

Crater Lake National Park Trust

**Accountants' Report
and
Financial Statements**

**For the Year Ended
June 30, 2009**

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Reid, Hanna & Company LLP
Certified Public Accountants

November 6, 2009

To the Board of Trustees of
Carter Lake National Park Trust

We have compiled the accompanying statement of financial position of Crater Lake National Park Trust (a nonprofit organization) as of June 30, 2009, and the related statements of activities and cash flows for the year ended June 30, 2009, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Reid, Hanna & Company LLP

Reid, Hanna & Company LLP

Crater Lake National Park Trust
Statement of Financial Position
June 30, 2009

Assets

Current Assets	
Cash and cash equivalents	\$ 33,229
Grant receivable	15,000
Prepaid expenses	1,478
Funds held by Oregon Community Foundation	<u>37,042</u>
Total Assets	<u>\$ 86,749</u>

Liabilities and Net Assets

Current Liabilities	
Accounts payable	\$ 7,964
Accrued payroll liability	8,906
Accrued vacation pay	7,599
Grants payable	<u>16,819</u>
Total Liabilities	<u>41,288</u>
Net Assets	
Unrestricted	24,832
Temporarily restricted	<u>20,629</u>
Total Net Assets	<u>45,461</u>
Total Liabilities and Net Assets	<u>\$ 86,749</u>

See accompanying notes and accountants' report.

Crater Lake National Park Trust
Statement of Activities
For the Year Ended June 30, 2009

	Unrestricted	Temporarily Restricted	Total
Public Support, Revenue and Gains			
Contributions	\$ 60,096	\$ -	\$ 60,096
Grants	65,000	65,001	130,001
Interest and dividends	1,090	-	1,090
Noncash contributions	1,008	-	1,008
Funds released from restrictions	<u>124,118</u>	<u><124,118></u>	<u>-</u>
Total public support, revenue and gains	<u>251,312</u>	<u><59,117></u>	<u>192,195</u>
Expenses			
Program services	171,744	-	171,744
Management and general	22,972	-	22,972
Fundraising	<u>40,983</u>	<u>-</u>	<u>40,983</u>
Total expenses	<u>235,699</u>	<u>-</u>	<u>235,699</u>
Change in Net Assets	<u>15,613</u>	<u><59,117></u>	<u><43,504></u>
Net Assets at Beginning of Year, as originally reported	17,656	79,746	97,402
Prior Period Adjustment	<u><8,437></u>	<u>-</u>	<u><8,437></u>
Net Assets at Beginning of Year, as adjusted	<u>9,219</u>	<u>79,746</u>	<u>88,965</u>
Net Assets at End of Period	<u>\$ 24,832</u>	<u>\$ 20,629</u>	<u>\$ 45,461</u>

See accompanying notes and accountants' report.

Crater Lake National Park Trust
Statement of Cash Flows
For the Year Ended June 30, 2009

Cash Flows from Operating Activities	
Change in net assets	\$ <43,504>
Adjustments to reconcile change in net assets to net cash provided by operating activities	
Noncash contributions	1,008
Noncash contributions expensed	<1,008>
Decrease in operating assets	
Prepaid expenses	265
Grant receivable	15,000
Refund of grant awarded	4,430
Increase in operating liabilities	
Accounts payable	1,140
Accrued payroll liability	469
Accrued vacation pay	2,443
Grants payable	<u>7,667</u>
Net cash used by operating activities	<u><12,090></u>
 Cash Flows from Investing Activities	
Contributions to Oregon Community Foundation invested funds	<47,675>
Disbursements received from Oregon Community Foundation funds	<u>40,000</u>
Net cash used by investing activities	<u><7,675></u>
 Net Increase <Decrease> in Cash and Cash Equivalents	<19,765>
 Cash and Cash Equivalents at Beginning of Period	<u>52,994</u>
 Cash and Cash Equivalents at End of Period	<u>\$ 33,229</u>

See accompanying notes and accountants' report.

Crater Lake National Park Trust
Notes to Financial Statements
June 30, 2009

Note 1 – Summary of Significant Accounting Policies

Nature of Operations

The Crater Lake National Park Trust (the Organization) is a non-profit organization incorporated in the state of Oregon on September 11, 2006. The Organization works to protect, promote, and enhance Crater Lake National Park (the Park). The Organization has emphasized efforts to strengthen education programs, enhance the visitor experience, and help more people develop meaningful connections with the Park. The Organization's support comes from foundation and government grants, individual contributions, corporate sponsorships, and "check-off" funds donated by individuals visiting the Park.

Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis of accounting.

Basis of Presentation

Financial statement presentation follows the requirements of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-for-Profit Organizations*. Under SFAS No. 117, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Cash and Cash Equivalents

The Organization considers all highly liquid investments with original maturities of three months or less to be cash equivalents.

Property and Equipment

The Organization will record purchased equipment at cost and all acquisitions costing in excess of \$2,500 will be capitalized. As of June 30, 2009, no equipment or property has been acquired by the Organization.

Contributions

The Organization accounts for contributions in accordance with the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 116, *Accounting for Contributions Received and Contributions Made*. In accordance with SFAS No. 116, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of donor restrictions.

All donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Crater Lake National Park Trust
Notes to Financial Statements
June 30, 2009

Note 1 – Summary of Significant Accounting Policies (continued)

Tax Status

The Organization is exempt from income tax under section 501(c)(3) of the U.S. Internal Revenue Code. Therefore, no provision for income taxes is necessary. In addition, the Organization has been classified by the Internal Revenue Service as an organization that is not a private foundation as defined in Section 509(a) of the Code and qualifies for deductible contributions as provided in Section 170(b)(1).

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Subsequent Events

Management has evaluated events subsequent to the June 30, 2009 year-end. Through November 6, 2009, the date at which the financial statements were available for issue, no subsequent events were identified that required disclosure in the financial statements.

Note 2 – Compensated Absences

Employees of the Organization earn a vested right to paid vacation time. Accordingly, a liability has been recorded for earned vacation pay that had not been used as of June 30, 2009.

Note 3 – Investments

The Organization maintains a component fund at the Oregon Community Foundation (OCF) which is held in cash and cash equivalents.

The following schedule summarizes the investment return on the OCF component fund for the year ended June 30, 2009. All of the income received is unrestricted for use by the Organization.

Interest and dividends	\$ 369
Investment fees	<u><278></u>
Total investment return	<u>\$ 91</u>

Note 4 – Grant Receivable

In October 2008 the Organization was awarded a \$15,000 challenge grant from the Collins Foundation. The grant agreement provided that the grant would be payable when matched by contributions from first-time individual donors. The Organization met the grant requirement for matching donations by June 30, 2009. The grant has been included in income for the year ended June 30, 2009 and the receivable recorded as of that date.

Crater Lake National Park Trust
Notes to Financial Statements
June 30, 2009

Note 5 – Grant Payable

The Organization awarded a \$15,000 grant to the Crater Lake National Park during the year ended June 30, 2009. As of June 30, 2009 the entire amount of the grant was payable.

The Organization awarded the Southern Oregon Educational Service District (ESD) a grant to pay costs of the *Classroom at Crater Lake* program. The grant was for a maximum of \$15,500 for reimbursement of costs incurred by ESD. A total of \$11,832 was spent and submitted by ESD for reimbursement under terms of the grant. Of the total, \$1,819 was payable at June 30, 2009.

Note 6 – Net Assets Released from Restrictions

During the year net assets were released from donor restrictions by incurring expenses satisfying the restrictions specified by donors as follows:

Reflections lecture series	\$ 3,001
Capacity-building development costs	86,369
Classroom at Crater Lake educational program	<u>34,748</u>
Net assets released from restrictions	<u>\$124,118</u>

Note 7 – Restrictions on Net Assets

Temporarily restricted net assets were restricted for the following purposes as of June 30, 2009:

Capacity-building development costs	\$ 5,877
Classroom at Crater Lake educational program	<u>14,752</u>
Temporarily restricted net assets	<u>\$ 20,629</u>

Note 8 – Retirement Plan

The Organization's staff is employed by an employee leasing company. Fees paid to the leasing company cover gross payroll, payroll taxes, benefits and other administrative costs. The Organization maintains a Simplified Employee Pension plan covering its leased employees. The Organization's policy is to contribute 10 percent of each employee's wages to a retirement account for the benefit of the employee. The total amount contributed for the year ended June 30, 2009 was \$8,901.

Note 9 - Prior Period Adjustment

In April 2009 it was discovered that an administrative payroll error had resulted in an underpayment of the Executive Director's salary. The error began in October 2007. Correction of the error resulted in an increase in salary and related costs for the June 30, 2008 year-end in the amount of \$8,437. The prior period adjustment is reflected in the Statement of Activities as a reduction of beginning net assets.