.

Craig, thanks for bringing this to our attention and we will review this new disclosure with you in the coming year.

Sincerely,

Tom Akin, Partner
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