



RUDD & COMPANY_{P.L.L.C.}
certified public accountants | business consultants

WEST YELLOWSTONE FOUNDATION

**Financial Statements
with
Accountants' Compilation Report**

June 30, 2017 and 2016

giving direction to your future



RUDD & COMPANY

To the Board of Directors of
West Yellowstone Foundation
West Yellowstone, Montana

Management is responsible for the accompanying financial statements of West Yellowstone Foundation (the "Foundation") a nonprofit organization, which comprise the statement of financial position as of June 30, 2017 and 2016, respectively, and the related statements of activities and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The supplementary information contained in Schedules I through VII are presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management. The supplementary information was subject to our compilation engagement. We have not audited or reviewed the supplementary information and do not express an opinion, a conclusion, nor provide any assurance on such information.

The Foundation's financial statements disclose as of June 30, 2017, the prescribed endowment fund amounts and income reconciliations as required by FASB ASC 958-205-50-1B in Note 1 and 2. Disclosure of that information is required by accounting principles generally accepted in the United States of America.

Management has elected to omit substantially all the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Foundation's financial position, results of operations, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

We are not independent with respect to West Yellowstone Foundation.

Rudd & Company PLLC

Rudd & Company, PLLC
Bozeman, MT
October 31, 2017

WEST YELLOWSTONE FOUNDATION
Statements of Financial Position
June 30,

	<u>2017</u>	<u>2016</u>
Assets		
Current Assets		
Cash and cash equivalents	\$ 51,649	\$ 40,802
Property and Equipment (Restricted)		
Building leasehold improvements	310,873	310,873
Vehicles	101,323	101,323
Machinery and equipment	5,660	5,660
Less accumulated depreciation	<u>(110,620)</u>	<u>(84,360)</u>
Total Property and Equipment (Restricted)	<u>307,236</u>	<u>333,496</u>
Restricted Cash and Investments		
Agency funds (See Note 1)	441,414	52,958
Vanguard funds	377,356	645,900
Restricted cash	204,239	100,243
Other	<u>59,639</u>	<u>50</u>
Total Restricted Cash and Investments	<u>1,082,648</u>	<u>799,151</u>
Total Assets	<u>\$ 1,441,533</u>	<u>\$ 1,173,449</u>

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WEST YELLOWSTONE FOUNDATION
Statements of Financial Position (continued)
June 30,

	<u>2017</u>	<u>2016</u>
Liabilities and Net Assets		
Current Liabilities		
Payroll liabilities	<u>\$ 421</u>	<u>\$ 1,805</u>
Net Assets		
Permanently restricted	571,236	509,780
Temporarily restricted	818,598	622,817
Unrestricted	<u>51,278</u>	<u>39,047</u>
Total Net Assets	<u>1,441,112</u>	<u>1,171,644</u>
Total Liabilities and Net Assets	<u>\$ 1,441,533</u>	<u>\$ 1,173,449</u>

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WEST YELLOWSTONE FOUNDATION
Statements of Activities and Change in Net Assets
For the Years Ended June 30,

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total 2017	Total 2016
Revenues					
Contributions	\$ 26,457	\$ 713,242	\$ 14,217	\$ 753,916	\$ 170,157
Scholarships	5,301	55,000	-	60,301	69,098
Special events, net	19,406	17,927	-	37,333	22,947
Investment income	1,001	8,253	14,637	23,891	11,759
Unrealized gains(losses)	(1,231)	41,128	76,374	116,271	7,513
Total Revenues	50,934	835,550	105,228	991,712	281,474
Expenses and Distributions					
Grants and program distributions	(80,626)	(317,268)	(3,990)	(401,884)	(115,732)
Scholarship awards	(300)	(84,995)	(11,456)	(96,751)	(91,857)
Management and operations	(37,953)	-	(2,462)	(40,415)	(35,911)
Transfers	80,176	(237,506)	(25,864)	(183,194)	-
Total Expenses & Distributions	(38,703)	(639,769)	(43,772)	(722,244)	(243,500)
Change in Net Assets	12,231	195,781	61,456	269,468	37,974
Net Assets, Beginning of Year	39,047	622,817	509,780	1,171,644	1,208,751
Prior Period Adjustment	-	-	-	-	(75,081)
Net Assets, End of Year	\$ 51,278	\$ 818,598	\$ 571,236	\$ 1,441,112	\$ 1,171,644

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WEST YELLOWSTONE FOUNDATION
Statements of Cash Flows
For the Years Ended June 30,

	<u>2017</u>	<u>2016</u>
Cash Flows From Operating Activities		
Change in net assets	\$ 269,468	\$ 37,974
Prior period adjustment	-	(75,081)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation expense	26,260	28,048
Increase in assets		
Reinvested interest, dividends, and gains	(23,891)	(11,708)
Unrealized gain on investments	(116,271)	(7,513)
Increase (decrease) in liabilities		
Payroll liabilities	(1,384)	1,405
Net Cash Provided (Used) by Operating Activities	<u>154,182</u>	<u>(26,875)</u>
Cash Flows From Investing Activities		
Amounts transferred from Investments to Operations	143,855	196,542
Amounts transferred from Investments to MCF (non-agency)	(183,194)	(75,081)
Net Cash Provided (Used) by Investing Activities	<u>(39,339)</u>	<u>121,461</u>
Net Increase in Cash and Cash Equivalents	114,843	94,586
Beginning Cash and Cash Equivalents	<u>141,045</u>	<u>46,459</u>
Ending Cash and Cash Equivalents	<u>\$ 255,888</u>	<u>\$ 141,045</u>
Classified As:		
Current Asset	\$ 51,649	\$ 40,802
Restricted Asset	<u>204,239</u>	<u>100,243</u>
Total Cash and Cash Equivalents	<u>\$ 255,888</u>	<u>\$ 141,045</u>

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WEST YELLOWSTONE FOUNDATION
Schedule I - Statement of Net Asset Activity
For the Year Ended June 30, 2017

	Net Assets 6/30/16	PY Corrections / Transfers	Contributions	Investment Income / Other Income	Unrealized Gains / (Losses)	Special Events - Net Income	Grant & Program (Distributions)	Management & Operations (Expenses)	Net Assets 6/30/17
Permanently Restricted									
After School Program- Agency (See Note 1)	\$ 39,209	\$ 6,118	-	\$ 871	\$ 6,590	-	\$ (1,951)	\$ (213)	\$ 50,624
Big Brothers/Sisters	5,716	(6,118)	-	72	322	-	-	-	-
Boys and Girls State	14,939	(16,199)	-	377	1,403	-	-	-	8,462
Common Community School Project	-	-	8,500	86	(124)	-	-	-	30,372
Community Visit Outreach	24,204	-	-	558	3,980	-	1,218	(137)	28,670
Food Bank - Agency (See Note 1)	20,238	2,000	-	561	4,243	-	(3,277)	(3,060)	88,658
Robeson Family Trust Grimes Deeds Award	76,864	-	-	1,722	12,473	-	-	(1,183)	172,559
WYF Endowment - Agency (See Note 1)	52,548	165,892	-	5,616	9,576	-	(3,230)	(610)	123,648
Smoking Waiver Summer Rec Program- Agency (See Note 1)	106,713	-	-	2,430	18,345	-	-	-	-
WM Trout Foundation	3,586	(3,833)	-	45	208	-	-	-	-
WYF Administration	102,454	(112,286)	-	1,213	9,619	-	(5,226)	-	-
WYF Scholarship	-	182	-	-	-	-	-	-	-
Expedition: Yellowstone - Agency (See Note 1)	57,567	-	673	1,294	9,728	-	-	(319)	68,943
Total Permanently Restricted	509,780	(25,864)	14,317	14,837	76,374	-	(15,446)	(2,462)	571,236
Temporarily Restricted									
A. Work in Motion	1,087	-	-	-	-	-	-	-	1,087
Bus Operations	464,259	(6,118)	71,651	199	-	-	(83,328)	-	383,974
Charitable Scholarships (See Note 3)	24,199	-	135,000	-	-	-	(42,995)	-	116,204
Hidago Lake Mip	-	-	1,500	-	-	(2,041)	-	-	1,500
Ice Fishing Tournament	3,426	-	-	-	-	19,568	-	-	1,385
Little Rangan Learning Center	-	150,000	101,875	-	-	-	(256,078)	-	44,965
Proveh Seokon	-	-	16,000	-	-	-	-	-	10,000
Stegil Dancer Award Fund	-	(225,000)	294,633	5,388	20,521	-	(500)	-	199,762
Stegil BOJ-Gust Fund	41,896	-	-	933	6,780	-	-	-	49,018
Stegil Scholarship	148,040	(163,610)	42,000	1,743	13,827	-	(42,000)	-	-
Trackers Emergency Fund	-	1,104	540	-	-	-	(941)	-	763
Yellowstone Historic Center	-	-	6,233	-	-	-	(6,233)	-	-
Total Temporarily Restricted	622,817	(237,506)	764,242	8,233	41,138	17,927	(402,243)	-	818,598
Unrestricted									
Management & Operations	39,047	80,176	31,758	1,001	(1,231)	19,406	(80,926)	(37,953)	51,278
Total Unrestricted	39,047	80,176	31,758	1,001	(1,231)	19,406	(80,926)	(37,953)	51,278
Total Net Assets	\$ 1,171,644	\$ (183,194)	\$ 814,317	\$ 23,871	\$ 116,271	\$ 37,333	\$ (408,633)	\$ (40,413)	\$ 1,441,112

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WEST YELLOWSTONE FOUNDATION
Notes to the Financial Statements
For the Years Ended June 30, 2017 and 2016

1. Beneficial Interests in West Yellowstone Agency Endowment Held by Montana Community Foundation

West Yellowstone Foundation is the designated beneficiary of five agency endowment funds held by Montana Community Foundation (MCF). In accordance with FASB ASC 958-605-25, West Yellowstone Foundation records its beneficial interest in the agency endowments held and owned by MCF in its statement of financial position and the activity of the fund in its statement of activities. The MCF Board has the power to modify any restriction or condition on the distribution of funds for any specified charitable purpose or to any specified organization if, in the sole judgment of the governing body, such restriction or condition becomes, in effect, unnecessary, incapable of fulfillment, or inconsistent with the charitable needs of the community or area served. In support of its charitable work, MCF pays an annual endowment distribution to West Yellowstone Foundation from the agency endowments subject to the payout policy approved by the MCF Board of Directors.

The aggregate amount of the agency endowment reported in the statement of financial position is \$441,414 and \$52,958 as of June 30, 2017 and 2016, respectively. Annual unrestricted operating support received from the agency endowments for the year ended June 30, 2017 and 2016, was \$16,487 and \$2,405, respectively.

2. Beneficial Interest in Donor Designated Endowments Held by Montana Community Foundation

West Yellowstone Foundation is the beneficiary of seven donor designated endowment funds held by Montana Community Foundation (MCF). In accordance with FASB ASC 958-605-25, West Yellowstone Foundation does not record a beneficial interest for those endowments in its statement of financial position. In support of its charitable work, MCF pays annual endowment distributions to West Yellowstone Foundation from the seven donor designated endowments subject to the payout policy approved by the MCF Board of Directors.

The total amount of donor designated endowments that benefit West Yellowstone Foundation at MCF are valued at \$1,097,860 and \$387,724 as of June 30, 2017 and 2016, respectively. The annual support received from the donor designated endowments for the year ended June 30, 2017 and 2016, was \$55,903 and \$12,002, respectively.

WEST YELLOWSTONE FOUNDATION
Notes to the Financial Statements (continued)
For the Years Ended June 30, 2017 and 2016

2. Beneficial Interest in Donor Designated Endowments Held by Montana Community Foundation (continued)

Following is a reconciliation of beginning and ending fair values for the beneficial interest in donor designated endowments held by MCF, for the year ended June 30, 2017 and 2016:

	2017			
	WYF Scholarship Fund	Fall River Electric Co-Op Educational Fund of the WYF	Heritage Park Endowment	Pat Lilly Memorial Gallery Endowment
Fair market value, beginning balance	\$ 152,359	\$ 34,861	\$ 23,723	\$ 7,603
Contributions	63,055	-	-	-
Investment income	3,239	533	409	116
Administration fee	(2,180)	(399)	(306)	(87)
Payment received as revenue	(4,225)	(1,595)	(1,223)	(333)
Realized and unrealized (losses) gains	22,167	3,570	2,737	781
Fair market value, ending balance	\$ 234,415	\$ 36,970	\$ 25,340	\$ 8,080

	2017			Totals
	WYF Endowment Fund	Ame and Steffi Siegel Scholarship Fund	WY Expedition: Yellowstone Friends Endowment	
Fair market value, beginning balance	\$ 169,178	\$ -	\$ -	\$ 387,724
Contributions	444,590	162,842	350	670,837
Investment income	7,604	1,365	2	13,268
Administration fee	(4,322)	(778)	(1)	(8,073)
Payment received as revenue	(6,527)	(42,000)	-	(55,903)
Realized and unrealized (losses) gains	49,907	10,838	7	90,007
Fair market value, ending balance	\$ 660,430	\$ 132,267	\$ 358	\$ 1,097,860

WEST YELLOWSTONE FOUNDATION
Notes to the Financial Statements (continued)
For the Years Ended June 30, 2017 and 2016

2. Beneficial Interest in Donor Designated Endowments Held by Montana Community Foundation (continued)

	2016		
	WYF Scholarship Fund	Fall River Electric Co-Op Educational Fund of the WYF	Heritage Park Endowment
Fair market value, beginning balance	\$ 75,082	\$ 36,303	\$ 27,829
Contributions	80,418	-	-
Investment income	1,736	762	584
Administration fee	(975)	(437)	(336)
Payment received as revenue	(3,274)	(1,583)	(4,214)
Realized and unrealized (losses) gains	(628)	(184)	(140)
Fair market value, ending balance	\$ 152,359	\$ 34,861	\$ 23,723

	2016		
	Pat Lilly Memorial Gallery Endowment	WYF Endowment Fund	Totals
Fair market value, beginning balance	\$ 7,398	\$ 128,516	\$ 275,128
Contributions	500	45,000	125,918
Investment income	162	3,204	6,448
Administration fee	(94)	(1,712)	(3,554)
Payment received as revenue	(324)	(5,608)	(15,003)
Realized and unrealized (losses) gains	(39)	(222)	(1,213)
Fair market value, ending balance	\$ 7,603	\$ 169,178	\$ 387,724

3. Charitable Scholarships

West Yellowstone Foundation received \$135,000 for the intent to award post-secondary scholarships as of June 30, 2017. Donors who contributed to the West Yellowstone Foundation scholarship fund are listed below.

<u>Donor</u>	<u>Amount</u>
Cross Charitable Foundation	\$ 25,000
David Mayfield	\$ 15,000
Terry and Kandi Povah	\$ 15,000
Ventures West, Inc./The Povah Family	\$ 80,000