

Subject: Sarge's moving Assets (Donations) into the Securities Market.

Sarge's is moving its burgeoning Assets into Publically Traded Securities. These Assets are presumably from donations, Haywood County subsidizing spay/neutering, and exorbitant fees being charged for animals.

This was first discovered by examining **Sarge's** 2016 IRS Form 990's, specifically page 11 of Part X:

| Form 990 (2016) | | SARGES ANIMAL RESCUE FOUNDATION INC | | Privacy Redaction | | Page 11 | |
|---|---|---|---------|-------------------|---------|---------|--|
| Part X | | Balance Sheet | | | | | |
| Check if Schedule O contains a response or note to any line in this Part X <input type="checkbox"/> | | | | | | | |
| | | (A) | | (B) | | | |
| | | Beginning of year | | End of year | | | |
| Assets | 1 | Cash - non-interest-bearing | 38,290 | 1 | 67,026 | | |
| | 2 | Savings and temporary cash investments | 383,109 | 2 | 313,730 | | |
| | 3 | Pledges and grants receivable, net | | 3 | | | |
| | 4 | Accounts receivable, net | 2,203 | 4 | 6,204 | | |
| | 5 | Loans and other receivables from current and former officers, directors, trustees, key employees, and highest compensated employees. Complete Part II of Schedule L | | 5 | | | |
| | 6 | Loans and other receivables from other disqualified persons (as defined under section 4958(f)(1)), persons described in section 4958(c)(3)(B), and contributing employers and sponsoring organizations of section 501(c)(9) voluntary employees' beneficiary organizations (see instructions). Complete Part II of Schedule L | | 6 | | | |
| | 7 | Notes and loans receivable, net | | 7 | | | |
| | 8 | Inventories for sale or use | | 8 | | | |
| | 9 | Prepaid expenses and deferred charges | | 9 | | | |
| | 10a | Land, buildings, and equipment: cost or other basis. Complete Part VI of Schedule D | 63,745 | 10a | | | |
| | b | Less: accumulated depreciation | 35,276 | 10b | | | |
| | | | 24,362 | 10c | 28,469 | | |
| | 11 | Investments - publicly traded securities | | 11 | 255,540 | | |
| | 12 | Investments - other securities. See Part IV, line 11 | | 12 | | | |
| | 13 | Investments - program-related. See Part IV, line 11 | | 13 | | | |
| | 14 | Intangible assets | | 14 | | | |
| 15 | Other assets. See Part IV, line 11 | | 15 | | | | |
| 16 | Total assets. Add lines 1 through 15 (must equal line 34) | 447,964 | 16 | 670,969 | | | |
| Liabilities | 17 | Accounts payable and accrued expenses | 3,903 | 17 | 6,840 | | |
| | 18 | Grants payable | | 18 | | | |
| | 19 | Deferred revenue | | 19 | | | |
| | 20 | Tax-exempt bond liabilities | | 20 | | | |
| | 21 | Escrow or custodial account liability. Complete Part IV of Schedule D | | 21 | | | |
| | 22 | Loans and other payables to current and former officers, directors, trustees, key employees, highest compensated employees, and disqualified persons. Complete Part II of Schedule L | | 22 | | | |
| | 23 | Secured mortgages and notes payable to unrelated third parties | | 23 | | | |
| | 24 | Unsecured notes and loans payable to unrelated third parties | | 24 | | | |
| | 25 | Other liabilities (including federal income tax, payables to related third parties, and other liabilities not included on lines 17-24). Complete Part X of Schedule D | | 25 | | | |
| | 26 | Total liabilities. Add lines 17 through 25 | 3,903 | 26 | 6,840 | | |
| Net Assets or Fund Balances | Organizations that follow SFAS 117 (ASC 958), check here <input checked="" type="checkbox"/> and complete lines 27 through 29, and lines 33 and 34. | | | | | | |
| | 27 | Unrestricted net assets | 444,061 | 27 | 664,129 | | |
| | 28 | Temporarily restricted net assets | | 28 | | | |
| | 29 | Permanently restricted net assets | | 29 | | | |
| | Organizations that do not follow SFAS 117 (ASC 958), check here <input type="checkbox"/> and complete lines 30 through 34. | | | | | | |
| | 30 | Capital stock or trust principal, or current funds | | 30 | | | |
| | 31 | Paid-in or capital surplus, or land, building, or equipment fund | | 31 | | | |
| | 32 | Retained earnings, endowment, accumulated income, or other funds | | 32 | | | |
| | 33 | Total net assets or fund balances | 444,061 | 33 | 664,129 | | |
| 34 | Total liabilities and net assets/fund balances | 447,964 | 34 | 670,969 | | | |

EEA

Form 990 (2016)

SEP 29 2019

Monroe A. Miller, Jr.
 2200 Camp Branch Road
 Waynesville, NC 28786

This page from the 2016 tax return, that **Sarge's**, a non-profit 501c3 corporation, is getting creative in distributing Assets. The key values are:

- Cash \$ 67,026
- Savings \$313,730
- **Investments** **\$255,540**
- Total Net Assets \$664,129

Golly, do any of **Sarge's** employees know that someone (Board of Director's, **Erica Leann Phillips**, who knows) is playing the stock market with donations?

Do folks that donate to **Sarge's** know that **Sarge's** is taking their donations and playing the stock market?

What if **Sarge's** makes a killing on the stock Market?

- Do **Sarge's** employees get a bonus?
- Does **Erica Leann Phillips** get a performance bonus for snatching Leon, a.k.a. Wagner, from TJ?
- What about a finders fee. Do Terry Ramey and I get a bonus for finding this out?
- How are capital gains treated on Form 990's?

Perhaps **Sarge's** can set up a little fish bowl in their lobby, and have employees, people that come in to adopt a dog, and people that donate to Sarge's add to the Monroe A. Miller, Jr., / Terry Ramey Finders Fee Fund.

By the way,

Sarge's is having a "Sarge's Furry Friends Benefit Bash", to be held at 6 pm on Thursday, October 3, 2019, at the Laurel Ridge Country Club in Waynesville.

<https://www.smokymountainnews.com/news/item/27683-sarge-s-furry-friends-benefit-bash>



Photo - Mountaineer

Isn't that **Kevin Ensley** and his wife **Alice** sitting at the circular table in the lower right corner of the photo?

Don't forget to see: <http://www.haywoodtp.net/pubTP/T190922.pdf> , **Sarge's** running a Scam Operation.

Monroe A. Miller, Jr.
Haywood County Taxpayer