Compassionate Living and Civic Participation *President's Message*

HE HUMANE SOCIETY OF THE UNITED STATES (HSUS) is a social change organization. Specifically, we seek to change the way people view and treat animals. As I look back on the year 2000—a year of chronological significance because it marks the dawn of a new millennium—I am struck not only by the simplicity of our goal, but also by the complexity of our task in achieving it.

There is no formula for changing attitudes and minds. Each person—shaped by experience, economic placement, cultural biases, ethnic heritage, and other influences—is a complex psychological package, and he or she processes and responds to information in distinct ways. In a country of 280 million people and a world of more than six billion, we cannot sit each person down, learn his or her psychographic

makeup, and deliver a scripted message. We have to reach out in broad strokes to the public and hope that we nourish and grow their compassionate instincts. We also have to rely on you, our members and supporters, to be ambassadors for the animals, reaching out to the people in your family, workplace, and community and providing a model of compassionate living and civic participation worthy of emulation.

Our collective task in changing hearts and minds is made all the more difficult by the strenuous defenses offered up by animal-use industries. Whether they are commercial fur trappers, factory farmers, circus industry boosters, or cockfighters, people who are exploiting animals represent significant deterrents to our goal of creating a humane society.

While we appeal to the universal value of alleviating cruelty and suffering, the exploiters also appeal to certain time-honored values that resonate with Americans. They speak of tradition; they talk of freedom; they argue for the preservation of livelihoods. Tradition, freedom, and economic opportunity are powerful values, but they cannot trump considerations of ethical conduct; these values lose their power when they are perverted into an excuse for behavior that



causes suffering and misery. Rocks-scissors-paper is a nice game, where one item breaks, cuts, or covers another. It is a game of black and white; it is orderly. But our social order does not work that way. An appeal to freedom that denies liberty to animals or a claim of economic livelihood that diminishes or destroys life itself falls under the weight of its inherent inconsistency.

Important pillars of our work at The HSUS are education, investigation, consumer action, and policy making. Each one is essential in the process of social change.

Education. Many people simply do not know of the abuses that animals endure. Many of us cherish notions of bucolic farms, when, in fact, industrialized factory farms confine animals, denying them the basic freedoms of movement and space. Most do not know that mink or foxes raised on "fur farms" are housed in cages that drive the animals mad before they are killed by electrocution or manual neck-breaking. In order to act, we need to be informed.

Investigation. Investigative work sharpens our awareness of abuses. And with the acquisition of dramatic footage or heretofore unknown information, we expose the abuse. Our investigation of the karakul lamb industry, for instance, revealed yet another compelling reason to shun fur and shut down this cruel industry.

Consumer Action. We vote for or against animal protection every day in the marketplace. When we eat lower on the food chain, we save animals' lives. When we buy products not tested on animals, we eliminate suffering. When we don't wear fur, we save lives. It's that simple.

Policy Making. Laws reflect the values of our culture. And laws constrain the actions of individuals who might otherwise harm animals if their choices were left to individual conscience. In 2000 The HSUS worked to pass ten new animal-protection laws in the U.S. Congress and dozens more in the states. With laws come change.

The HSUS is a catalyst for social change. But our work—and its yield of compassionate action—does not happen without you. Your financial support allows The HSUS to exist and grow. But more than that, you are the voice for animals in every community in this country. You determine what food and household products are stocked and sold in stores. You elect officials to public office. Never forget your power to effect change.

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Paul G. Irwin President and CEO

HUMANEWATCH.ORG

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Reaching for Our Vision

AS THE NATION'S LARGEST ANIMAL PROTECTION ORGANIZATION, with more than seven million constituents, The HSUS is stronger than ever. The dedicated HSUS staff of more than 250 people working in Washington, D.C., and 10 regional offices, strives to make the world a better place for animals. Whether the animals are mice used in biomedical testing, pigs confined in crates on factory farms, elephants killed for their ivory, or your own cats and dogs, The HSUS is promoting their protection.

Meeting the Needs of Domestic Animals

In addition to our day-to-day efforts to respond to the numerous inquiries about companion animals, in 2000 we expanded



our Pets for Life[™] campaign, which aims to keep pets and people together by helping pet caregivers solve the problems that often cause them to relinquish their pets. Specifically, the campaign

addresses animal behavior issues; rental housing restrictions; changes in lifestyle attributed to moving or the birth of a child;

human health problems such as allergies and diseases that weaken the immune system; animal health issues including spaying and neutering; and commitment problems that derive from unrealistic expectations on the part of the pet caregiver.

The HSUS's Pets for Life National Training Center held its first training session in



A student works with a shelter dog at The HSUS's Pets for Life National Training Center.

March 2000. Run in partnership with the Dumb Friends League in Denver, Colorado, the center saw 100 shelter personnel from 32 states and 65 shelters complete training in its first year. This vital program is being funded by Animal Planet[™], Frontline, the Kenneth A. Scott Charitable Trust, foundations, corporations, and individual donors.

The HSUS worked on legislation that would benefit companion animals as well. To protect pets traveling by air, we helped draft the Safe Air Travel for Animals Act, significant portions of which were adopted in the Federal Aviation Administration Reauthorization Act in April. It is estimated that up to 5,000 animals a year are injured, killed, or lost due to extreme temperatures, inadequate oxygen supplies, unsafe cargo design,

and poor handling techniques. The HSUS strongly supported the passage of two other bills protecting companion animals. One allows military dogs to find adoptive homes rather than face euthanasia when they retire, and the other provides strict penalties for harming federal law enforcement dogs and horses.





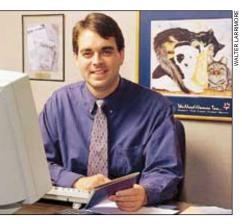
The HSUS helped to pass laws protecting dogs in the military and pets traveling by air.

We Don't Run Shelters We Help Shelters Run Better

RECENTLY HELPED a mid-sized Midwestern city build a beautiful new animal shelter. But I didn't contribute a dime or even lift a shovel. Instead, I wrote a report published by the International City/County Management Association (ICMA) explaining why and how cities and counties should run well-conceived animal care and control programs.

The report, the city's animal control director told me, helped convince city leaders of the need to replace the aging shelter with a new, state-of-the-art facility. It was only the latest validation of the vital role The HSUS plays in helping those on the front lines care for animals and protect the public in the most humane and effective ways possible.

Just as The HSUS promotes the protection of animals, the ICMA promotes quality local government through professional management. Our two organizations have met at the intersection of animal advocacy



and good governance four times since 1981, when we first collaborated in bringing new ideas and best practices in animal care and control to local government leaders. Best practices can be defined as those that protect your kids from being attacked by a dangerous dog, prevent your neighbor's dog from being tied to a chain for hours on end, and safeguard your neighborhood from legions of unsterilized, free-roaming animals.

I first traversed that intersection in 1993, when I wrote our third update of ICMA's influential report on local

animal control management. This year I wrote the fourth update. The intervening years have provided enough time to witness the gratifying transition of new ideas into standard practice.

One of those new ideas was the policy of sterilization at adoption, under which animal shelters spay or neuter all adopted dogs and cats *before* they go home with their new caregivers. The HSUS did not pioneer the concept; it came from an animal shelter that grew weary of having adopters promise in writing to spay or neuter their pets only to renege and later contribute to the overbreeding of pets. But, using our national platform and influence, we helped sell the idea. As we have done for so many best practices that help animals, we wrote reports, published articles, gave workshops, and spoke one-on-one with shelter managers across the country. Today we tell shelters that sterilization at adoption is something every community should be doing right now.

As one local humane society once said, animal shelters feed the hungry, shelter the homeless, and run a matchmaking service on the side. We help shelters worldwide ensure that the food is healthful, the shelter is stress-free, and the adoption is made to a lifelong home. In short, we don't run shelters; we help shelters run better.

It's a role I relish. And thanks to our enduring relationship with an association that promotes good governance, another set of best practices is now reaching an audience of people who work every day to protect the public and help animals get the care they deserve.

—Geoffrey L. Handy, Director, Communications and Campaigns, Companion Animals and Equine Protection The HSUS continued our work to protect horses and other equines. We worked with the U.S. Department of Agriculture (USDA) and certain horse industry organizations to strengthen the USDA's enforcement of the Horse Protection Act. In addition, staff members served as expert witnesses on the veterinary treatment of racehorses at a hearing at which the Ohio Veterinary Medical Board prosecuted five racetrack veterinarians for alleged inappropriate use of anabolic steroids in horses racing in Ohio.

Fighting Pet Overpopulation

The HSUS worked hard to combat the ever-present problem of pet overpopulation. Through a program called Project Outreach, the HSUS Great Lakes Regional Office worked to assist impoverished county humane societies and animal control facilities for the Appalachian region of Ohio, and the HSUS Central States Regional Office provided hands-on assistance at a free spay/neuter clinic in Hartsville, Tennessee.

Other regional offices were hard at work as well. The HSUS Northern Rockies Regional Office (NRRO) and West Coast Regional Office (WCRO) assisted Native American tribal leaders in developing programs to prevent pet overpopulation and successfully handle animal control. The NRRO spent more than 47 days working on spay/neuter, vaccination, and educational clinics on 14 reservations. The WCRO helped 852 animals on the Quinault, Warm Springs, Round Valley, and Hoopa reservations.

HSUS staff also helped with the pet overpopulation problem overseas. Working with the University of Pretoria (South Africa) Animal Care and Use Committee, we traveled to Johannesburg, South Africa, to participate in the initiation of a dog population control study. We trained the Johannesburg SPCA staff to prepare and store zona pellucida, the population control vaccine, in liquid nitrogen tanks.

Reaching Out to Shelters

The HSUS works with shelters in many ways. Animal Care Expo—The HSUS's annual international trade show and educational conference for the animal care and control



community—was held in Las Vegas, Nevada, February 16–19. It featured a sold-out exhibit hall, 36 specialized workshops, and nine



daylong courses on topics that ranged from illegal animal fighting to animal shelter design. A total of 1,523 animal care and control professionals attended the conference,

including 577

a sold-out exhibit hall, where attendees tried out thousands of useful products.

first-time attendees and 54 international guests. The HSUS also promoted National

Animal Shelter Appreciation Week (NASAW),



November 5–11. The goal of NASAW is to recognize the many services and programs that animal shelters provide to their communities. This year two new posters—featuring art by Patrick McDonnell, creator of the *Mutts*[®] cartoon—

were produced for shelters. In addition, for the third year in a row, McDonnell dedicated a week's worth of the

Mutts cartoon to shelters in honor of NASAW. *Animal Sheltering*, The HSUS's bimonthly

magazine for animal care and control professionals, has increased its subscriber base to 7,200. The second edition of Shelter Pages, The HSUS's national directory of manufacturers, suppliers, and service providers for the animal care and control field, was distributed to more than 20.000 humane





organizations nationwide.

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few weeks before I started my job at The HSUS, *Dateline NBC* broke a story on the trade of dog and cat fur products, and I knew I was coming to work at the right place. It took the better part of the 106th Congress to enact a ban on the sale, import, and export of these horrific products, but not much gets done quickly on Capitol Hill. It's like putting together a jigsaw puzzle: You have to make sure each piece is in the right place at the right time.

Representative Jerry Kleczka of Wisconsin (D-4th) had seen the *Dateline* story too. A true dog lover, he was outraged at the brutality. He wanted to ensure that U.S. consumers would no longer be unwitting participants in the purchase of dog and cat fur. As a member of the Ways and Means Committee handling import and export issues,



Rep. Kleczka was well situated to be our champion. We also reached out to Senator Bill Roth (R-DE), chairman of the powerful Senate Finance Committee with jurisdiction over import/export matters. We knew of his lifelong devotion to his Saint Bernards, and as we hoped, he enthusiastically welcomed the opportunity to lead the effort in the Senate.

The drafting process was surprisingly complicated, involving such tricky questions as how to ensure due process for those whose products are suspect. We also wanted to make sure the ban would not be vulnerable to a World Trade Organization (WTO) challenge by a country engaging in the trade of dog and cat fur products. The key was to prohibit all trade of dog and cat fur products in this country in a nondiscriminatory manner. In other words, as long as Congress bans the activity altogether, other countries should not be able to argue that they are being unfairly disadvantaged. We hope this approach will not only protect the dog and cat fur ban against a potential WTO challenge but also serve as a model for future animal protection and environmental laws to survive a WTO challenge.

-Mimi Brody, Director, Federal Legislation

The HSUS Animal Services Consultation program, our fee-forservice consultation program for local animal care and control agencies,



Our Animal Services Consultation program, conducted thorough evaluations of several local animal care and control agencies, makes recommendations for improvement.

evaluated agencies in Maryland, New Mexico, Oklahoma, Pennsylvania, and California. At the request of government officials or a nonprofit's board of directors, The HSUS assembles a team of experts to perform a site visit and make recommendations about how to improve local agencies' animal services.

Humane Society University (HSU), designed to provide animal shelter professionals with the ideas and theories behind managing a successful business, graduated more than 30 students in 2000.

HSU received honorable mentions from the Corporate University Xchange's Excellence Awards and the National Alliance

HUMANE SOCIETY UNIVERSITY

of Business. The certificate program through Johns

Hopkins University received the 2000 ACHE Distinguished Credit Program Award sponsored by Wayne State University. The national recognition HSU has enjoyed contributed to its success in receiving a grant from the Geraldine R. Dodge Foundation.

Providing Disaster Relief

Valentine's Day thunderstorms spawned tornadoes in south central Georgia, bringing staff from the HSUS Southeast Regional Office (SERO) and members of the HSUS animal disaster response team together to provide assistance. Their efforts included searching for and rescuing animal victims, setting up temporary animal facilities at the local animal

shelter, and providing animal supplies for pet caregivers affected by the tornadoes.

In June, wildfires developed in New Mexico, affecting the communities of Los Alamos and Santa Fe. The HSUS teams cared for more than 700 animal victims of the disaster. Two teams from The HSUS joined local animal control officers to rescue

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HSUS disaster relief efforts included setting up temporary shelters for animal victims.

Saying Good-Bye to a Kindred Spirit

OST DAYS I don't know whether to laugh or cry. Every day people send us pictures, poems, funny anecdotes, and tales about their pets, relatives, and friends who have passed away. I find these informal eulogies to be incredibly moving. Most of the letters sent to the Kindred Spirits[™] memorial program are filled with touching stories that reveal the heartbreak of saying good-bye. They serve as testaments to the powerful love that other living beings stir in our hearts and the profound effect they have on our lives.

I know how hard it is to lose a pet. I have lost three dogs in my life. I almost lost my fourth two years ago. My six-month-old yellow Lab was diagnosed with a tumor. My husband and I were devastated. Luckily he had surgery to remove the cancer, and to this day, he is cancer free. But not everyone is so lucky.

The idea for an official HSUS memorial program came to me when my grandfather died in 1998. I did some research and soon realized that there were no animal welfare groups that had formal memorial programs. Since losing a pet can be as traumatic as losing a family member, I knew The HSUS had a responsibility to create a way for people to make tributes in memory of their beloved pets.

The letters I read and my own experiences also told me that when death occurs, people often feel a compelling need

to express their deep feelings about their lost loved ones. In 2000, we began accepting entries for the first edition of our Diary of Kindred Spirits, a commemorative book that we plan to publish annually. The diary is a forum in which people can celebrate the special



bonds they shared with animals and memorialize these kindred spirits by sharing the stories of their lives and how much they meant to those left behind.

When you lose someone precious to you, it is nice to have something to hold on to and remind you of how much that loved one meant to you.

> -Robin Bacon, Manager, Kindred Spirits memorial program

animals who had to be left behind following the sudden, urgent order to evacuate.

August saw a continuation of wildfires in Montana and nearby states. The NRRO mobilized the HSUS mobile veterinary clinic and its new field response trailer and worked side by side with the Gallatin Valley Humane Society to establish a temporary shelter at the county fairgrounds. The NRRO also served as Animal Incident Command and helped create disaster plans for specialized animal facilities such as the Beartooth Nature Center.

To help animals and caregivers in future disasters, The HSUS signed a Memorandum of Understanding with the Federal Emergency Management Agency (FEMA) to help communities develop disaster plans that



HSUS staff and FEMA's James Lee Witt, middle, display the historic Project Impact agreement.

address the needs of animals and their caregivers. Called Project Impact, it is the first and only such agreement with an animal protection organization.

In March the SERO hosted the first National Animal Disaster Conference (NADC) with the Florida Department of Agriculture and Consumer Services, the Florida Division of Emergency Management, and the USDA. The three-day event drew more than 300 participants from 36 states and three countries. At the conference, The HSUS was instrumental in developing the National Animal Disaster Coalition, which comprises several other animal protection organizations active in disaster relief, as well as federal government agencies such as FEMA and the USDA.

With a generous grant from the Geraldine R. Dodge Foundation, The



HSUS completed the comprehensive *Disaster Planning* manual, which outlines how to develop household, animal facility, and community disaster plans for animals.

Helping Farm Animals

The HSUS promoted National Farm Animals Awareness Week in 2000 by sponsoring a life-sized fiberglass cow in CowParade New

York 2000. Our cow, entitled *A Walk in the Pasture,* was painted by HSUS Artist-in-Residence Ron Burns, and carried the message, "Celebrate



Our urban bovine stood on New York's Avenue of the Americas to promote farm animal awareness.

Farm Animals Awareness Week."

The HSUS began work on a campaign to educate and mobilize opposition to hog factory farms. Our efforts included instigating a Florida ballot initiative banning the use of gestation crates for pregnant sows and advising an alliance of Iowa hog farmers who are interested in developing a strategic plan to raise hogs according to a humane, sustainable ethic.

We are also reaching out to the academic and scientific communities regarding farm animal welfare. HSUS staff spoke at more than 10 universities in the United States and Britain. In 2000, we helped three graduate students attend the International Society for Applied Ethology Conference held in Brazil in October. This conference is the leading forum to present new findings in animal welfare science.

Protecting Wild Animals

Living with wildlife is one of the major challenges facing us as we enter the twentyfirst century. The HSUS Urban Wildlife Sanctuary Program (UWSP) works with state agencies, civic and community leaders, and even individual homeowners to establish model programs that result in protection and humane treatment of and appreciation for wildlife and our environment, while enhancing community life.

Our urban wildlife seminar series continued with special public forums in Monterey County, California, held in conjunction with the Monterey Society for the Prevention of Cruelty to Animals. We provided training in conflict resolution strategies for people dealing with Canada geese in Wisconsin and Virginia, as part of our continuing efforts to stop the roundup and slaughter of these birds. And we produced more than a dozen video segments, *Wild Neighbors Minutes*, that aired on the HSUS Animal Channel.

The UWSP reached a broad audience,

sharing ways to make the urban and suburban landscapes more hospitable to the wild creatures who share these environments. Through its property certification for individual landowners, municipalities, and others, the UWSP fosters humane and positive interaction with our

wild neighbors. The program's newsletter, *Wild Neighbors News*, was expanded and issued quarterly, reaching more than 10,000 new contacts during the year.

The HSUS Wildlife Land Trust (WLT) concluded a seventh successful year protecting wild animals by permanently preserving their natural habitats. In 2000, we dedicated 12 properties as wildlife sanctuaries that will be permanently protected from hunting, trapping, logging, and development. The WLT now protects 57,502 acres on 45 sanctuary properties in 19 states and three foreign countries.

The HSUS made significant progress in its efforts to use immunocontraception to provide humane, nonlethal management of wildlife, including captive populations. Most notably, our field tests showed that the porcine zona pellucida (PZP) vaccine can be used to reduce small populations of white-tailed deer in suburban environments. We also advanced our efforts to develop a safe, long-lasting, single-dose vaccine for preventing pregnancies in wild horses, deer, and other species. Internationally, The HSUS continues to work with South African National Parks to make immunocontraception a cost-effective tool for controlling





The HSUS WLT dedicated 12 properties as permanent wildlife sanctuaries.



HSUS staff and volunteers work to humanely reduce populations of white-tailed deer.



The HSUS helped keep New Jersey's black bears safe from hunters' sights.

populations of African elephants on parks and reserves.

At the same time, The HSUS actively opposed lethal methods as wildlife management tools. We scored two important victories in New Jersey. First, we mobilized citizen opposition and stopped a proposed hunt of the state's black bears. The HSUS offered to cooperate with the state both to implement educational programs to help New Jersey residents coexist with bears and to provide aversive conditioning to teach "problem" bears to avoid humans and their property.

Second, The HSUS backed wildlife activist Jack Schrier for the New Jersey Fish and Game Council. The governor's appointment of Schrier is a landmark advance in state wildlife management, one that The HSUS will work to repeat in other states across the country.



Former New Jersey Governor Christie Todd Whitman appoints nonhunter Schrier to the state's wildlife council.

We have been directly engaged in many hotly contested battles regarding mourning dove hunting. The day before Thanksgiving, in a lame-duck session of the Michigan legislature, we learned of a stealth effort promoting two bills to authorize a mourning dove hunt. In a down-to-the-wire struggle, we sent out thousands of alerts, mobilized our grassroots activists, phoned our membership, wrote testimony against the legislation, and assembled a lobbying and public relations strategy, defeating the Senate bill by a single vote.

The HSUS also supported state ballot initiatives restricting hunting and trapping. Washington voters enacted a ban on bodygripping traps for recreation and commerce in fur; Alaska voters passed a ban on sameday airborne hunting of wolves and defeated a prohibition on wildlife protection initiatives; Montana voters passed a measure to ban canned hunts; and Arizona voters defeated a supermajority requirement for wildlife protection measures.

We also worked relentlessly to secure funding for a \$1 million pilot program with the USDA's Wildlife Services to develop nonlethal predator control methods.

Helping Marine Wildlife

January 2000 saw the launch of a major coalition effort to protect the endangered Florida manatee. The HSUS and more than a dozen other environmental and animal protection organizations filed a lawsuit to force the U.S. Fish and Wildlife Service and the Florida Fish and Wildlife Conservation Commission to properly implement and rigorously enforce the Endangered Species Act in regard to the manatee. By the end of the year, settlements increasing the number of manatee sanctuaries, slowing boat speed zones, and increasing speed zone enforcement were imminent.

The HSUS fought proposed expansion of the definition of dolphin-safe tuna to include tuna caught by chasing, encircling, and netting dolphins to be considered dolphinsafe. We filed a lawsuit to overturn former Commerce Secretary William Daley's decision to weaken the dolphin-safe label definition. A federal judge agreed with our position, but the U.S. government is appealing the judge's decision. We also filed suit in the Court of International Trade to maintain the embargoes on dolphin-deadly tuna.

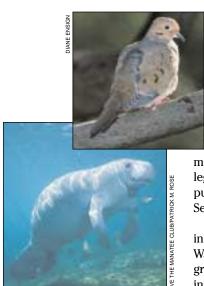
The HSUS took several actions to protect whales. In October we filed a lawsuit against the National Marine Fisheries Service, charging the agency with failing to

protect the highly endangered North Atlantic right whale. Only some 300 North Atlantic right whales are left in the wild, concentrated in waters off the East Coast of North America.



We filed another lawsuit to help the highly endangered North Atlantic right whale.

The HSUS continued the fight to keep the worldwide moratorium on commercial whaling in place. At the annual International Whaling Commission (IWC) meeting, we presented a paper on the evolving role of the IWC itself. Our position is that the IWC has evolved through practice and international law from a body that simply regulates whaling to one that encompasses the protection of whales and their habitat. In addition, The HSUS presented a paper asserting that Japan is in violation of an



The HSUS staved off a mourning dove hunt and filed a lawsuit to protect manatees.



Exposing a Shameful Side of Human Nature

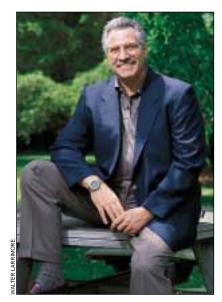
CONFRONTING HERE A SCENE of undeniable horror, it brings to mind the cogent observation of Mark Twain that "[man] is the only creature that inflicts pain for sport, knowing it to be pain."

So begins the Third District Court of Appeal of California opinion in the case of *People v. Baniqued*, capping off a year in which The HSUS shook up the underground world of animal fighting. The case, in which I was subpoenaed as an expert witness, upheld the 1999 precedentsetting felony convictions of Modesto Baniqued and others for the cruel killing of roosters in connection with a cockfight. In 2000, I responded to more than 75 requests for assistance in animal-fighting cases from prosecutors and investigators throughout the United States and Canada.

In addition to assisting law enforcement agencies in executing search warrants on suspected animal-fighting operations, my

colleagues and I presented expert testimony in the ensuing trials, many of which led to felony convictions. While the publicity surrounding such cases invariably elicits calls to our office from people wanting to report information on suspected animal-fighting activities, many calls come from people who simply want to know why such activities exist at all.

I've asked myself the same question hundreds of times during my 24 years of investigating the countless ways people can be cruel to animals. Animal fighting as a



public spectacle has a long and brutal history, but it is now banned in most jurisdictions: Cockfighting is illegal in 47 states and dogfighting is illegal in all 50. Yet the savage shows continue in a murky world that has been associated with illegal firearms and drugs. It would be easy to say that dogfighting and cockfighting still exist largely because of the illegal gambling involved or because of the disparity in state laws, including their enforcement, prosecution, and penalties. Certainly, these are all contributing factors, but the sad fact is that some people simply are entertained by watching animals die horribly in a pit. And that may be the most difficult aspect to change.

Nevertheless, we are determined to put an end to animal fighting and the suffering of the animal victims forced to participate in it. We are working to strengthen animal fighting laws in the states that have them and to pass new laws in the states that don't. We also are trying to close a loophole in the Federal Animal Welfare Act that undermines enforcement of state cockfighting bans. In addition to directly assisting law enforcement personnel with specific cases, we are providing thousands in the United States and abroad with training on animalfighting issues. In the next round, we plan to make the shameful side of human nature the loser. At the IWC meeting in Australia, HSUS Executive Vice President Patricia A. Forkan, right, cheers on demonstrators calling for the creation of a whale sanctuary.

international legal principle by its continued efforts to



kill whales while the moratorium is in place.

In response to Japan's killing of endangered Bryde's and sperm whales in the fall, The HSUS petitioned the U.S. Department of Commerce in support of the department's efforts to certify Japan under the Pelly Amendment. The amendment allows the U.S. government to impose sanctions on nations, such as Japan, that undermine certain international treaties. We also filed a petition asking the U.S. Department of the Interior to certify Japan under the Pelly Amendment for undermining the Convention on the International Trade in Endangered Species of Wild Fauna and Flora (CITES).

Protecting Wildlife from Trade

The HSUS continued our leadership role in efforts to protect wild animals from international commercial trade by

advocating full and effective implementation of the CITES. Our efforts resulted in the continued ban on international trade in elephant ivory, hawksbill sea turtle shells, and the meat and blubber



The HSUS successfully pushed for a continued ban on international trade in hawksbill sea turtle shells.

of gray and minke whales. New CITES protection was gained for a number of species including Australia's dugongs, the melodious laughing thrush of China, Asian box turtles, and mantella frogs of Madagascar.

Our efforts to put animals on the agenda of the World Trade Organization (WTO) have been recognized by the Smithsonian's National Museum of Natural History. Two of the sea turtle costumes and others worn by HSUS volunteers at the peaceful WTO protest in Seattle in 1999 were given to the museum, which hopes to include them in an exhibition.



The National Museum of Natural History requested two HSUS sea turtle costumes for possible inclusion in an exhibition.

-Eric L. Sakach, Director, West Coast Regional Office

Developing Respect and Compassion

Aiding Animals in Research

The HSUS strove for passage of laws to protect former and current laboratory animals. We played a key role in securing

passage of the



HSUS efforts helped to pass a law establishing a sanctuary system for chimpanzees no longer used in biomedical research.

Chimpanzee Health Improvement, Maintenance, and Protection Act, which establishes a national sanctuary system for chimpanzees no longer used in biomedical research. The chimpanzees will live in naturalistic environments and integrated social groups—a vast improvement for those

who have spent their lives behind bars in solitary confinement.

Thanks to the work of a unique coalition of industry groups and animal protection organizations, including The HSUS, the Interagency Coordinating Committee on the Validation of Alternative Methods (ICCVAM) Authorization Act was signed into law. ICCVAM reviews alternative product testing methods that have the potential to replace, reduce, and refine the use of animals and makes recommendations for their regulatory acceptance. The legislative measure raises ICCVAM's status to a standing body, ensuring that the federal government will continue to work toward accepting alternatives to animal testing.

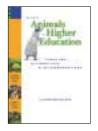
Through our Pain & Distress Initiative, we sought improvements in the treatment of

laboratory animals. The USDA responded by announcing plans to upgrade the regulation and



reporting of pain and distress in laboratory animals under the Animal Welfare Act.

In September, The HSUS published a comprehensive book on the use of animals



in education. The Use of Animals in Higher Education: Problems, Alternatives, and Recommendations examines

the issue from a humane and ethical perspective. The book's thesis is that harming animals under the aegis of education is unwarranted and that replacing harmful methods with nonharmful alternatives is beneficial to the quality of education and the fabric of society.

Fighting Fur Fashions

Following last year's high-profile international investigation exposing the killing of millions of cats and dogs for their fur, Congress enacted an HSUS-conceived bill barring the import, export, and sale of products containing dog and cat fur. We also played a significant role in its implementation and provided guidance on how industry compliance can be monitored.



An HSUS investigator holds a karakul lamb in Uzbekistan while uncovering the gristy trade in karakul lamb fur. The HSUS carried out an investigation into the global trade in dog and cat fur; this time finding evidence that dog and cat fur products are imported and sold in Europe. Results of this investigation were presented before the Council of the European Union in May.

In late March, our investigators uncovered another gruesome side of the fur industry when they traveled to Uzbekistan to document the cruelty behind karakul lamb fur. This trendy, high-priced fur is sold under

a variety of names including Persian lamb and broadtail. Investigators documented the shocking process that is standard for "harvesting" the silky, lightweight pelts from newborn and unborn lambs of this sheep breed specially raised for its fur. Our investigation came to the public's attention when *Dateline NBC* ran a story on it.

Our overarching Fur-Free 2000[™] campaign continued its broad spectrum of outreach and education.



During the winter holidays, the HSUS Southwest Regional Office outfitted more than 100 DART buses in the Dallas metro area with HSUS fur-free signs. An estimated one million people per day were able to view the signs.

We also designed a special pin to be worn on faux fur garments or anytime to signify that animals shouldn't be harmed in the name of fashion.

Combating Animal Cruelty

The HSUS continued to advocate for the passage of well-enforced state animal cruelty laws. We were successful in passing felony-level animal cruelty laws in four states and creating provisions for mandatory psychological evaluations and/or counseling for convicted animal abusers in three states. Thirty-one states now have felony-level animal cruelty laws.

New inroads have been made into defeating illegal animal fighting with the establishment of the National Illegal Animal Fighting Task Force. Law enforcement, animal control, prosecutors, judges, and government officials make up the membership and are

now able to keep up with current news on the subject and share information with one another. We also worked to advance an anti-cockfighting ballot initiative in Oklahoma—one of three states to allow this barbaric practice.

In Congress we successfully worked for passage of legislation outlawing the commercial sale of videos depicting animal crushing, in which women slowly torture small animals for the viewer's sexual gratification.

Aiding Animals in Entertainment

Circuses have increasingly come under close scrutiny for their use of animals. To combat the use of wild animals in performances, The HSUS continued to investigate in detail the issue of circus animals. We distributed more than 3,000 video and information packets to activists, humane organizations, and community members interested in fighting the use



The HSUS

continued to

fighting on

of illegal

operations.

combat animal

several fronts.

one being raids

The HSUS helped with the creation of a documentary on circus elephants that was shown on the Outdoor Life Network.



A contemporary expression of classic beauty, our pin spreads the message of compassion in fashion. of wild animals in performances.

In 2000, the Lions Club of America urged its local chapters to avoid supporting circus entertainment because of the questionable and inhumane treatment of animals. Laws were proposed in Florida, Rhode Island, and Maryland to outlaw the use of elephants in performance, and a similar federal bill was introduced.

In 2000, we were involved in the campaigns for successful relocation of two Asian elephants from inappropriate zoo conditions to caring and humane sanctuary environments. We continued to oppose the capture and public display of dolphins and, specifically

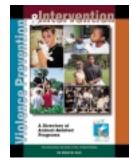
the construction of new captive dolphin exhibits in Bermuda, Canada, Chile, Finland, Hawaii, Israel, Malta, Mexico, Ohio, Palau, the Philippines, Spain, South Africa, and Virginia.

To help animals not only in circuses but also in zoos, puppy mills, laboratories, and on airlines, we helped secure an increase of \$2 million in funding for the Federal Animal Welfare Act.

Making the Connection

In its third year of activity, the HSUS First Strike® campaign conducted more than 50 workshops and presentations in the United States and Canada, reaching veterinarians, prosecutors, judges, and adult protective service and mental health professionals, in an effort to educate the public about the importance of recognizing animal cruelty as an early warning sign for future violence against humans.

In conjunction with these efforts, we developed new materials on the animal cruelty/human violence connection for veterinary professionals and partnered with the National Center on Elder Abuse to develop a campaign on the link between animal abuse

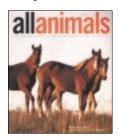


and elder abuse. We produced Violence Prevention & Intervention: A Directory of Animal-Related Programs, which outlines animalassisted therapy programs that work to reduce violence in our communities. In addition, we launched a new website to keep people informed about high-profile animal cruelty cases, state legislative efforts, and First Strike–related prevention and intervention programs.

Spreading the Word

The HSUS's in-house design and

editorial staff produced hundreds of publications ranging from flyers and brochures to magazines and books covering



the gamut of animal protection issues. *All Animals*[®], our membership

magazine produced in cooperation with Time Inc., continued to inform and entertain hundreds of thousands of readers. We debuted three new newsletters: Kindred Spirits News, sent to members of the Kindred Spirits[™] memorial program; Helping Hands, directed to our major donors; and Pain & Distress





The HSUS helped secure an increase in funding for inspections of animal facilities, including puppy mills.



Our First Strike campaign spread the message that teaching kindness to animals may help prevent future violence against humans.





Report, targeted to scientists and those who work with research animals.

We received 12 awards for design excellence. American Graphic

Design gave us nine awards for the "I'm not a trade barrier!" posters, bookmarks, and

letterhead; the HSUS bookmark series; the *Living in Harmony with Wildlife* brochure; the *Give Wildlife a Brake!* spring brochure; and the First Strike



ALEDT

children's brochure. Creativity gave us two awards for the "I'm not a



coat" poster and billboard campaigns. We also

received an APEX 2000 award for *Wild Neighbors News* Winter 2000.



The Internet is becoming a major communication tool for The HSUS. In October, *www. animalchannel.net*, our cutting-edge streaming media site, became one of the preprogrammed channels on RealPlayer, keeping company with ABC, CNN, and Discovery.

The Humane Activist Network continued to grow. We now have nearly 40 state coordinators, more



than 140 district captains,

and some 20,000 activists, all prepared to take action in



USK IS SETTLING in Kenya's Tsavo East National Park, and the lions, zebras, and other wild animals are on the move. As I look through my viewfinder, a herd of elephants enters the frame. It's a perfect moment, and once again I understand why this magnificent mammal deserves our respect and protection. This landscape is a stark contrast to the United Nations

building in Nairobi. where the staff of Animal Channel will chronicle the biennial meeting of the Convention on International Trade in Endangered Species of Wild Fauna and Flora (CITES). For the next two weeks, we will provide daily coverage via the Internet



of such contentious issues as whether to protect whales, sharks, sea turtles, and bears. But the highest-profile issue will be whether to maintain the ban on the international trade in ivory, which has been in effect for 10 years.

As the meeting unfolds, we document the debates, providing a global audience with exclusive streaming-media coverage of the daily victories and defeats. In the end, the African elephant receives a reprieve. But like so many wins, this one may be shortlived: In 2002, the CITES meeting will be held in Chile, where it's feared that nations will vote to resume the trade in ivory.

Back home, Animal Channel focuses its lens on how African elephants are treated in circuses and zoos. But it's not just about elephants. It's also about dogs and cats, farm animals, urban wildlife, and animals in research. They all deserve attention, from one pet abused by his caregiver to 1 million factory farm hens trapped in their crushed cages in the aftermath of a tornado. Just as important is the dedication of those committed to saving those suffering animals.

Animal Channel has become a powerful voice for animals on the Internet. It is now a preprogrammed channel on RealPlayera status that makes our content as visible as that of broadcast giants ABC and CNN. Our archive of more than 600 RealMedia files contains the largest database of online animal-related videos.

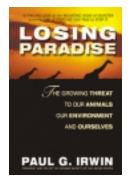
Covering animal issues is both exhilarating and heartbreaking. While it's a privilege to be able to bring attention to the plight of animals and the fight for their protection, I look forward to the day when it's no longer necessary.

-Kathy Milani, Director, Video and New Media

an efficient and coordinated manner on state and federal legislation. The Humane Activist newsletter continued to inform and inspire the network. HUMANElines. our



electronic newsletter co-produced with The Fund for Animals, provided some



25.000 activists around the world with positive and productive avenues for humane action. Tying it together was Losing Paradise, a new book by **HSUS President** Paul G. Irwin,

published in August. The book offers a chilling look at the mounting signs of environmental disaster and the simple steps we can take to stop it. We published two

books aimed at children. Careers with Animals and the KIND News Book of Critter Clues.



Our work reflects our mission of creating a more humane society. But in a country of 280 million people and a world of more than 6 billion, we must reach out broadly, and hope that we inspire humankind's compassion. We rely on you, our members and supporters, to be personal ambassadors for the animals, to reach out to family members, coworkers, and communities to promote the protection of all animals.

We have accomplished much this year because of you, and with your help our future efforts also will be successful.

THE HUMANE SOCIETY OF THE UNITED STATES COMPARATIVE FINANCIAL OPERATIONS REPORT FOR THE YEARS ENDED DECEMBER 31, 2000 and 1999

Consolidated Statement of Financial Position	December 31		
Assets	2000	1999	
Cash and cash equivalents	\$30,163,807	\$25,994,541	
Receivables, deposits, and prepaid expenses	2,824,352	2,799,238	
Investments, at market value	76,472,579	71,244,044	
Fixed assets, net of depreciation	9,646,893	9,756,001	
Total Assets	\$119,107,631	\$109,793,824	
Liabilities Net Assets	\$10,450,770	\$8,707,888	
Unrestricted	82,981,000	78,451,166	
Temporarily restricted	5,463,584	7,818,856	
Permanently restricted	20,212,277	14,815,914	
Total Net Assets	108,656,861	101,085,936	
Total Liabilities and Net Assets	\$119,107,631	\$109,793,824	

Consolidated Statement of Activities

				December 31		
Revenue, Other Additions, and Transfers	Unrestricted	Temporarily <u>Restricted</u>	Permanently <u>Restricted</u>	2000 Total	1999 Total	
Contributions and grants	\$40,723,018	\$5,448,921	\$310.138	\$46,482,077	\$43,628,297	
Bequests	10,448,329	355,839	5,065,239	15,869,407	18,190,355	
Investment income	3,508,056	815,726	· · ·	4,323,782	3,399,936	
Sale of literature and other income, net	2,233,149	2,755		2,235,904	1,424,833	
Total Revenue and Other Additions	\$56,912,552	\$6,623,241	\$5,375,377	\$68,911,170	\$66,643,421	
Transfers (net assets released from restrictions)	8,616,307	(8,616,307)				
Total Revenue, Other Additions, and Transfers	\$65,528,859	(\$1,993,066)	\$5,375,377	\$68,911,170	\$66,643,421	
Expenses and Other Deductions Animal-protection programs						
Public education, membership information, and publications	\$16,022,486			\$16,022,486	\$15,952,719	
Cruelty investigations and regional offices	4,236,509			4,236,509	4,165,867	
Wildlife, animal-habitat, and sheltering programs	7,623,999			7,623,999	6,753,038	
Youth and higher-education programs	2,883,501			2,883,501	2,686,527	
Legal assistance, litigation, legislation	2,000,001			2,000,001	2,000,021	
and government relations Animal-research issues and bioethics	2,063,233			2,063,233	1,934,302	
and farm animals	1,705,846			1,705,846	1,770,251	
Supporting services	1,100,010			1,100,010	1,110,201	
Management and general	4,661,450			4,661,450	4,337,741	
Membership development	844,500			844,500	826,170	
Fund-raising	16,865,282			16,865,282	16,372,027	
Total Expenses and Other Deductions	\$56,906,806	0	0	\$56,906,806	\$54,798,642	
Change in Net Assets before net appreciation	i					
in fair value of investments	8,622,053	(1,993,066)	5,375,377	12,004,364	11,844,779	
Net appreciation in fair value of investments	(4,092,219)	(362,206)	20,986	(4,433,439)	10,482,796	
Change in Net Assets	\$4,529,834	(\$2,355,272)	\$5,396,363	\$7,570,925	\$22,327,575	

The HSUS is tax exempt under Section 501(c)(3) of the Internal Revenue Code. Contributions are tax deductible to the extent allowed by law. The HSUS's audited financial statements are available upon request.



Year Ended