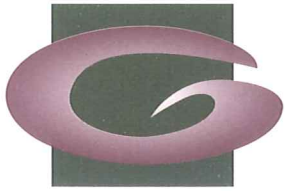


RESOURCES LEGACY FUND

**CONSOLIDATED FINANCIAL
STATEMENTS WITH INDEPENDENT
AUDITOR'S REPORT**

**YEARS ENDED
DECEMBER 31, 2010 AND 2009**



Gilbert Associates, Inc.
CPAs and Advisors

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Resources Legacy Fund
Sacramento, California

We have audited the accompanying consolidated statements of financial position of Resources Legacy Fund and Resources Legacy Fund Foundation, collectively the Fund, as of December 31, 2010 and 2009, and the related consolidated statements of activities and of cash flows for the years then ended. These consolidated financial statements are the responsibility of the Fund's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits 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 audits provide a reasonable basis for our opinion.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of the Fund as of December 31, 2010 and 2009, and the changes in its net assets and its cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

Our audits were conducted for the purpose of forming an opinion on the basic consolidated financial statements taken as a whole. The supplemental schedules on pages 12 and 13 are presented for the purpose of additional analysis and are not a required part of the basic consolidated financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic consolidated financial statements and, in our opinion, is fairly stated in all material respects in relation to those statements taken as a whole.

Gilbert Associates, Inc.

GILBERT ASSOCIATES, INC.
Sacramento, California

March 7, 2011

RESOURCES LEGACY FUND

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION DECEMBER 31, 2010 AND 2009

ASSETS	<u>2010</u>	<u>2009</u>
CURRENT ASSETS:		
Cash and equivalents	\$ 11,852,334	\$ 12,826,278
Short-term investments	35,118,013	33,974,957
Current portion of contributions receivable	7,541,297	7,012,994
Current portion of notes receivable	1,293,301	1,472,202
Interest receivable	43,569	38,032
Prepaid expenses	<u>124,515</u>	<u>93,916</u>
Total current assets	55,973,029	55,418,379
LONG-TERM INVESTMENTS	3,139,432	4,916,349
LONG-TERM NOTES RECEIVABLE, Net	774,926	
LONG-TERM CONTRIBUTIONS RECEIVABLE, Net	6,076,477	3,883,122
EQUIPMENT AND FURNITURE (net of accumulated depreciation of \$98,869 in 2010 and \$62,860 in 2009)	<u>80,164</u>	<u>27,040</u>
TOTAL ASSETS	<u>\$ 66,044,028</u>	<u>\$ 64,244,890</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES:		
Accounts payable	\$ 1,830,797	\$ 1,316,342
Grants committed	17,720,100	15,081,722
Accrued expenses	53,401	8,379
Interest payable	19,556	26,833
Current portion of note payable	<u> </u>	<u>7,000,000</u>
Total current liabilities	19,623,854	23,433,276
LONG-TERM NOTE PAYABLE, Net	<u>5,000,000</u>	
TOTAL LIABILITIES	<u>24,623,854</u>	<u>23,433,276</u>
NET ASSETS:		
Unrestricted	2,929,064	3,598,082
Temporarily restricted	<u>38,491,110</u>	<u>37,213,532</u>
Total net assets	<u>41,420,174</u>	<u>40,811,614</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 66,044,028</u>	<u>\$ 64,244,890</u>

The accompanying notes are an integral part of these consolidated financial statements.

RESOURCES LEGACY FUND

CONSOLIDATED STATEMENTS OF ACTIVITIES YEARS ENDED DECEMBER 31, 2010 AND 2009

	<u>2010</u>	<u>2009</u>
TEMPORARILY RESTRICTED NET ASSETS:		
Contributions	\$ 38,920,039	\$ 30,483,418
Interest and investment income	101,335	359,966
Net assets released from restrictions	<u>(37,743,796)</u>	<u>(28,667,908)</u>
INCREASE IN TEMPORARILY RESTRICTED NET ASSETS	<u>1,277,578</u>	<u>2,175,476</u>
UNRESTRICTED NET ASSETS:		
REVENUES:		
Contributions	2,860,349	1,604,718
Interest and investment income (loss)	27,047	(17,327)
Net assets released from restrictions	<u>37,743,796</u>	<u>28,667,908</u>
Total revenues	<u>40,631,192</u>	<u>30,255,299</u>
EXPENSES:		
Conservation program services	40,417,558	29,067,618
General and administrative	<u>882,652</u>	<u>959,978</u>
Total expenses	<u>41,300,210</u>	<u>30,027,596</u>
INCREASE (DECREASE) IN UNRESTRICTED NET ASSETS	<u>(669,018)</u>	<u>227,703</u>
INCREASE IN NET ASSETS	608,560	2,403,179
NET ASSETS, Beginning of year	<u>40,811,614</u>	<u>38,408,435</u>
NET ASSETS, End of year	<u>\$ 41,420,174</u>	<u>\$ 40,811,614</u>

The accompanying notes are an integral part of these consolidated financial statements.

RESOURCES LEGACY FUND

CONSOLIDATED STATEMENTS OF CASH FLOWS YEARS ENDED DECEMBER 31, 2010 AND 2009

	<u>2010</u>	<u>2009</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Increase in net assets	\$ 608,560	\$ 2,403,179
Reconciliation to net cash and equivalents provided (used) by operating activities:		
Depreciation	36,009	14,151
Amortization	1,020,791	527,262
Net realized and unrealized loss on investments	13,370	83,806
Changes in:		
Interest receivable	(5,537)	51,686
Contributions receivable	(2,721,658)	(2,528,087)
Prepaid expenses	(30,599)	(61,703)
Accounts payable	514,455	(1,236,195)
Grants committed	2,638,378	(18,042,790)
Accrued expenses	45,022	(10,396)
Interest payable	<u>(7,277)</u>	<u> </u>
Net cash and equivalents provided (used) by operating activities	<u>2,111,514</u>	<u>(18,799,087)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchases of equipment and furniture	(89,133)	(10,019)
Notes receivable principal receipts	212,975	604,131
Notes receivable funding	(809,000)	
Purchases of investments	(56,733,301)	(66,791,869)
Proceeds from sales and maturity of investments	<u>56,333,001</u>	<u>39,375,775</u>
Net cash and equivalents used by investing activities	<u>(1,085,458)</u>	<u>(26,821,982)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Principal payments on note payable	<u>(2,000,000)</u>	<u> </u>
NET DECREASE IN CASH AND EQUIVALENTS	(973,944)	(45,621,069)
CASH AND EQUIVALENTS, Beginning of year	<u>12,826,278</u>	<u>58,447,347</u>
CASH AND EQUIVALENTS, End of year	<u>\$ 11,852,334</u>	<u>\$ 12,826,278</u>
OTHER CASH FLOW INFORMATION:		
Cash paid for interest	<u>\$ 69,666</u>	<u>\$ 70,000</u>

The accompanying notes are an integral part of these consolidated financial statements.

RESOURCES LEGACY FUND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS DECEMBER 31, 2010 AND 2009

1. OPERATIONS AND SIGNIFICANT ACCOUNTING POLICIES

Resources Legacy Fund is an independent, nonprofit organization that provides services to philanthropic institutions and individuals to achieve significant conservation goals. Pooling private contributions and leveraging public funding, Resources Legacy Fund, designs and administers strategic programs related to land and marine conservation, climate change and energy, and water management and use. The Fund makes grants, provides low-interest bridge financing, and enters into contracts for land acquisition, research, policy, outreach and education, capacity building, planning, and stewardship and restoration activities.

The accompanying financial statements reflect the consolidation of Resources Legacy Fund and Resources Legacy Fund Foundation (the Foundation). The Foundation is a nonprofit corporation established to support, perform essential services for, and to operate for the benefit of Resources Legacy Fund.

Resources Legacy Fund and the Foundation (collectively, the Fund) share common management and a majority of Directors. Material transactions between entities have been eliminated in consolidation.

Basis of presentation – The financial statements are presented in conformity with Accounting Standards Codification (ASC) 958-205, *Not-For-Profit Entities – Presentation of Financial Statements*. Under ASC 958-205, the Fund reports information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted, and permanently restricted. The Fund has no permanently restricted net assets.

Revenue recognition – Contributions, including grants and contracts obtained from private foundations and other nonprofit organizations, are recognized in full when received or unconditionally promised, in accordance with ASC 958-605, *Not-For-Profit Entities – Revenue Recognition*. If there are donor or grantor-imposed restrictions, the amount is initially reported as an increase in temporarily restricted net assets. When a restriction expires (generally, as payments are made to fulfill the purposes of the contribution), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Cash and equivalents – For financial statement purposes, the Fund considers all investments with a maturity at purchase of three months or less to be cash equivalents. Certain donors require the Fund to maintain separate cash accounts related to their grant funding.

Investments are stated at fair value. Changes in fair value and realized gains and losses are included in investment income.

Equipment and furniture are stated at cost and depreciated using the straight-line method over estimated useful lives of three to seven years. The Fund's policy is to capitalize such items with a cost of \$2,000 or more.

RESOURCES LEGACY FUND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS DECEMBER 31, 2010 AND 2009

Income taxes – Resources Legacy Fund, a publicly supported organization, and the Foundation are exempt from income taxes under Internal Revenue Code Section 501(c) (3). The Foundation is classified as a supporting organization of Resources Legacy Fund. The Fund has implemented the amended accounting principles related to the accounting for uncertainty in income taxes (as described under ASC 740), and has determined there is no material impact on the financial statements. With some exceptions, the Fund is no longer subject to U.S. federal and California income tax examinations by tax authorities for years prior to 2006.

Functional allocation of expenses – The Fund accounts for its expenditures in the following categories:

Conservation program services – Expenditures are related to a broad range of activities necessary to accomplish the Fund’s land and marine conservation programs. These include retaining a range of specialists to develop strategies, carry out policy and education activities, perform scientific research, and restore and monitor land, wetland and marine areas, as well as re-granting to nonprofit entities to carry out strategic planning, land acquisition, restoration and stewardship, capacity building, outreach, education and policy activities.

General and administrative – Expenditures are related to building and maintaining an efficient business infrastructure, including oversight, business and financial management, governance, general recordkeeping, budgeting and all management and administration, except for that which is directly attributable to the conduct of conservation program services.

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

Subsequent events have been evaluated through March 7, 2011, the date the financial statements were issued.

Recent accounting pronouncements – In January 2010, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2010-06, *Improving Disclosures about Fair Value Measurements*. The guidance requires new disclosures about significant transfers in and out of Levels 1 and 2 fair value measurements and separate disclosures about purchases, sales, issuances and settlements relating to Level 3 fair value measurements. The new guidance also clarifies existing disclosure requirements regarding inputs and valuation techniques, as well as the level of disaggregation for each class of assets and liabilities for which separate fair value measurements should be disclosed. This update will become effective for the annual reporting periods beginning January 1, 2010. The Fund will not be required to provide the amended disclosures for any previous periods presented for comparative purposes. Other than requiring additional disclosures, adoption of this update will not have a material effect on the Fund’s financial statements.

RESOURCES LEGACY FUND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS DECEMBER 31, 2010 AND 2009

Reclassifications – Certain reclassifications have been made to 2009 balances to conform to the 2010 presentation. These reclassifications had no effect on the Fund’s total net assets.

Fair value measurements – Assets and liabilities measured at fair value are recorded in accordance with ASC 820, *Fair Value Measurements and Disclosures*, which clarifies that fair value is an exit price, representing the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants. As such, fair value is a market-based measurement that should be determined based on assumptions that market participants would use in pricing an asset or liability. As a basis for considering such assumptions, ASC 820 establishes a three-tier value hierarchy, which prioritizes the inputs used in measuring fair value as follows:

Level 1 Inputs	Unadjusted quoted prices in active markets that are accessible at the measurement date for identical assets or liabilities.
Level 2 Inputs	Inputs other than quoted prices in active markets that are observable either directly or indirectly.
Level 3 Inputs	Unobservable inputs in which there is little or no market data, which requires management to develop their own assumptions.

2. INVESTMENTS

Investments are classified within Level 1 of the fair value hierarchy because they are valued using quoted market prices, broker or dealer quotations, or alternative pricing sources with reasonable levels of price transparency.

Investments consist of the following at December 31, 2010:

Government asset backed debt securities	\$ 23,895,348
Corporate bonds	9,428,289
Government debt securities	<u>4,933,808</u>
Total	<u>\$ 38,257,445</u>

At December 31, 2009, investments consist of government and agency securities.

Interest and investment income are as follows:

	<u>2010</u>	<u>2009</u>
Interest and dividends	\$ 217,870	\$ 495,939
Unrealized and realized losses	(13,370)	(83,806)
Investment fees	<u>(76,118)</u>	<u>(69,494)</u>
Total	<u>\$ 128,382</u>	<u>\$ 342,639</u>

RESOURCES LEGACY FUND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS DECEMBER 31, 2010 AND 2009

3. CONTRIBUTIONS RECEIVABLE

The Fund initially records multi-year contributions receivable at fair value and subsequently amortizes them using the discount rate established in the initial fair value calculation. The fair value determination of multi-year pledges is classified within Level 3 of the fair value hierarchy in the year of contribution because determination of the present value of future cash flows is based on little or no market data and requires management to develop their own assumptions. Management determined fair value using discount rates ranging from .25% to 2.0% at December 31, 2010. The discount rates were obtained by taking their average interest rate earned on the Fund's investments at the time the contributions were made.

Contributions receivable consist of the following:

	<u>2010</u>	<u>2009</u>
Gross contributions receivable	\$ 13,661,297	\$ 11,012,994
Less: Unamortized discount	<u>(43,523)</u>	<u>(116,878)</u>
Contributions receivable, net	<u>\$ 13,617,774</u>	<u>\$ 10,896,116</u>

Contributions receivable are due to be collected as follows:

	<u>2010</u>	<u>2009</u>
Within one year	\$ 7,541,297	\$ 7,012,994
In one to five years	<u>6,076,477</u>	<u>3,883,122</u>
Contributions receivable, net	<u>\$ 13,617,774</u>	<u>\$ 10,896,116</u>

4. CONDITIONAL PROMISES TO GIVE

The Fund has grant agreements with several donors and foundations that are to provide funding over multi-year periods. Conditional future funding has not been recognized as revenue in the financial statements. Conditional promises to give are as follows:

	<u>2010</u>	<u>2009</u>
Conditional upon meeting program initiatives and milestones	\$ 10,000,000	\$ 11,015,388
Conditional upon appropriation of the state funds	<u> </u>	<u>195,000</u>
Total	<u>\$ 10,000,000</u>	<u>\$ 11,210,388</u>

RESOURCES LEGACY FUND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS DECEMBER 31, 2010 AND 2009

5. NOTES RECEIVABLE

Notes receivable consists of the following:

	<u>2010</u>	<u>2009</u>
Two notes receivable due from Nature Conservancy with a stated interest rate at 3% per annum, outstanding principal and interest due the earlier of July 2011 or upon the sale of real property that secure the notes.	\$ 1,259,227	\$ 1,472,202
One note receivable due from Vital Ground Foundation with a stated interest rate at 3% per annum, outstanding principal and interest due December 2013.	529,000	
One note receivable due from Prickly Pear Land Trust with a stated interest rate at 3% per annum, outstanding principal and interest due the earlier of December 2013 or upon the sale of real property that secures the note.	<u>280,000</u>	<u> </u>
Total notes receivable	2,068,227	1,472,202
Less: current portion	<u>(1,293,301)</u>	<u>(1,472,202)</u>
Notes receivable, net	<u>\$ 774,926</u>	<u>\$ </u>

6. NOTE PAYABLE

In 2004, the Fund obtained a loan for \$7,000,000 from The David and Lucile Packard Foundation by executing a note payable. During 2010, the Fund made a \$2,000,000 principal payment on the note payable and amended the terms of the agreement. Interest accrues at a fixed rate of 1.0% per annum and is due annually. The note payable is to allow the Fund to make and administer bridge loans for conservation fee and conservation easement acquisitions involving priority conservation areas located within the High Divide, as well as within the Greater Yellowstone Ecosystem (GYE). The balance outstanding on the note at December 31, 2010 and 2009 was \$5,000,000 and \$7,000,000, respectively.

The outstanding principal and any unpaid accrued interest are due on August 15, 2015. The note includes a mandatory principal paydown clause on February 14, 2014 that requires the Fund to make a principal payment for the difference, if any, between the \$5,000,000 and the sum of (a) the outstanding principal amount of all GYE loans funded by the Fund and (b) the aggregate principal amount as of February 14, 2014 of all additional approved but unfunded GYE loans that are expected to be disbursed on or before August 15, 2014.

RESOURCES LEGACY FUND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS DECEMBER 31, 2010 AND 2009

7. NET ASSETS

The Fund has designated \$655,786 of unrestricted net assets for the Conservation Opportunity Fund.

Temporarily restricted net assets consist of unexpended contributions restricted for the following purposes:

	<u>2010</u>	<u>2009</u>
Northwest Mexico	\$ 10,285,488	\$ 13,575,370
Wildlands Acquisition Program	6,636,929	2,291,262
Northern Sierra Partnership	4,996,943	6,272,403
Bay Area Conservation Initiative	5,992,481	1,947,216
Western Conservation Initiative	2,139,461	2,855,474
California Coastal and Marine Initiative	1,755,705	2,072,594
Sustainable Fisheries and Aquaculture	1,606,244	1,375,933
Preserving Wild California	960,209	1,872,950
SF Bay Wetlands Restoration	829,231	423,896
Marine Spatial Planning	821,816	177,713
Children and Urban Rivers Parkways	469,856	1,397,790
San Joaquin River Restoration	355,479	618,558
California Water Policy	338,913	216,888
Climate Change Public Education	286,331	
Renewable Energy and Land Conservation	262,288	142,000
Tejon Ranch Conservancy	60,000	235,000
Marine Life Protection Act Initiative		677,469
Other land and resource conservation programs	<u>693,736</u>	<u>1,061,016</u>
Total	<u>\$ 38,491,110</u>	<u>\$ 37,213,532</u>

8. OFFICE LEASE

The Fund subleases office space under non-cancelable lease agreements. Office rent expense was \$148,927 and \$112,469 for the years ended December 31, 2010 and 2009, respectively. Future minimum lease payments are as follows:

Year ending December 31:

2011	\$ 125,173
2012	<u>83,707</u>
Total	<u>\$ 208,880</u>

RESOURCES LEGACY FUND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS DECEMBER 31, 2010 AND 2009

9. CONCENTRATIONS

The Fund minimizes credit risk associated with cash by periodically evaluating the credit quality of its primary financial institution. The balance at times may exceed federally insured limits. The Fund has not experienced any losses in such accounts and management believes the Fund is not exposed to any significant credit risk related to cash.

The Fund had three major donors that accounted for 69% of total contribution revenues in 2010 and one major donor that accounted for 37% of total contribution revenues in 2009.

10. RETIREMENT PLAN

The Fund sponsors a 401(k) profit sharing plan. Under this plan, employees may participate beginning on the first day of the month following employment. For 2010 and 2009, the Fund made contributions of 100% of the first 4% of eligible compensation plus 50% of the next 2% of compensation. Such contributions are 100% vested, and totaled \$77,778 for 2010 and \$19,569 for 2009.

RESOURCES LEGACY FUND

CONSOLIDATING STATEMENTS OF FINANCIAL POSITION (SUPPLEMENTAL) DECEMBER 31, 2010

	<u>RLF</u>	<u>RLFF</u>	<u>Eliminations</u>	<u>Consolidated</u>
ASSETS				
CURRENT ASSETS:				
Cash and equivalents	\$ 8,923,407	\$ 2,928,927		\$ 11,852,334
Short-term investments	33,874,519	1,243,494		35,118,013
Current portion of contributions receivable	6,365,153	1,176,144		7,541,297
Current portion of notes receivable	1,293,301			1,293,301
Interest receivable	43,569			43,569
Prepaid expenses	38,662	85,853		124,515
Due from intercompany	<u>2,834</u>	<u> </u>	<u>\$ (2,834)</u>	<u> </u>
Total current assets	50,541,445	5,434,418	(2,834)	55,973,029
LONG-TERM INVESTMENTS	3,139,432			3,139,432
LONG-TERM NOTES RECEIVABLE, Net	774,926			774,926
LONG-TERM CONTRIBUTIONS RECEIVABLE, Net	6,076,477			6,076,477
EQUIPMENT AND FURNITURE (net of accumulated depreciation of \$98,869 in 2010)	<u>80,164</u>	<u> </u>	<u> </u>	<u>80,164</u>
TOTAL ASSETS	<u>\$ 60,612,444</u>	<u>\$ 5,434,418</u>	<u>\$ (2,834)</u>	<u>\$ 66,044,028</u>
LIABILITIES AND NET ASSETS				
CURRENT LIABILITIES:				
Accounts payable	\$ 1,144,983	\$ 685,814		\$ 1,830,797
Grants committed	15,919,622	1,800,478		17,720,100
Accrued expenses	53,401			53,401
Interest payable	19,556			19,556
Due to intercompany	<u> </u>	<u>2,834</u>	<u>\$ (2,834)</u>	<u> </u>
Total current liabilities	17,137,562	2,489,126	(2,834)	19,623,854
LONG-TERM NOTE PAYABLE, Net	<u>5,000,000</u>	<u> </u>	<u> </u>	<u>5,000,000</u>
TOTAL LIABILITIES	<u>22,137,562</u>	<u>2,489,126</u>	<u>(2,834)</u>	<u>24,623,854</u>
NET ASSETS:				
Unrestricted	2,699,686	229,378		2,929,064
Temporarily restricted	<u>35,775,196</u>	<u>2,715,914</u>	<u> </u>	<u>38,491,110</u>
Total net assets	<u>38,474,882</u>	<u>2,945,292</u>	<u> </u>	<u>41,420,174</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 60,612,444</u>	<u>\$ 5,434,418</u>	<u>\$ (2,834)</u>	<u>\$ 66,044,028</u>

RESOURCES LEGACY FUND

CONSOLIDATING STATEMENTS OF ACTIVITIES (SUPPLEMENTAL) YEAR ENDED DECEMBER 31, 2010

	<u>RLF</u>	<u>RLFF</u>	<u>Eliminations</u>	<u>Consolidated</u>
TEMPORARILY RESTRICTED NET ASSETS:				
Contributions	\$ 32,877,213	\$ 6,042,826		\$ 38,920,039
Interest and investment income	96,775	4,560		101,335
Net assets released from restrictions	<u>(29,789,311)</u>	<u>(7,954,485)</u>	<u> </u>	<u>(37,743,796)</u>
INCREASE (DECREASE) IN TEMPORARILY RESTRICTED NET ASSETS	<u>3,184,677</u>	<u>(1,907,099)</u>	<u> </u>	<u>1,277,578</u>
UNRESTRICTED NET ASSETS:				
REVENUES:				
Contributions	2,437,787	422,562		2,860,349
Program income	460,186		\$(460,186)	
Interest and investment income	22,194	4,853		27,047
Net assets released from restrictions	<u>29,789,311</u>	<u>7,954,485</u>	<u> </u>	<u>37,743,796</u>
Total revenues	<u>32,709,478</u>	<u>8,381,900</u>	<u>(460,186)</u>	<u>40,631,192</u>
EXPENSES:				
Conservation program services	31,591,489	8,826,069		40,417,558
General and administrative	<u>835,993</u>	<u>506,845</u>	<u>(460,186)</u>	<u>882,652</u>
Total expenses	<u>32,427,482</u>	<u>9,332,914</u>	<u>(460,186)</u>	<u>41,300,210</u>
INCREASE (DECREASE) IN UNRESTRICTED NET ASSETS	<u>281,996</u>	<u>(951,014)</u>	<u> </u>	<u>(669,018)</u>
INCREASE (DECREASE) IN NET ASSETS	3,466,673	(2,858,113)		608,560
NET ASSETS, Beginning of year	<u>35,008,209</u>	<u>5,803,405</u>	<u> </u>	<u>40,811,614</u>
NET ASSETS, End of year	<u>\$ 38,474,882</u>	<u>\$ 2,945,292</u>	<u>\$</u>	<u>\$ 41,420,174</u>