

SPAY AND NEUTER UP-DATE

5,600+ Thank You!: For starters, I wish to personally thank those readers who were among the 5,600+ who wrote to the IRS. Your letters have become part of the “**900 Pound Gorilla**” that is stalking the IRS and the HSUS.

Highlights of the “Campaign:” The “Campaign” actually began nearly two years ago. In keeping with the proverbial “*Give them enough rope to hang themselves,*” the first 16 months were dedicated to quietly and methodically downloading documents from the HSUS Website, which included extracts from the HSUS Tax Returns for the years 2004-2008. Once a “portfolio” of over 700 incriminating pages of documents -- “THE PAPER TRAIL” -- was forwarded to multiple IRS Offices, the Letter-Writing portion of the Campaign was initiated. Highlights include:

1. The stage for the Letter Writing and Follow-up E-Mail Campaigns was first set into motion in 2008 - - **repeat 2008.** With the “stealth” of “carbon monoxide,” the “Campaign” was quietly launched when I sent a letter to the IRS that was dated **October 29, 2008** and requested that the IRS conduct an audit and investigation of the lobbying activities of the HSUS based on documentation that I had downloaded from the HSUS Website. Since then, I have forwarded nine more letters to the IRS Offices in Washington DC, Ogden, UT, Fresno, CA and Dallas, TX - - and the cumulative number of incriminating pages of documents attached to those 10 letters totals nearly 1,000!!!!
2. Since December, more than 5,500 concerned tax-payers from all 50 States sent letters to the IRS and asked that the IRS audit and investigate the lobbying activities of the HSUS. (To the best of my knowledge, the IRS had **never, ever, ever before** received more than several hundred “complaints” about the lobbying activities of any public charity, let alone more than 5,500!!!)
3. In early March, the IRS Tax Fraud Office in Fresno, CA transferred the “mound” of 5,500+ letters to the IRS Office in Dallas, TX. That IRS Office has the authority to rescind the tax-exempt status of a public charity, and that Office has been sending out “form letters” to the 5,500+ who had written to the IRS. While “form letters” were used, each one was **individually addressed**, which suggests that the concerns of the 5,500+ were not being “blown off” by the IRS.
4. In addition to the “Letter-Writing Campaign,” hundreds of concerned tax payers also sent E-Mails to their Members of Congress. Most received a boilerplate, non-responsive response.....BUT A FEW RECEIVED RESPONSIVE RESPONSES! The few are very positive, and to date, at least two Members of Congress have actually sent specific requests to the IRS Commissioner, and asked for specific responses. **That is significant!** And I have reason to believe that a few more Members of Congress will be contacting the IRS in the near future about constituent concerns as they relate to the excessive lobbying activities of the HSUS.
5. The Office of the Inspector General of the Department of Treasury (OIG) has acknowledged in writing that it has received a letter requesting that it ensure that an expedited audit of the HSUS Tax Returns occurs. A key document that was attached to this letter was entitled the

“Monolithic Growth of the Lobbying Activities of the HSUS,” and it includes 26 Questions that need to be addressed by the IRS. **WHY THE OIG YOU ASK?** Because that Office has the authority to audit the IRS to make sure that the IRS does its job!

6. For more detailed information on the **“Monolithic Growth”** document, as well as a document entitled **“119 Incriminating Examples of Excessive, Prohibited and Under-Reported Lobbying Activities of the HSUS,”** I encourage everyone to go to the Missourians for Animal Care Website (www.missourifac.com) and read my documents that have been posted on that Website. These documents discuss how the HSUS has literally generated millions of lobbying contacts, which by any reasonable definition should be considered to have violated the IRS limitation on **“TOO MUCH LOBBYING”** by a public charity, and result in the termination of the public charity status of the HSUS!

So What Will the IRS Do Now?: Officially, the IRS is not permitted to discuss any on-going audit or investigation of any tax-payer or public charity. Furthermore, I have been personally told by an IRS representative that were an audit to occur, it could take one to two years to complete. Even without any official confirmation that the IRS is conducting an audit, ask yourself: ***“Why would the IRS Tax Fraud Office in Fresno, CA send the 5,500+ letters to the IRS Office in Dallas that has the authority to revoke the tax-exempt, public charity status of the HSUS?!?!?!?!?”*** Yes, I do believe that the IRS is looking more closely at the nearly 1,000 pages of incriminating documents that it has in its possession.

Reactions of the HSUS to the Spay and Neuter Campaign: Several months ago, Mr. Markarian, the COO of the HSUS, described the Campaign as **“anemic,”** and said that the letter-writers were ***“barking up the wrong tree.”*** I wonder what he thinks now that 5,500+ **“dogs”** have **“marked”** the ***“HSUS MONEY TREE!!!!”*** Additionally, the HSUS has dramatically altered its Website Home Page to remove links to its blatant lobbying activities which the IRS considers to be evidence of lobbying activities. While the timing of the removal of those links could be coincidental, could it have occurred because the HSUS spotted an IRS Junk Yard Dog sniffing at the base of the ***“HSUS MONEY TREE?!?!?!?!?”*** (P.S. Those Webpage Lobbying Links were downloaded before the HSUS removed them, and are now part of indexed tabs to the nearly 1,000 pages of incriminating documents in the possession of the IRS!)

What More Can Responsible Breeders Do?: I encourage and ask all responsible breeders to urge the leadership in their respective Pet Groups and Associations to join the growing ranks of responsible breeders who have condemned substandard kennels. To date, Pet Breeder Associations in Nine Different States (AR, CO, IN, IA, KS, MO, OH, OK and PA) have **publicly condemned substandard kennels.** Significantly, approximately 60% of all Federally Licensed and Inspected Kennels are in those Nine States. Additionally, the Hunte Corporation, which is the ***“world’s largest distributor of puppies to the pet industry,”*** has condemned substandard breeding facilities.

To the **“DOUBTING THOMASES”** who may be worried that such condemnations will be used against breeders, those worries are unfounded. In this regard, these condemnations are like a pre-emptive attack, and when the public becomes more aware of these condemnations, the initial reaction of many will be a bewildering: ***“I DIDN’T KNOW THAT!”*** And that bewilderment will be followed by the

QUESTION: ***“WHY HASN’T THE HSUS TOLD US THIS?”*** And when that light bulb goes on, the credibility of the HSUS will be adversely affected. This assessment is based upon the fact that there is not a single instance of the above condemnations having been used against any Association or its Members. Furthermore, when the former Senator Santorum, who once was the figurative “Congressional Champion” of the HSUS, was informed of the fact that the Missouri Pet Breeders Association had publicly condemned substandard kennels, he issued a Press Release the following week that acknowledged that the PAWS Bill was not intended to affect the ***“VAST MAJORITY OF RESPONSIBLE BREEDERS WHO CARE ABOUT THEIR ANIMALS.”*** And what most do not realize is that the public condemnation of substandard breeders by the Missouri Pet Breeders Association over four years ago played a significant role in why Senator Santorum let the PAWS Bill die when it looked like it was going to be taken to the Floor of Congress for a Vote. **THAT IS WHAT CREDIBILITY DOES!!!!!! IT MAKES A DIFFERENCE!!!!**

If the list of groups and organizations of responsible breeders that publicly condemn substandard kennels continues to grow, would not that become a featured item on the Humane Watch? Additionally, it would focus attention on what could become two nagging questions that will haunt the HSUS: **First, “Why won’t the HSUS acknowledge the public condemnations of substandard kennels by responsible breeders?!?!?!?”** **Second, “Would such an acknowledgement by the HSUS adversely affect its credibility and its “FACTORY FUNDRAISING” efforts?!?!?!?”** Yet another opportunity to put the HSUS on the defensive for a change while the IRS is contemplating what to do with nearly 1,000 pages of incriminating documents, many of which have been specifically referenced and included as attachments in letters sent to the IRS by at least one Member of Congress.

The wording of the condemnations can be as simple as ***“(Name of Group) condemns all substandard kennels which reflect poorly on the vast majority of responsible breeders who have demonstrated by their actions that they are in compliance with all existing Local, State and Federal animal welfare laws and regulations, and that they truly care about the health and welfare of their animals.”***

If your Group or Association publicly condemns substandard kennels, let me know so that I may exploit the growing numbers of public condemnations. And rest assured, I will exploit such condemnations to the disadvantage and chagrin of the self-righteous deceivers!!!!

Final “Food for Thought”: How would the HSUS react if a Member of Congress were to propose an Amendment to the Tax Code that would further restrict the lobbying activities of a public charity, and were to name the Bill ***“The Public Charity Integrity Act?”*** What would be the effect on the credibility of the HSUS if it objected to an “Integrity Act?????”