



***ISLANDWOOD***

Financial Statements with  
Independent Auditors' Report

June 30, 2008

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*To The Board of Directors  
IslandWood  
Bainbridge Island, Washington*

We have audited the accompanying statement of financial position of IslandWood as of June 30, 2008, and the related statements of activities and cash flows for the year then ended. These financial statements are the responsibility of IslandWood's management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year summarized comparative information has been derived from IslandWood's June 30, 2007 financial statements and in our report dated November 16, 2007 we expressed an unqualified opinion on those financial statements.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of IslandWood as of June 30, 2008, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The schedule of functional expenses for the year ended June 30, 2008, is presented for purposes of additional analysis and is not a required part of the basis financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.



Certified Public Accountants  
Bellevue, Washington  
November 14, 2008

**ISLANDWOOD**

**Statement of Financial Position**

**June 30, 2008**

**(With Comparative Totals for 2007)**

	<u>2008</u>	<u>2007</u>
<b>Assets</b>		
<b>Current Assets:</b>		
Cash and cash equivalent:	\$ 638,894	\$ 756,796
Accounts receivable	133,608	93,945
Pledges receivable, current (Note 4)	103,778	187,942
Prepaid expenses	113,603	100,269
Inventory and other assets	50,421	42,043
<b>Total Current Assets</b>	<b>1,040,304</b>	<b>1,180,995</b>
Cash restricted for long-term purposes (Note 4)	2,863,005	966,828
Long-term receivables (Note 2)	61,793	59,138
Investments (Note 3)	16,358,363	16,226,683
Long-term pledges, net (Note 4)	2,131,246	2,609,834
Property and equipment, net (Note 5)	35,073,823	34,195,416
<b>Total Assets</b>	<b>\$ 57,528,534</b>	<b>\$ 55,238,894</b>
<b>Liabilities and Net Assets</b>		
<b>Current Liabilities:</b>		
Accounts payable	\$ 379,498	\$ 363,532
Accrued expenses	233,275	309,099
Deferred revenue	356,828	330,139
<b>Total Current Liabilities</b>	<b>969,601</b>	<b>1,002,770</b>
<b>Net Assets:</b>		
Unrestricted (Note 7)	7,043,278	6,988,850
Temporarily restricted (Note 7)	34,658,734	32,654,792
Permanently restricted (Note 7)	14,856,921	14,592,482
<b>Total Net Assets</b>	<b>56,558,933</b>	<b>54,236,124</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 57,528,534</b>	<b>\$ 55,238,894</b>

*The accompanying notes are an integral part of the financial statements.*

**ISLANDWOOD**

**Statement of Activities  
For the Year Ended June 30, 2008  
(With Comparative Totals for 2007)**

	<i>Unrestricted</i>	<i>Temporarily Restricted</i>	<i>Permanently Restricted</i>	<i>Total 2008</i>	<i>Total 2007</i>
<b>Operating</b>					
<b>Support and Revenue:</b>					
Contributions	\$ 1,209,440	\$ 113,633	\$ -	\$ 1,323,073	\$ 1,641,376
Program service fees	2,494,083			2,494,083	2,347,650
Investment return	23,888	(464,929)		(441,041)	2,116,130
In-kind contributions	115,553	10,700		126,253	239,946
Fundraising events, net of direct expenses of \$293,620 (2007- \$426,112)	551,677			551,677	710,961
Other revenue	74,671			74,671	49,833
	4,469,312	(340,596)		4,128,716	7,105,896
Net assets released from restriction	823,770	(823,770)			
<b>Total Support and Revenue</b>	<b>5,293,082</b>	<b>(1,164,366)</b>		<b>4,128,716</b>	<b>7,105,896</b>
<b>Expenses:</b>					
Program services:					
Education programs	2,714,528			2,714,528	2,706,350
Educational conferences and community programs	1,914,001			1,914,001	1,942,347
Total program services	4,628,529			4,628,529	4,648,697
Supporting services:					
Management and general	1,228,238			1,228,238	1,122,983
Fundraising	338,113			338,113	338,493
Total supporting services	1,566,351			1,566,351	1,461,476
<b>Total Expenses</b>	<b>6,194,880</b>			<b>6,194,880</b>	<b>6,110,173</b>
<b>Change in Net Assets - Operating</b>	<b>(901,798)</b>	<b>(1,164,366)</b>		<b>(2,066,164)</b>	<b>995,723</b>
<b>Non-Operating</b>					
Endowment contributions			264,439	264,439	50,745
Accretion of pledge discount		22,014		22,014	64,683
Capital campaign contributions		4,200,568		4,200,568	2,061,214
Capital campaign fundraising expenses	(140,476)			(140,476)	(137,767)
Capital campaign Interest Income		42,428		42,428	23,017
Loss on disposal of fixed assets					(13,996)
Net Assets released from restrictions	1,096,702	(1,096,702)			
<b>Change in Net Assets - Non-Operating</b>	<b>956,226</b>	<b>3,168,308</b>	<b>264,439</b>	<b>4,388,973</b>	<b>2,047,896</b>
<b>Total Change in Net Assets</b>	<b>54,428</b>	<b>2,003,942</b>	<b>264,439</b>	<b>2,322,809</b>	<b>3,043,619</b>
Net Assets, Beginning of Year	6,988,850	32,654,792	14,592,482	54,236,124	51,192,505
<b>Net Assets, End of Year</b>	<b>\$ 7,043,278</b>	<b>\$ 34,658,734</b>	<b>\$ 14,856,921</b>	<b>\$ 56,558,933</b>	<b>\$ 54,236,124</b>

## ISLANDWOOD

### *Statement of Cash Flows For the Year Ended June 30, 2008 (With Comparative Totals for 2007)*

	<u>2008</u>	<u>2007</u>
<b>Cash Flows from Operating Activities:</b>		
Change in net assets	\$ 2,322,809	\$ 3,043,619
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization	1,025,517	1,114,634
Realized and unrealized gain on investments	(597,854)	(2,015,722)
Non-cash contributions	(1,360,040)	
Loss on disposal of property		13,996
Contributions and pledges received for long-term purposes	(3,880,066)	(1,821,024)
Changes in assets and liabilities:		
Accounts receivable	(39,663)	17,021
Pledges receivable, net	562,752	(298,764)
Prepaid expenses	(13,334)	3,249
Inventory and other assets	(8,378)	36,560
Long-term receivables	(2,655)	(2,264)
Accounts payable	15,966	302,807
Accrued expenses	(75,824)	76,680
Deferred revenue	26,689	(5,520)
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>(2,024,081)</b>	<b>465,272</b>
<b>Cash Flows from Investing Activities:</b>		
Purchase of investments	(13,443,850)	(14,027,917)
Proceeds from sale of investments	15,270,064	12,849,916
Purchase of property and equipment	(1,903,924)	(892,126)
<b>Net Cash Used by Investing Activities</b>	<b>(77,710)</b>	<b>(2,070,127)</b>
<b>Cash Flows from Financing Activities:</b>		
Proceeds from contributions restricted for:		
Capital improvements	2,736,785	307,868
Permanent endowment	1,143,281	1,513,156
<b>Net Cash Provided by Financing Activities</b>	<b>3,880,066</b>	<b>1,821,024</b>
<b>Net Increase In Cash</b>	<b>1,778,275</b>	<b>216,169</b>
Cash and restricted cash, beginning of year	1,723,624	1,507,455
<b>Cash and Restricted Cash, End of Year</b>	<b>\$ 3,501,899</b>	<b>\$ 1,723,624</b>

*The accompanying notes are an integral part of the financial statements.*

## ***ISLANDWOOD***

### ***Notes to Financial Statements***

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#### ***Note 1 - Nature of Activities and Summary of Significant Accounting Policies***

**Nature of Activities** - Located on Bainbridge Island, Washington, IslandWood is a unique 255-acre outdoor learning center designed to provide exceptional learning experiences and inspire lifelong environmental and community stewardship. The School Overnight Program uses the cultural and natural environment as a context to integrate scientific inquiry, emerging technologies and the arts. IslandWood's primary programs include the School Overnight Program for 4th, 5th and 6th grade students, the School Partnerships Program, and, in partnership with the University of Washington, the Graduate Residency Program. IslandWood also offers community programs for adults, children and families, volunteer opportunities and other community events open to the public.

**Basis of Presentation** - Net assets, revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of IslandWood and changes therein are classified and reported as follows:

Unrestricted Net Assets - Net assets that are not subject to donor-imposed stipulations.

Temporarily Restricted Net Assets - Net assets subject to donor imposed stipulations that will be met either by actions of IslandWood and/or the passage of time.

Permanently Restricted Net Assets - Net assets for which donor restrictions require that the principal be invested in perpetuity and only the income be made available for program operations in accordance with donor restrictions.

Revenues are reported as increases in unrestricted net assets unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Expirations of temporary restrictions on net assets (i.e., the donor stipulated purpose has been fulfilled and/or the stipulated time period has lapsed) are reported as reclassifications between the applicable classes of net assets.

**Revenue Recognition** - Contributions are recorded as increases in unrestricted, temporarily restricted or permanently restricted net assets, depending on the existence and/or nature of any donor restrictions. Donor restricted contributions whose restriction is met in the same reporting period in which the contribution is received are reported as unrestricted contributions. Contributions that the donor requires to be used to acquire long-lived assets (e.g., building improvements, furniture, fixtures, and equipment) are reported as temporarily restricted and are released from restriction ratably over the life of the asset.

**Donated Materials and Services** - Donated materials are reflected as contributions in the accompanying financial statements at their estimated fair market values at the date of receipt. Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets and (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by IslandWood.

**Cash and Cash Equivalents** - For purposes of the statement of cash flows, IslandWood considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents except for those held in the investment portfolio.

## *ISLANDWOOD*

### *Notes to Financial Statements*

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#### *Note 1 - Continued*

**Vulnerability from Certain Concentrations** - At June 30, 2008 and 2007, there are pledges from a board member which totals 43% and 83% of total pledges receivable, respectively. For the years ended June 30, 2008 and 2007 contributions from the same board member represent 15% and 27% of total support and revenue, respectively.

**Concentrations of Credit Risk** - Financial instruments which potentially subject IslandWood to concentrations of credit risk consist of investments and cash. IslandWood had cash deposits and investments with financial institutions in excess of the federally insured limits.

**Accounts Receivable** - Accounts receivable are stated at the amount management expects to collect from outstanding balances. Balances still outstanding after management has used reasonable collection efforts are written off through a charge to change in unrestricted net assets and a credit to accounts receivable.

**Pledges Receivable** - Pledges receivable (unconditional promises to give) that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. Pledges due in future years are discounted at 5%. Amortization of the discount is presented separately. Conditional promises to give are not included as support until the conditions are substantially met.

**Investments** - Investments with readily determinable market values are stated at market value based on quoted market prices. Alternative investments, which are not readily marketable, are carried at estimated fair value as provided by investment managers. IslandWood reviews and evaluates the values provided by the investment managers and agrees with the valuation methods and assumptions used in determining the fair value of the alternative investments. Those estimated fair values may differ significantly from the values that would have been used had a ready market for these investments existed.

**Property and Equipment** - Purchased property and equipment are carried at cost. Depreciation is calculated using the straight-line method based on the estimated useful lives of the assets of five to forty years. Additions and improvements greater than \$1,000 with a minimum useful life of five years are capitalized.

Donated property and equipment are carried at the approximate fair value at the date of donation. Such donations are reported as increases in unrestricted net assets unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted contributions. Absent donor stipulations regarding how long those donated assets must be maintained, IslandWood reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. IslandWood reclassifies temporarily restricted net assets to unrestricted net assets at that time.

**Inventory** - Inventory consists primarily of gift shop, food inventory, and other miscellaneous supplies.

**Functional Expenses** - Directly identifiable expenses are charged to program, management and general and fund-raising services. Payroll and related expenses related to more than one function are charged to program, management and general, and fund-raising expenses based on time spent on each activity. Management and general expenses include those expenses that are not directly identifiable with any other specific function, but provide for the overall support and direction of IslandWood.



## *ISLANDWOOD*

### *Notes to Financial Statements*

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#### *Note 1 - Continued*

**Advertising** - The cost of advertising is expensed when incurred.

**Income Tax Status** - The Internal Revenue Service has notified IslandWood that it is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. IslandWood qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization other than a private foundation under Section 509(a)(1).

**Estimates** - Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from those estimates.

**Prior Year Summarized Information** - The financial statements include certain prior-year summarized comparative information in total but not by net assets class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the financial statements for IslandWood for the year ended June 30, 2007, from which the summarized information was derived.

**Reclassification** - Certain accounts in the prior-year financial statements have been reclassified for comparative purposes to conform to the presentation in the current-year financial statements.

#### *Note 2 - Long-Term Receivables*

IslandWood had an agreement with a former employee to purchase life insurance for the employee during the person's employment. Under the arrangement, IslandWood paid the premium of the life insurance and, upon the employee's death, will receive repayment of all premiums paid. These expected repayments are recorded as non-interest bearing receivables of \$61,793 and \$59,138, net of a discount of \$168,907 and \$171,562, and are included in long-term receivables on the statement of financial position at June 30, 2008 and 2007, respectively. The receivables are secured by the respective insurance policies, are due upon the individual's death and are discounted at 5% over the expected life of the individual.

## ISLANDWOOD

### Notes to Financial Statements

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#### Note 3 - Investments

Investments are as follows at June 30:

	<u>2008</u>	<u>2007</u>
Money market	\$ 826,175	\$ 665,806
Mutual funds - bonds	4,576,804	4,011,550
Mutual funds - equity	3,617,829	3,158,446
Equity securities	5,219,248	6,511,141
Alternative *	2,079,466	1,840,899
Life insurance policies at net present value	<u>38,841</u>	<u>38,841</u>
<b>Total</b>	<b><u>\$ 16,358,363</u></b>	<b><u>\$ 16,226,683</u></b>

\* Alternative investments consisted of a hedge fund that seeks long term risk-adjusted absolute returns. The hedge fund has investments in various investees, and is recorded at fair value.

Investment return for the years ended June 30, was as follows:

	<u>2008</u>	<u>2007</u>
Realized and unrealized loss - Operating	\$ (597,854)	\$ 1,900,722
Dividends and interest - Operating	156,813	215,408
Interest - Non-operating	<u>42,428</u>	<u>23,017</u>
<b>Total</b>	<b><u>\$ (398,613)</u></b>	<b><u>\$ 2,139,147</u></b>

#### Note 4 - Pledges Receivable

Pledges receivable at June 30 are as follows:

	<u>2008</u>	<u>2007</u>
Current pledges:		
Due within one year	\$ 103,778	\$ 187,942
Long-term pledges:		
Capital campaign pledges due in one year	1,119,616	702,236
Endowment pledges due in one year	4,305	883,147
Pledges due in one to five years	1,068,441	1,107,584
Less unamortized discount	(54,938)	(76,955)
Less allowance for doubtful pledges	<u>(6,178)</u>	<u>(6,178)</u>
Total long-term pledges	<u>2,131,246</u>	<u>2,609,834</u>
<b>Net Pledges Receivable</b>	<b><u>\$ 2,235,024</u></b>	<b><u>\$ 2,797,776</u></b>

Long-term pledges include those pledges expected to be collected more than one year in the future, as well as those pledges restricted for long-term purposes such as fixed assets or endowments.

Cash collected on the capital campaign and endowment pledges is restricted for long-term purposes. The amount of restricted cash as of June 30, 2008 and 2007 is \$2,863,005 and \$966,828, respectively.

## ISLANDWOOD

### Notes to Financial Statements

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#### Note 5 - Property and Equipment

Property and equipment as of June 30 are as follows:

	<u>2008</u>	<u>2007</u>
Land	\$ 6,400,000	\$ 6,400,000
Buildings and improvements	29,553,201	29,533,398
Equipment	1,485,621	1,452,138
Art	355,427	350,483
Furniture and fixtures	785,235	723,017
Vehicles	132,393	127,567
Construction in progress	<u>2,332,095</u>	<u>553,444</u>
	41,043,972	39,140,047
Less accumulated depreciation	<u>(5,970,149)</u>	<u>(4,944,631)</u>
<b>Net Total Property and Equipment</b>	<b><u>\$ 35,073,823</u></b>	<b><u>\$ 34,195,416</u></b>

#### Note 6 - Line of Credit

IslandWood has an unsecured \$750,000 operating line of credit with a bank, at a rate equal to an independent index based on the prime rate as published in the Wall Street Journal, rounded up to the nearest .125% (8.25% as of June 30, 2008). There were no amounts outstanding at June 30, 2008 and 2007.

#### Note 7 - Net Assets

Unrestricted net assets consist of the following designated and undesignated amounts at June 30:

	<u>2008</u>	<u>2007</u>
Undesignated	\$ 493,278	\$ 438,850
Board designated - compensation reserve	150,000	150,000
Board designated - net investment in land	<u>6,400,000</u>	<u>6,400,000</u>
	<b><u>\$ 7,043,278</u></b>	<b><u>\$ 6,988,850</u></b>

## ISLANDWOOD

### Notes to Financial Statements

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#### Note 7 - Continued

Temporarily restricted net assets are available for the following purposes or periods at June 30:

	<u>2008</u>	<u>2007</u>
Purpose restriction:		
Capital additions	\$ 32,891,135	\$ 29,722,828
Scholarships	1,054,056	1,356,855
Maintenance	430,621	1,153,772
The Tree That Came Home Book	29,506	
Curriculum assessment	54,795	113,312
School overnight program	51,000	90,000
National Geographic Film	51,712	132,569
Other programs	31,143	20,690
Time restriction:		
Pledge for future periods	<u>64,766</u>	<u>64,766</u>
	<b><u>\$ 34,658,734</u></b>	<b><u>\$ 32,654,792</u></b>

Permanently restricted net assets consist of endowment fund assets to be held indefinitely. The income from the assets can be used to support IslandWood's maintenance costs, scholarship fund or arts programming. Balances in each endowment type are as follows at June 30:

	<u>2008</u>	<u>2007</u>
Endowment - maintenance and operations	\$ 10,305,444	\$ 10,305,444
Endowment - scholarships	4,376,838	4,126,188
Endowment - arts	149,639	135,850
Endowment - garden classroom	<u>25,000</u>	<u>25,000</u>
	<b><u>\$ 14,856,921</u></b>	<b><u>\$ 14,592,482</u></b>

#### Note 8 - 401(k) Retirement Plan

IslandWood has a 401(k) retirement plan (the Plan), covering full-time and most regular part-time employees who agree to make contributions to the Plan. IslandWood makes a semi-monthly contribution to the Plan to match the employee's contribution into the Plan, up to 4% of the gross annual income of employees with at least six months of service. Total employers' match for the years ended June 30, 2008 and 2007 is \$72,058 and \$61,233, respectively.

#### Note 9 - Capital Campaign

In early 2008, management had begun construction of a fourth lodge and various other capital projects to expand IslandWood's programs to serve more children, teachers and adults. The total estimated cost of the new facilities is \$8,000,000, financed with the capital campaign.

***ISLANDWOOD***

***Notes to Financial Statements***

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***Note 10 - Commitments***

During April 2008 a contract between IslandWood and a construction company was signed with a maximum price of the cost of the Construction (Note 8) not to exceed \$4,160,000 subject to additions and deductions by change order as proved in the contract documents.

***SUPPLEMENTAL INFORMATION***

ISLANDWOOD

Schedule of Functional Expense  
For the Year Ended June 30, 2008  
(With Comparative Totals for 2007)

	Program Services			Supporting Services			
	Education Programs	Educational and Community Programs	Total	Management & General	Fundraising	2008 Total	2007 Total
Salaries and wages	\$ 1,121,489	\$ 744,197	\$ 1,865,686	\$ 565,815	\$ 200,538	\$ 2,632,039	\$ 2,508,418
Employee benefits	144,552	104,747	249,299	76,664	25,617	351,580	313,669
Payroll taxes	117,424	78,150	195,574	58,273	19,057	272,904	279,960
Scholarships	258,340		258,340			258,340	200,807
Food	130,103	119,928	250,031			250,031	222,030
Maintenance - preventative	80,538	64,535	145,073	46,434		191,507	124,327
Utilities	73,724	59,075	132,799	40,752	1,753	175,304	157,970
Insurance	56,593	37,729	94,322	36,278	14,511	145,111	146,257
Consulting	26,571	100,359	126,930	3,678	6,806	137,414	101,089
Maintenance/repairs	38,787	27,464	66,251	28,900	3,569	98,720	106,285
Printing/copying	6,572	52,740	59,312	440	24,634	84,386	51,112
Lodge cleaning service	31,981	30,919	62,900			62,900	60,008
Instructor fees/travel	43,265	8,367	51,632			51,632	47,514
Graduate program fees	46,495	-	46,495			46,495	46,579
Supplies	16,887	12,259	29,146	11,955	1,776	42,877	27,095
Professional development	22,096	9,591	31,687	8,250	340	40,277	37,813
Postage/delivery	2,943	19,106	22,049	1,588	9,652	33,289	18,377
Advertising/program promotion	5,288	25,868	31,156	1,536		32,692	23,001
Accounting/auditing				31,019		31,019	27,303
Supplies-education/conferences	23,537	7,133	30,670	291		30,961	67,516
Board and staff support	9,050	10,867	19,917	10,119	290	30,326	44,397
Gift shop cost of sales		28,440	28,440			28,440	20,852
Telephone/internet	9,746	6,696	16,442	6,247	2,499	25,188	23,833
Payroll services	7,843	2,591	10,434	9,772	1,296	21,502	22,373
Taxes		17,826	17,826			17,826	18,925
Miscellaneous	2,367	606	2,973	9,914		12,887	29,479
In-kind contributions	3,100	6,000	9,100	1,900	1,200	12,200	80,370
Bank and processing fees	5,199	1,700	6,899	2,611	687	10,197	5,804
Travel	8,228	2,354	10,582	1,459		12,041	8,999
Dues/fees-general	1,216	3,420	4,636	3,251	1,400	9,287	11,077
Technology upgrades	1,852	1,235	3,087	2,469	617	6,173	24,692
Bad debt expense					5,144	5,144	14,299
Legal				4,443		4,443	3,588
Donor recognition	3,995		3,995		235	4,230	7,256
Lodge furnishings							69,714
Video production							42,751
Depreciation	414,747	330,099	744,846	264,180	16,492	1,025,518	1,114,634
	<b>\$ 2,714,528</b>	<b>\$ 1,914,001</b>	<b>\$ 4,628,529</b>	<b>\$ 1,228,238</b>	<b>\$ 338,113</b>	<b>\$ 6,194,880</b>	<b>\$ 6,110,173</b>

See independent auditors' report