

**McKENZIE RIVER GATHERING FOUNDATION**  
**STATEMENT OF FINANCIAL POSITION**  
**June 30, 2012**  
**(With comparative totals for 2011)**

	<b>2012</b>	<b>2011</b>
<b><u>ASSETS</u></b>		
Cash and cash equivalents	\$ 488,626	\$ 704,785
Investments	5,478,110	6,122,019
Pledges and grants receivable	48,083	6,897
Property and equipment	4,708	6,397
Other assets	20,306	19,032
<b>TOTAL ASSETS</b>	<b>\$ 6,039,833</b>	<b>\$ 6,859,130</b>
<b><u>LIABILITIES AND NET ASSETS</u></b>		
<b>LIABILITIES:</b>		
Grants payable	\$ 43,000	\$ 65,000
Accounts and other payables	33,744	31,772
Total Liabilities	76,744	96,772
<b>NET ASSETS:</b>		
Unrestricted:		
General Fund	74,420	99,235
Investment in Property and Equipment	4,708	6,397
Board Designated, Operating Reserve	591,000	584,000
Board Designated, Movement Building	1,378,991	1,712,233
Board Designated, Donor Advised Funds	552,273	829,810
Board Designated, Endowment	657,150	705,100
	3,258,542	3,936,775
Temporarily Restricted:		
Maud T. Kernan Fund	468,417	534,226
Rob McCay Fund	29,024	57,834
Lilla Jewel Fund	65,343	70,113
L'Chaim Fund	186,042	204,927
Michael Smith Fund	46,060	51,445
Endowment Fund	427,351	424,728
	1,222,237	1,343,273
Permanently Restricted:		
Endowment Fund	1,257,703	1,257,703
Michael Smith Fund	116,049	116,049
Lilla Jewel Fund	108,558	108,558
	1,482,310	1,482,310
Total Net Assets	5,963,089	6,762,358
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 6,039,833</b>	<b>\$ 6,859,130</b>

See accompanying notes to financial statements.

**McKENZIE RIVER GATHERING FOUNDATION**  
**STATEMENT OF ACTIVITIES**  
**Year Ended June 30, 2012**  
**(With comparative totals for 2011)**

	2012			Total	2011
	Unrestricted	Temporarily Restricted	Permanently Restricted		
<b>PUBLIC SUPPORT AND REVENUE:</b>					
Public Support:					
General Fund contributions	\$ 341,883	\$ -	\$ -	\$ 341,883	\$ 379,305
Donor Advised Funds contributions	174,437	-	-	174,437	273,021
Funding Exchange Endowment contributions	45,120	-	-	45,120	47,812
Indirect public contributions	14,856	-	-	14,856	20,142
	<u>576,296</u>	<u>-</u>	<u>-</u>	<u>576,296</u>	<u>720,280</u>
Revenue:					
Investment gains (losses)	73,600	35,251	-	108,851	535,813
Interest and dividends	39,967	69,758	-	109,725	187,723
Other revenue	13,235	-	-	13,235	9,379
	<u>126,802</u>	<u>105,009</u>	<u>-</u>	<u>231,811</u>	<u>732,915</u>
Net Assets Released From Restrictions:					
Satisfaction of Maud T. Kernan Fund restrictions	103,371	(103,371)	-	-	-
Satisfaction of Rob McCay Fund restrictions	28,810	(28,810)	-	-	-
Satisfaction of Lilla Jewel Fund restrictions	8,655	(8,655)	-	-	-
Satisfaction of L'Chaim Fund restrictions	33,293	(33,293)	-	-	-
Satisfaction of Michael Smith Fund restrictions	9,538	(9,538)	-	-	-
Satisfaction of Endowment Fund restrictions	42,378	(42,378)	-	-	-
	<u>226,045</u>	<u>(226,045)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Public Support and Revenue	929,143	(121,036)	-	808,107	1,453,195
<b>EXPENSES:</b>					
Program services:					
Grants and Grantmaking	655,643	-	-	655,643	673,152
Donor Advised Grantmaking	465,896	-	-	465,896	137,636
Community Education	215,753	-	-	215,753	218,786
	<u>1,337,292</u>	<u>-</u>	<u>-</u>	<u>1,337,292</u>	<u>1,029,574</u>
Administrative	113,317	-	-	113,317	147,485
Fund raising	156,767	-	-	156,767	148,064
	<u>1,607,376</u>	<u>-</u>	<u>-</u>	<u>1,607,376</u>	<u>1,325,123</u>
<b>CHANGE IN NET ASSETS</b>	(678,233)	(121,036)	-	(799,269)	128,072
<b>NET ASSETS AT BEGINNING OF YEAR</b>	3,936,775	1,343,273	1,482,310	6,762,358	6,634,286
<b>NET ASSETS AT END OF YEAR</b>	<u>\$ 3,258,542</u>	<u>\$ 1,222,237</u>	<u>\$ 1,482,310</u>	<u>\$ 5,963,089</u>	<u>\$ 6,762,358</u>

See accompanying notes to financial statements.

**McKENZIE RIVER GATHERING FOUNDATION**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
Year ended June 30, 2012  
(With comparative totals for 2011)

	2012							
	Program Services							
	Grants & Grantmaking	Donor Advised Grantmaking	Community Education	Total	Admini- strative	Fund Raising	Total	2011
Direct Grants:								
Funding cycle grants	\$ 450,000	\$ -	\$ -	\$ 450,000	\$ -	\$ -	\$ 450,000	\$ 450,000
Travel & Critical Response grants	12,850	-	-	12,850	-	-	12,850	17,725
Lilla Jewel grants	4,000	-	-	4,000	-	-	4,000	-
Donor advised grants	-	462,980	-	462,980	-	-	462,980	134,996
	466,850	462,980	-	929,830	-	-	929,830	602,721
Personnel:								
Wages	103,491	1,720	113,120	218,331	43,284	79,843	341,458	378,203
Payroll taxes	10,398	161	11,004	21,563	4,160	7,899	33,622	37,603
Employee benefits	27,725	407	27,130	55,262	9,695	18,942	83,899	109,652
	141,614	2,288	151,254	295,156	57,139	106,684	458,979	525,458
Other:								
Professional fees	10,617	59	14,999	25,675	28,618	9,524	63,817	52,732
Office rent & other occupancy	12,093	236	13,702	26,031	5,197	9,437	40,665	39,331
Copying & printing	1,549	8	4,229	5,786	397	4,590	10,773	7,695
Office supplies	951	15	1,649	2,615	624	785	4,024	3,775
Telephone	1,714	30	1,973	3,717	1,990	1,274	6,981	6,909
Postage	469	25	1,501	1,995	182	831	3,008	3,128
Equipment repair & lease	1,145	16	1,255	2,416	484	1,107	4,007	2,791
Technology	811	9	1,564	2,384	243	2,567	5,194	4,889
Insurance	231	3	257	491	1,989	161	2,641	2,608
Meetings & travel	6,928	28	5,288	12,244	3,799	1,905	17,948	19,908
Books & staff development	2,236	-	743	2,979	275	643	3,897	6,186
Event expense	-	-	6,690	6,690	(210)	5,990	12,470	8,488
Funding Exchange tithe	8,203	199	9,152	17,554	4,487	7,518	29,559	25,964
Miscellaneous	232	-	762	994	4,058	2,397	7,449	5,078
Workplace giving costs	-	-	-	-	-	1,354	1,354	1,626
Grantee technical assistance	-	-	735	735	-	-	735	1,010
Depreciation	-	-	-	-	4,045	-	4,045	4,826
	47,179	628	64,499	112,306	56,178	50,083	218,567	196,944
Total Expenses	\$ 655,643	\$ 465,896	\$ 215,753	\$ 1,337,292	\$ 113,317	\$ 156,767	\$ 1,607,376	\$ 1,325,123

See accompanying notes to financial statements.

**McKENZIE RIVER GATHERING FOUNDATION**  
**STATEMENT OF CASH FLOWS**  
**Year Ended June 30, 2012**  
**(With comparative totals for 2011)**

	<b>2012</b>	<b>2011</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Cash received from grantors, donors and others	\$ 548,345	\$ 789,330
Interest and dividends received	109,725	187,723
Cash paid to grantees	(951,830)	(566,221)
Cash paid to suppliers and employees	(672,803)	(716,786)
Net cash provided by (used in) operating activities	(966,563)	(305,954)
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Proceeds from sale of investments	1,312,867	964,711
Purchases of investments	(560,107)	(172,021)
Purchases of property and equipment	(2,356)	(1,183)
Net cash provided by (used in) investing activities	750,404	791,507
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	(216,159)	485,553
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	704,785	219,232
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	\$ 488,626	\$ 704,785
<b>SUPPLEMENTAL DISCLOSURES OF NONCASH INVESTING AND FINANCING ACTIVITIES:</b>		
Stock donations simultaneously received and liquidated	\$ 21,996	\$ 278,739

See accompanying notes to financial statements.