

OREGON NATURAL RESOURCES COUNCIL FUND
dba OREGON WILD

Audited Financial Statements

For the Year Ended September 30, 2024



MCDONALD JACOBS



Executive Director's Message

For Oregon Wild, fiscal year 2023-2024 represented a period of celebration, reflection, and evolution. We celebrated our 50th anniversary – a half century of courageous and fierce advocacy to protect Oregon's wildlife and wild places. Founded in 1974, Oregon Wild has worked to protect and rewild the parts of the natural world that do not have a human voice, while not forgetting that humans are interconnected with nature and its systems. We have successfully protected nearly two million acres of Wilderness, over 2,000 miles of Wild & Scenic Rivers, endangered wildlife such as gray wolves and marbled murrelets, vast stretches of old-growth forests, and essential ecosystems across the state.

While we reflected on our legacy with celebrations and events across the state, we also looked to the future. A future in which Oregon Wild's mission is growing more urgent. We unveiled a new logo and brand identity. We completed an inspiring strategic plan to guide our work for the next four years. And our long-time Executive Director, Sean Stevens, announced his departure and ushered in a search for a new leader. Through all of this, Oregon Wild's remarkable team has remained steadfast in their commitment to protecting nature – for its own sake and for future generations of Oregonians.

I joined Oregon Wild as the new Executive Director in January 2025. But I started my conservation career here in 2013, coordinating the organization's wildlife program. Although my career took me elsewhere in the intervening years, Oregon Wild has always been my conservation and advocacy north star. I return to Oregon Wild during a tumultuous time in which so much of what we work to protect is under aggressive attack by the second Trump Administration. And yet I can think of no place I'd rather be to meet this moment.

Oregon Wild's strong and steady growth was demonstrated yet again in fiscal year 2023-2024, with income from 50th Anniversary events exceeding expectations. Our community of advocates, supporters and donors came out in force to celebrate our 50th anniversary and to renew their commitment to our mission into the future. Our work is made possible by this community and we are humbled and grateful for their support. As we look ahead, our goal is to welcome more Oregonians into this dedicated community of people who care so deeply about keeping Oregon wild.

Oregon Wild has a deep bench, with skilled and experienced staff located in offices in Portland, Bend, Eugene, and Enterprise. Our team brings exceptional knowledge and experience in science, environmental law, policy, and grassroots organizing. Oregon Wild's staff is complemented by our dynamic volunteer board of directors, who bring their diverse experience to guide our strategic direction.

Together – with our incredible staff, our talented board of directors, our community of supporters and advocates, and our network of donors and funders – we will continue to build on our long legacy of securing victories for the wild. Below is a just a snapshot of Oregon Wild's accomplishments from the last fiscal year:

Wilderness and Wild & Scenic Rivers

- Secured reintroduction of the River Democracy Act and traveled to Washington, DC for a wilderness and public lands lobby week to build momentum and support.
- Completed a “River Democracy Act streams at risk” report, highlighting threats to streams that would be protected under the legislation.
- Launched a new initiative to renew the Wild Rogue Wilderness proposal in Southwest Oregon.
- Organized road trips to Idaho to meet with potential Nez Perce partners on a proposal to protect Joseph Canyon – an ecologically important area with deep significance to the Tribe.
- Hosted monthly Portland-area happy hours for people of color who are interested in, or work in, outdoor recreation, education, and conservation.
- Convened the first of our Public Lands for All roundtable discussions for BIPOC leaders aimed at informing our future work in this area.
- Sent staff to attend the Green Latinos national conference in El Yunque National Forest Puerto Rico.
- Partnered with Vamonos Outside to host a screening of Blackcountry Journal, by Bend-based skier and filmmaker Mallory Duncan. The event exceeded the venue's capacity with nearly 100 attendees.

Forests and Climate Change

- Continued leadership role in the Climate Forest Campaign and helped generate 1 million public comments for the national old-growth forest protection amendment that would have governed all of the Forest Service's management plans.
- Secured a letter from 33 Members of Congress urging the Biden administration to adopt strong old-growth protections, as well as a state legislator letter calling for the same that was signed by 81 legislators from 36 states.
- Worked with notable social media influencer, Alex Haraus, to draw attention to the national old growth amendment and drive comments. This culminated in his “Crown Jewels” short film.

- Tracked and provided feedback to the Federal Advisory Committee on a proposed amendment to the Northwest Forest Plan – and quickly developed and distributed an analysis of the committee’s recommendations.
- Worked with Pattie Gonia, a Bend-based drag personality and social media star, on a DC lobby week. The social media content from our partnership with Pattie has now been viewed more than 4 million times across several platforms.
- Secured a legal victory when a federal judge upheld an earlier Magistrate Judge ruling overturning a Forest Service effort to weaken protections for old and large trees in forests east of the Cascades.
- Worked to develop a complete Private Forest Accord Habitat Conservation Plan that will require federal government approval and issuance of an Endangered Species Act incidental take permit associated with new private lands logging rules.
- Secured the adoption of a Habitat Conservation Plan for the Tillamook and Clatsop state forests at the Oregon Board of Forestry.
- Successfully challenged the Big League logging project that would negatively impact spring Chinook salmon in the Calapooia River.
- Received a favorable early decision regarding the Siuslaw Harvest Land Base logging plan that would clearcut thousands of acres just west of Eugene.
- Scored a preliminary win regarding the sprawling Integrated Vegetation Management plan near Medford.

Wildlife

- Advanced innovative state legislation to ensure the Department of Fish and Wildlife has funding to protect Oregon’s most imperiled species.
- Developed a plan for a new Stop Extinction Campaign with a potential ballot measure to reform the Oregon Endangered Species Act.
- Ensured that settlement funds from a major piece of litigation between the state and Monsanto were directed to help fish and wildlife, and offset harms to communities who rely on subsistence fishing.
- Worked with the Department of Fish and Wildlife to inform the development of the State Wildlife Action Plan.

While the coming years will bring many novel challenges, Oregon Wild is ideally positioned to lead at the state level and to make its mark at the national level. Our commitment to fighting for Oregon’s natural legacy will guide us through the next fifty years, and beyond.

Quinn Read



Executive Director

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Oregon Natural Resources Council Fund dba Oregon Wild

Opinion

We have audited the accompanying financial statements of Oregon Natural Resources Council Fund dba Oregon Wild (a nonprofit organization), which comprise the statement of financial position as of September 30, 2024, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Oregon Wild as of September 30, 2024, and the changes in net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of Oregon Wild and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Oregon Wild's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Oregon Wild's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Oregon Wild's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Report on Summarized Comparative Information

We have previously audited Oregon Wild's 2023 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated March 13, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended September 30, 2023, is consistent, in all material respects, with the audited financial statements from which it has been derived.

McDonald Jacobson, P.C.

Portland, Oregon
March 28, 2024

OREGON WILD
STATEMENT OF FINANCIAL POSITION
September 30, 2024
(With comparative totals for 2023)

	2024	2023
ASSETS		
Cash and cash equivalents	\$ 820,832	\$ 983,918
Grants receivable	40,000	86,250
Inventory	5,546	5,672
Prepaid expenses	36,160	76,593
Investments	2,163,846	1,817,284
Operating lease right-of-use assets	3,532	6,488
Property and equipment, net	200,056	227,098
TOTAL ASSETS	\$ 3,269,972	\$ 3,203,303
LIABILITIES AND NET ASSETS		
Liabilities:		
Accounts payable	\$ 25,772	\$ 20,961
Accrued personnel expenses	205,291	274,815
Deferred revenue	5,221	29,136
Operating lease liabilities	3,532	6,488
Total liabilities	239,816	331,400
Net assets:		
Without donor restrictions:		
Undesignated	656,461	710,021
Board designated	2,131,204	1,814,849
Net property and equipment	200,056	227,098
Total without donor restrictions	2,987,721	2,751,968
With donor restrictions	42,435	119,935
Total net assets	3,030,156	2,871,903
TOTAL LIABILITIES AND NET ASSETS	\$ 3,269,972	\$ 3,203,303

See notes to financial statements.

OREGON WILD
STATEMENT OF ACTIVITIES
For the year ended September 30, 2024
(With comparative totals for 2023)

	2024			2023 Total
	Without Donor Restrictions	With Donor Restrictions	Total	
Support and revenue:				
Contributions and memberships	\$ 975,942	\$ 5,000	\$ 980,942	\$ 839,121
Grants and contracts	447,717	293,912	741,629	713,210
Bequests	70,159	-	70,159	286,584
Special event revenue, net of direct benefit expenses of \$99,518 in 2024 and \$41,856 in 2023	78,324	-	78,324	3,778
Coalition revenue	37,571	-	37,571	96,652
Investment income, net	50,956	-	50,956	59,621
Net realized/unrealized gains	400,786	-	400,786	60,059
Other income	3,736	-	3,736	41,322
Net assets released from restrictions:				
Satisfaction of time restrictions	77,500	(77,500)	-	-
Satisfaction of purpose restrictions	298,912	(298,912)	-	-
Total support and revenue	2,441,603	(77,500)	2,364,103	2,100,347
Expenses:				
Program services	1,873,375	-	1,873,375	1,882,086
Management and general	213,757	-	213,757	205,637
Fundraising	118,718	-	118,718	135,663
Total expenses	2,205,850	-	2,205,850	2,223,386
Change in net assets	235,753	(77,500)	158,253	(123,039)
Net assets:				
Beginning of year	2,751,968	119,935	2,871,903	2,994,942
End of year	\$ 2,987,721	\$ 42,435	\$ 3,030,156	\$ 2,871,903

See notes to financial statements.

OREGON WILD
STATEMENT OF FUNCTIONAL EXPENSES
For the year ended September 30, 2024
(With comparative totals for 2023)

	Program Services						2024 Total	2023 Total
	Helping Native Species Thrive	Defending and Restoring Oregon's Forests and Waters	Protecting Special Places	Total Program Services	Management and General	Fundraising		
Salaries and related expenses	\$ 146,234	\$ 721,208	\$ 450,359	\$ 1,317,801	\$ 160,676	\$ 79,868	\$ 1,558,345	\$ 1,646,558
Professional fees	9,942	65,884	40,887	116,713	11,879	22,274	150,866	163,342
Subgrants	13,063	24,035	15,153	52,251	-	-	52,251	47,462
Program and event expenses	5,726	108,674	23,175	137,575	4,476	88,801	230,852	121,488
Newsletter	3,890	17,894	11,281	33,065	3,890	1,945	38,900	41,867
Occupancy	3,774	17,363	10,946	32,083	3,786	1,887	37,756	33,376
Telephone and technology	4,414	20,350	12,512	37,276	5,156	3,328	45,760	42,244
Equipment and maintenance	985	4,533	2,858	8,376	985	493	9,854	10,836
Conferences, training and travel	3,997	29,616	16,152	49,765	1,424	5,403	56,592	54,423
Office expense	2,004	9,312	5,736	17,052	3,355	2,015	22,422	7,530
Insurance	1,873	8,614	9,057	19,544	1,873	937	22,354	20,022
Direct mail	690	3,626	2,094	6,410	893	392	7,695	6,530
Bank fees	28	127	80	235	9,765	8,750	18,750	20,635
Miscellaneous	5,690	11,409	5,145	22,244	2,895	790	25,929	25,471
Depreciation	2,704	12,439	7,842	22,985	2,704	1,353	27,042	23,458
	<u>205,014</u>	<u>1,055,084</u>	<u>613,277</u>	<u>1,873,375</u>	<u>213,757</u>	<u>218,236</u>	<u>2,305,368</u>	<u>2,265,242</u>
Less direct benefit expenses netted with revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(99,518)</u>	<u>(99,518)</u>	<u>(41,856)</u>
Total expenses	<u>\$ 205,014</u>	<u>\$ 1,055,084</u>	<u>\$ 613,277</u>	<u>\$ 1,873,375</u>	<u>\$ 213,757</u>	<u>\$ 118,718</u>	<u>\$ 2,205,850</u>	<u>\$ 2,223,386</u>

See notes to financial statements.

OREGON WILD
STATEMENT OF CASH FLOWS
For the year ended September 30, 2024
(With comparative totals for 2023)

	2024	2023
Cash flows from operating activities:	\$ 158,253	\$ (123,039)
Change in net assets		
Adjustments to reconcile change in net assets to net cash flows from operating activities:		
Depreciation	27,042	23,458
Amortization of right-of-use assets	2,956	2,761
Net realized/unrealized gain on investments	(400,786)	(60,059)
(Increase) decrease in:		
Grants receivable	46,250	(26,250)
Inventory and prepaid expenses	40,559	(17,562)
Increase (decrease) in:		
Accounts payable and accrued expenses	(64,713)	52,542
Deferred revenue	(23,915)	29,136
Operating lease liabilities	(2,956)	(2,761)
Net cash flows from operating activities	(217,310)	(121,774)
 Cash flows from investing activities:		
Purchase of property and equipment	-	(28,845)
Proceeds from the sale of investments	206,135	329,480
Purchase of investments	(151,911)	(548,836)
Net cash flows from investing activities	54,224	(248,201)
 Net change in cash and cash equivalents	(163,086)	(369,975)
 Cash and cash equivalents - beginning of year	983,918	1,353,893
 Cash and cash equivalents - end of year	\$ 820,832	\$ 983,918
 Supplemental cash flow information:		
Cash paid for operating leases	\$ 3,024	\$ 3,024
Non-cash operating and investing activities:		
Obtaining right-of-use assets in exchange for lease liabilities	-	9,249

See notes to financial statements.

OREGON WILD
NOTES TO FINANCIAL STATEMENTS
September 30, 2024

1. NATURE OF ORGANIZATION

Oregon Natural Resources Council Fund dba Oregon Wild (the Organization) is a Section 501(c)(3) nonprofit organization founded in 1974 to protect and restore Oregon's wildlands, wildlife, and waters as an enduring legacy for future generations. The Organization works to educate and activate the public regarding threats to our natural resources while seeking long term protections for our public lands. Support is provided to the Organization through contributions from individuals, grants, corporate partnerships, and other fees.

The Organization programs include:

Helping Native Species Thrive – Oregon Wild works to protect and recover native species such as gray wolves, northern spotted owls, and salmon that are critical to functioning ecosystems and an important part of our natural heritage.

Protecting and Restoring Oregon's Forests and Waters – Oregon Wild works to protect and restore public and private forests, critical watersheds, rivers, and wetlands across the state with a focus on ancient forests, the Klamath Basin National Wildlife Refuges, and wildlife corridors.

Protecting Special Places – Oregon Wild leads campaigns for the permanent protection of Wilderness areas, Wild & Scenic Rivers, National Recreation Areas, and other protective designations to safeguard our public forests and waters.

The Organization is affiliated with Oregon Wild Conservation Leaders Fund (OWCLF), a Section 501(c)(4) organization which mobilizes the public to permanently protect Wilderness and old-growth forests, lobbies elected officials to pass protection legislation, and supports or opposes candidates for public office.

The Organization is also the fiscal sponsor for Vive NW. Activity associated with this entity is reflected as restricted contributions when awarded and released when distributed to Vive NW for its programs.

OREGON WILD
NOTES TO FINANCIAL STATEMENTS, CONTINUED
September 30, 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Net Assets

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

- *Net Assets Without Donor Restrictions* - Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.
- *Net Assets with Donor Restrictions* - Net assets subject to donor- (or certain grantor) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers all highly liquid investments available for current use with maturities of three months or less at the time of purchase to be cash equivalents. Cash and cash equivalents held for long-term investment purposes are excluded from cash and cash equivalents and are included in investments.

Grants Receivable

Grants receivable are reported at the amount management expects to collect on balances outstanding at year-end. Management makes an annual determination of the adequacy of the allowance for grants receivable based on an assessment of the credit history with those having outstanding balances and current relationships with them. Management believes no allowance is required as of September 30, 2024 and 2023.

Inventory

Inventory consists of t-shirts, hats, books and tote bags held for sale as part of the Organization's fund-raising and campaign efforts. Inventory is recorded at the lower of cost (first-in, first-out) or net realizable value for purchased items and fair market value for donated items.

Investments

Investments are carried at fair value.

OREGON WILD
NOTES TO FINANCIAL STATEMENTS, CONTINUED
September 30, 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Leases

The Organization determines if an arrangement is or contains a lease at inception. Under ASC 842, a contract is (or contains) a lease if it conveys the right to control the use of an identified asset for a period of time in exchange for consideration. Control is defined under the standard as having both the right to obtain substantially all of the economic benefits from use of the asset and the right to direct the use of the asset. Management only reassesses its determination if the terms and conditions of the contract are changed.

Leases are included in right-of-use (ROU) assets and operating lease liabilities in the statement of financial position. ROU assets represent the Organization's right to use an underlying asset for the lease term, and operating lease liabilities represent the Organization's obligation to make lease payments. Operating lease ROU assets and liabilities are recognized at the lease commencement date based on the present value of lease payments over the lease term. The Organization has made an accounting policy election to use a risk-free rate in lieu of its incremental borrowing rate to discount future lease payments. Lease expense for lease payments is recognized on a straight-line basis over the lease term. The Organization's lease terms may include options to extend or terminate the lease when it is reasonably certain that the Organization will exercise the option.

The Organization does not report ROU assets and operating leases liabilities for its short-term leases (leases with a term of 12 months or less). Instead, the lease payments of those leases are reported as lease expense on a straight-line basis over the lease term.

Property and Equipment

Acquisitions of property and equipment in excess of \$1,500 are capitalized. Property and equipment purchased are recorded at cost. Donated assets are reflected as contributions at their estimated values on the date received.

Depreciation

Depreciation of property and equipment is calculated using the straight-line method over the estimated useful lives of the assets which range from 10 to 45 years for buildings and improvements and 3 to 5 years for furniture and equipment.

Sabbatical Leave

The Organization has a sabbatical plan for long-time employees. Employees who have worked full-time for seven consecutive years are eligible for up to a 6-month sabbatical. Management accrues this benefit over time as eligible years of service are completed and applies a probability percentage to the potential liability based on years of service. The accrued liability is \$89,642 and \$94,676 at September 30, 2024 and 2023, respectively.

OREGON WILD
NOTES TO FINANCIAL STATEMENTS, CONTINUED
September 30, 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, *Continued*

Income Tax Status

Oregon Natural Resources Council Fund dba Oregon Wild is a nonprofit corporation exempt from income tax under section 501(c)(3) of the Internal Revenue Code and applicable state law. No provision for income taxes is made in the accompanying financial statements, as the Organization has no activities subject to unrelated business income tax. The Organization is not a private foundation.

The Organization follows the provisions of FASB ASC Topic 740 *Accounting for Uncertainty in Income Taxes*. Management has evaluated the Organization's tax positions and concluded that there are no uncertain tax positions that require adjustment to the financial statements to comply with provisions of this Topic.

Revenue Recognition

Revenues from various sources are recognized as follows:

Contributions: Contributions, including memberships, bequests, and unconditional promises to give (pledges), are recognized as revenues in the period the Organization is notified of the commitment. Membership payments received from the Organization's members are considered equivalent to without donor restrictions contributions and are recognized as revenue when received. Bequests are recorded as revenue at the time the Organization has an established right to the bequest and the proceeds are measurable. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met.

Grants and Contracts: Grants and contracts are conditioned upon certain performance requirements and/or incurring allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as contract advances in the statement of financial position.

Donated Assets, Materials and Services: Donations of property, equipment, materials and other assets are recorded as support at their estimated fair value at the date of donation. Such donations are reported as support without donor restrictions unless the donor has restricted the donation to a specific purpose. The Organization recognizes donated services that create or enhance nonfinancial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation.

OREGON WILD
NOTES TO FINANCIAL STATEMENTS, CONTINUED
September 30, 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Revenue Recognition, Continued

Special Events: The Organization records special events revenue equal to the fair value of direct benefits to donors, and contribution income for the excess received when the event takes place. Sponsorships are recorded as revenue at the time of the commitment unless commensurate value is included a part of the agreements. The portion of the sponsorship revenue that relates to commensurate value of the sponsor received in return is recognized when the related events are held and performance obligations are met. Funds received in advance for ticket sales and exchange-related sponsorships are reported as deferred revenue.

Coalition Revenue: Coalition revenues represents funds collected for the Oregon Wildlife Coalition and Pacific Northwest Forest Climate Alliance and are recognized as revenue over time as costs are incurred to further the initiatives of these groups.

For revenue from contracts with customers (coalition revenue), the timing of revenue recognition, billings, and cash collections may result in billed accounts receivable (contract asset) and customer advances and deposits and deferred revenue (contract liabilities) on the statements of financial position. There are no contract assets or liabilities associated with this revenue.

Functional Expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the statements of activities and functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The expenses that are allocated include salaries and related expenses, office expense, occupancy, telephone, technology, equipment, newsletter, insurance and depreciation, which have been allocated based on estimates of time and effort.

Use of Estimates

The preparation of financial statements in accordance with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Summarized Financial Information for 2023

The financial information as of September 30, 2023 and for the year then ended is presented for comparative purposes and is not intended to be a complete financial statement presentation.

OREGON WILD
NOTES TO FINANCIAL STATEMENTS, CONTINUED
September 30, 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Subsequent Events

The Organization has evaluated all subsequent events through March 28, 2024, the date the financial statements were available to be issued.

Reclassifications

Investing activity in the prior year statement of cash flows was reclassified to conform with the current year presentation.

3. AVAILABLE RESOURCES AND LIQUIDITY

The Organization regularly monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds. For purposes of analyzing resources available to meet general expenditures over a 12-month period, the Organization considers all expenditures related to its primary operations to be general expenditures. It excludes financial assets with donor or other restrictions limiting their use.

Financial assets available for general expenditure consist of the following at September 30, 2024 and 2023:

	2024	2023
Cash and cash equivalents	\$ 820,832	\$ 983,918
Grants receivable	40,000	86,250
Investments	2,163,846	1,817,284
	<u>3,024,678</u>	<u>2,887,452</u>
Less amounts unavailable for general expenditure:		
Net assets with donor restrictions	42,435	119,935
Board designated	2,131,204	1,814,849
Financial assets available for general expenditure	<u>\$ 851,039</u>	<u>\$ 952,668</u>

Board designated funds maintained for special projects and reserve funds may be released if approved by simple majority vote of the Board of Directors. Although the Organization does not intend to spend from its board-designated endowment other than amounts appropriated for general expenditure as part of its annual budget approval and appropriation process, amounts from its board-designated endowment could be made available if necessary to manage unanticipated liquidity needs. See Notes 9 and 11 regarding board designated net assets and endowment.

OREGON WILD
NOTES TO FINANCIAL STATEMENTS, CONTINUED
September 30, 2024

4. GRANTS RECEIVABLE

Grants receivable are unsecured and expected to be collected as follows at September 30, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Due within one year	\$ 40,000	\$ 46,250
Due within two to five years	<u>-</u>	<u>40,000</u>
Total grants receivable	<u>\$ 40,000</u>	<u>\$ 86,250</u>

5. INVESTMENTS AND FAIR VALUE MEASUREMENTS

Investments consist of the following at September 30, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Cash and cash equivalents	\$ 34,199	\$ 51,863
Mutual and exchange-traded funds:		
Equity	559,169	1,276,582
Fixed income	1,540,271	488,839
Beneficial interest in assets held by OCF	<u>30,207</u>	<u>-</u>
Total investments	<u>\$ 2,163,846</u>	<u>\$ 1,817,284</u>

The Organization is named as a beneficiary of a fund that is established between Oregon Wild and the Oregon Community Foundation (OCF) from a gift annuity transfer. The Organization's fund is pooled with other assets managed by OCF and is invested in debt, equity and other securities which are reflected at fair value. Under the terms of the agreement, variance power has been granted to OCF, however, the Organization is the beneficiary of the fund and the transfer is reciprocal in nature. Accordingly, OCF recognizes the fund as a liability on its statement of financial position. Also, under the terms of the agreement, OCF shall distribute not less than annually, a percentage of the fair value of the fund as determined by the board of directors of OCF. However, in no event will the percentage be less than a reasonable rate of return. OCF may make additional distributions from the fund to the Organization upon a majority vote of all of the directors of the Organization, if, in the sole judgment of the board of OCF, the requested distribution is consistent with the objectives and purposes of the Organization.

OREGON WILD
NOTES TO FINANCIAL STATEMENTS, CONTINUED
September 30, 2024

5. INVESTMENTS AND FAIR VALUE MEASUREMENTS, Continued

Investments are held for the following purposes at September 30, 2024 and 2023:

	2024	2023
Endowment	\$ 1,634,842	\$ 1,380,182
Special projects and reserve funds	498,797	437,102
Beneficial interest in assets held by OCF	30,207	-
	\$ 2,163,846	\$ 1,817,284

Fair Value Measurements

Investments recorded at fair value in the statement of financial position are categorized based upon the level of judgment associated with the inputs used to measure their fair value. Level inputs are defined as follows:

Level 1: Unadjusted quoted prices in active markets for identical assets and liabilities.

Level 2: Observable inputs other than those included in Level 1, such as quoted market prices for similar assets or liabilities in active markets, or quoted market prices for identical assets or liabilities in inactive markets.

Level 3: Unobservable inputs reflecting management's own assumptions about the inputs used in pricing the asset or liability. Level 3 assets and liabilities include financial instruments whose value is determined using pricing models, discounted cash flow methodologies, or similar techniques, as well as instruments for which the determination of fair values requires significant management judgment or estimation.

Fair values for mutual and exchange-traded funds are determined by reference to quoted market prices and other relevant information generated by market transactions based on Level 1 inputs. Fair values of the beneficial interest in investments held at Oregon Community Foundation (OCF) are determined using Level 3 inputs and have been provided to the Organization based on information provided by OCF which represents the Organization's proportionate share of investments owned by OCF, using a market approach. Assets of the Organization subject to fair value measurements using Level 3 inputs include the beneficial interest in assets held by OCF. Changes in Level 3 assets for 2024 are as follows:

Balance, beginning of year	\$ -
Contributions/deposits	26,465
Change in value	3,742
Balance, end of year	\$ 30,207

The change in value is included in net realized/unrealized gains without donor restrictions on the statement of activities.

OREGON WILD
NOTES TO FINANCIAL STATEMENTS, CONTINUED
September 30, 2024

5. OPERATING LEASES

The Organization evaluated current contracts to determine which met the criteria of a lease. The right-of-use (ROU) assets represent the Organization's right to use underlying assets for the lease term, and the operating lease liabilities represent the Organization's obligation to make lease payments arising from these leases.

The Organization's leases consist of leases for equipment with remaining lease terms of approximately 6 months to 3 years. The Organization also leases office space on a month-to-month basis and these leases are cancellable at any time with adequate notice.

The following summarizes the line items in the statements of financial position which include amounts for operating leases as of September 30, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Operating leases:		
Operating lease right-of-use-assets	\$ <u>3,532</u>	\$ <u>6,488</u>
Operating lease liability	\$ <u>3,532</u>	\$ <u>6,488</u>

The following summarizes the weighted average remaining lease term and discount rate as of September 30, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Weighted average remaining lease term	2.31 years	2.8 years
Weighted average discount rate	3.82%	3.91%

The maturities of operating lease liabilities as of September 30, 2024 are as follows:

Year ending September 30, 2025	\$ 1,974
2026	792
2027	792
2028	<u>131</u>
	3,689
Less discount	<u>(157)</u>
Present value of operating lease liabilities	<u>\$ 3,532</u>

OREGON WILD
NOTES TO FINANCIAL STATEMENTS, CONTINUED
September 30, 2024

6. OPERATING LEASES, Continued

For the years ended September 30, 2024 and 2023, lease costs consisted of and are reported as follows:

	<u>2024</u>	<u>2023</u>
Operating lease expense (equipment/maintenance)	\$ 3,024	\$ 3,024
Short-term lease costs (occupancy)	<u>20,598</u>	<u>21,113</u>
	<u>\$ 23,622</u>	<u>\$ 24,137</u>

Beginning November 1, 2024, the Organization entered into a three-year lease for office space. At lease commencement, the effect on the statement of financial position is an increase to the ROU asset of \$42,817 and an increase to the operating lease liability of \$42,817. The discount rate applied to calculate the lease liability is 4.18%.

7. PROPERTY AND EQUIPMENT

Property and equipment consist of the following at September 30, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Land and improvements	\$ 119,400	\$ 119,401
Buildings and improvements	457,826	457,826
Furniture and equipment	<u>145,705</u>	<u>145,705</u>
	722,931	722,932
Less accumulated depreciation	<u>522,875</u>	<u>495,834</u>
Property and equipment, net	<u>\$ 200,056</u>	<u>\$ 227,098</u>

8. CONTINGENCY

Amounts received or receivable from various contracting agencies are subject to audit and potential adjustment by the contracting agencies. Any disallowed claims, including amounts already collected, would become a liability of the Organization if so determined in the future. It is management's belief that no significant amounts received or receivable will be required to be returned in the future.

OREGON WILD
NOTES TO FINANCIAL STATEMENTS, CONTINUED
September 30, 2024

9. BOARD DESIGNATED NET ASSETS

Board designated net assets are designated as follows at September 30, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Special projects and reserve funds	\$ 498,797	\$ 437,102
Board-designated endowment (Note 11)	<u>1,632,407</u>	<u>1,377,747</u>
Total board-designated net assets	<u>\$ 2,131,204</u>	<u>\$ 1,814,849</u>

Endowment assets include net assets designated by the board to function as an endowment. The board-designated endowment is funded with bequests, annuities, and planned gifts not designated by the donor for current operations or programs. The board policy states that once the special project and reserve fund holds \$250,000, new funds are added evenly to both the special project and reserve funds and the board-designated endowment fund. Additionally, once the special project reserve funds reach \$500,000, new funds will all be added to the board-designated endowment. The Board re-designated approximately \$400,000 from the special projects and reserve fund to the board-designated endowment in 2023.

10. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions consist of the following at September 30, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
With expiring donor restrictions:		
Time restricted	\$ 40,000	\$ 117,500
With perpetual donor restrictions:		
Donor-restricted endowment (Note 11)	<u>2,435</u>	<u>2,435</u>
	<u>\$ 42,435</u>	<u>\$ 119,935</u>

The Organization holds assets in a donor-restricted endowment fund. The principal of the endowment fund is to be held in perpetuity and the earnings are without donor restrictions. See Note 11, Endowment.

OREGON WILD
NOTES TO FINANCIAL STATEMENTS, CONTINUED
September 30, 2024

II. ENDOWMENT

The Organization's endowment consists of a donor-restricted fund and funds designated by the board to function as an endowment. As required by U.S. generally accepted accounting principles (GAAP), net assets associated with endowment funds including funds designated by the board of directors to function as an endowment, are classified and reported based on the existence or absence of donor-imposed restrictions or board designations.

Interpretation of Relevant Law

The board of directors of the Organization has interpreted Oregon's Uniform Prudent Management of Institutional Funds Act (UPMIFA or the Act) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Organization classifies as net assets with perpetual restrictions, (a) the original value of gifts donated to the perpetual endowment (b) the original value of subsequent gifts to the perpetual endowment and (c) accumulations to the perpetual endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund.

The remaining portion of the donor-restricted endowment fund that is not classified as net assets with perpetual restrictions is classified as net assets with expiring restrictions until those amounts are appropriated for expenditure by the Organization in a manner consistent with the standard of prudence prescribed by the Act.

In accordance with UPMIFA, the Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- (1) The duration and preservation of the fund
- (2) The purposes of the Organization and the donor-restricted endowment fund
- (3) General economic conditions
- (4) The possible effect of inflation and deflation
- (5) The expected total return from income and the appreciation of investments
- (6) Other resources of the Organization
- (7) The investment policies of the Organization

Return Objectives, Risk Parameters and Strategies for Achieving Objectives

The goal of the Organization's investment program for funds held as endowment is to achieve a total rate of return that will allow the Organization to respond to today's needs and the long-term growth necessary to respond to future needs. The Board has adopted an investment policy that attempts to maintain and grow the purchasing power of the endowment assets over the long term while generating income. The assets are invested in a well-diversified asset mix with a focus on environmental and social responsibility.

OREGON WILD
NOTES TO FINANCIAL STATEMENTS, CONTINUED
September 30, 2024

II. ENDOWMENT, Continued

Return Objectives, Risk Parameters and Strategies for Achieving Objectives, Continued

To meet this investment objective, the Organization follows a total return strategy in which investment decisions are made with the intent of maximizing the long-term total return of the portfolio, combining market-value changes (realized and unrealized) and current yield (interest and dividends).

Spending Policy and How the Investment Objectives Relate to Spending Policy

The Organization may distribute 5% of the account balance to the general account for operating purposes, until the balance reaches \$2,000,000. Once the balances reach this amount, the disbursed amount will be 10% of the fund balance. In establishing this policy, the Organization considers the long-term expected investment return on the endowment. This is consistent with the Organization's objective to maintain the purchasing power of the endowment assets as well as to provide additional real growth through investment return.

Endowment net asset composition consists of the following at September 30, 2024 and 2023:

	<u>Without Donor Restrictions</u>	<u>With Donor Perpetual Restrictions</u>	<u>Total</u>
September 30, 2024			
Donor-restricted	\$ -	\$ 2,435	\$ 2,435
Board-designated	<u>1,632,407</u>	<u>-</u>	<u>1,632,407</u>
Total funds	<u>\$ 1,632,407</u>	<u>\$ 2,435</u>	<u>\$ 1,634,842</u>
September 30, 2023			
Donor-restricted	\$ -	\$ 2,435	\$ 2,435
Board-designated	<u>1,377,747</u>	<u>-</u>	<u>1,377,747</u>
	<u>\$ 1,377,747</u>	<u>\$ 2,435</u>	<u>\$ 1,380,182</u>

OREGON WILD
NOTES TO FINANCIAL STATEMENTS, CONTINUED
September 30, 2024

11. ENDOWMENT, Continued

Changes in endowment net assets for the years ended September 30, 2024 and 2023 are as follows:

	Without Donor <u>Restrictions</u>	With Donor Perpetual <u>Restrictions</u>	<u>Total</u>
Balance at September 30, 2022	\$ 794,069	\$ 2,435	\$ 796,504
Contributions	486,734	-	486,734
Investment return, net	96,944	-	96,944
Balance at September 30, 2023	1,377,747	2,435	1,380,182
Contributions	29,280	-	29,280
Investment return, net	372,080	-	372,080
Appropriated for expenditure	(146,700)	-	(146,700)
Balance at September 30, 2024	<u>\$ 1,632,407</u>	<u>\$ 2,435</u>	<u>\$ 1,634,842</u>

12. DONATED MATERIALS AND SERVICES

The Organization received donated materials and services during years ended September 30, 2024 and 2023 as follows:

	<u>2024</u>	<u>2023</u>
Goods and supplies	\$ -	\$ 440
Professional fees	-	1,500
Auction items	34,426	55,160
	<u>34,426</u>	<u>57,100</u>
Less: auction items netted	<u>(34,426)</u>	<u>(55,160)</u>
Total donated materials and services (included in contributions)	<u>\$ -</u>	<u>\$ 1,940</u>

Contributed goods, supplies, auction items, and professional fees are recorded at fair value based on the current cost to acquire the goods or services, or the sale price of comparable goods and services.

In addition, a number of unpaid volunteers provide significant contributions of their time to develop and implement the Organization's programs. There were approximately 550 and 1,300 volunteered hours during the years ended September 30, 2024 and 2023, respectively. The value of such services, which do not meet the criteria for recording donated services, has not been recognized in the accompanying financial statements.

OREGON WILD
NOTES TO FINANCIAL STATEMENTS, CONTINUED
September 30, 2024

13. RETIREMENT PLAN

The Organization sponsors a 403(b) plan for the benefit of its eligible employees. At the discretion of the Board of Directors, the Organization may make contributions to the plan. The Organization made contributions to the plan of approximately \$35,200 and \$35,800 for the years ended September 30, 2024 and 2023, respectively.

14. CONCENTRATIONS OF CREDIT RISK

The Organization maintains its cash balances in two financial institutions, including an Intrafi Cash Service account which places deposits with multiple institutions. Balances in each institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. The balances, at times, may exceed the federally insured limit. There were no balances in excess of insured limits as of September 30, 2024 and 2023.

Investments are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the statement of financial position.

15. RELATED PARTY DISCLOSURE

The Organization entered into a contract whereby Oregon Wild Conservation Leaders Fund (OWCLF) reimburses the Organization for allocated personnel and office operating costs that are shared by the two organizations. In addition, OWCLF pays the Organization an occupancy charge for use of the building, allocated in a manner comparable to the personnel and operating expenses charges. The net amount of shared expenses paid by OWCLF under this agreement for the years ended September 30, 2024 and 2023 was approximately \$960 and \$1,200, respectively.