

**WILDERNESS VOLUNTEERS: GIVING  
SOMETHING BACK**

**FINANCIAL STATEMENTS**

**DECEMBER 31, 2008**

**TOGETHER WITH INDEPENDENT  
AUDITOR'S REPORT**

**WILDERNESS VOLUNTEERS: GIVING SOMETHING BACK  
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WITH COMPARATIVE TOTALS AT DECEMBER 31, 2007**

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**INDEPENDENT AUDITOR'S REPORT**

To the Board of Directors of  
**Wilderness Volunteers: Giving Something Back**

I have audited the accompanying statement of financial position of Wilderness Volunteers: Giving Something Back (a nonprofit organization) as of December 31, 2008, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the year then ended. These financial statements are the responsibility of the Organization's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance auditing standards generally accepted in the United States of America. Those standards require that I 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. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred above present fairly, in all material respects, the financial position of Wilderness Volunteers: Giving Something Back as of December 31, 2008, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The information for the year ended December 31, 2007, is presented for comparative purposes only and was extracted from the financial statements for that year on which an unqualified opinion dated May 5, 2008 was expressed.



Flagstaff, Arizona  
May 1, 2009

**Wilderness Volunteers: Giving Something Back**  
**Statement of Financial Position**  
**December 31, 2008**  
**With Comparative Totals at December 31, 2007**

<u>ASSETS</u>	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total 12/31/2008</u>	<u>Total 12/31/2007</u>
<b>Current Assets:</b>				
Cash and Cash Equivalents	\$ 33,231		\$ 33,231	\$ 62,933
Accounts Receivable	2,400		2,400	
Investments	182,923		182,923	140,715
Prepaid Expenses	8,000		8,000	11,609
<b>Total Current Assets</b>	<b>226,554</b>	<b>\$ -</b>	<b>226,554</b>	<b>215,257</b>
<b>Property &amp; Equipment</b>				
Computer Equipment	-		-	4,224
Less: Accumulated Depreciation	-		-	(3,650)
<b>Net Property &amp; Equipment</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>574</b>
<b>Total Assets</b>	<b>\$ 226,554</b>	<b>\$ -</b>	<b>\$ 226,554</b>	<b>\$ 215,831</b>
 <u>LIABILITIES &amp; NET ASSETS</u>				
<b>Current Liabilities:</b>				
Accounts Payable and Accrued Expenses	\$ 8,193		\$ 8,193	\$ 5,094
Payroll and Related Liabilities	4,170		4,170	3,659
Deferred Trip Revenue	25,123		25,123	27,146
Credit Card Payable	473		473	408
<b>Total Current Liabilities</b>	<b>37,959</b>	<b>\$ -</b>	<b>37,959</b>	<b>36,305</b>
<b>Net Asset Balances:</b>				
Board Designated Net Assets	107,786		107,786	83,176
Undesignated Net Assets	80,809		80,809	96,350
<b>Total Net Assets</b>	<b>188,595</b>	<b>-</b>	<b>188,595</b>	<b>179,526</b>
<b>Total Liabilities &amp; Net Assets</b>	<b>\$ 226,554</b>	<b>\$ -</b>	<b>\$ 226,554</b>	<b>\$ 215,831</b>

See accompanying notes and auditor's report.

**Wilderness Volunteers: Giving Something Back**  
**Statement of Activities and Changes in Net Assets**  
**For the Year Ended December 31, 2008**  
**With Comparative Totals for the Year Ended December 31, 2007**

CHANGES IN NET ASSETS	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Totals 12/31/08</u>	<u>Totals 12/31/07</u>
<b>Support &amp; Revenues:</b>				
Trip Revenue	\$ 95,328		\$ 95,328	\$ 89,459
In-Kind Donations	63,700		63,700	63,000
Donations	48,802		48,802	53,877
Grant Revenue	7,033		7,033	27,150
Net Investment Income	17,270		17,270	4,440
Cancellation Fees	475		475	-
<b>Total Support and Revenue</b>	<b>230,406</b>	<b>-</b>	<b>230,406</b>	<b>237,926</b>
<b>Net Assets Released from Restrictions</b>				
Net Assets Released			-	-
<b>Total Support and Revenue and Net Assets Released</b>	<b>230,406</b>	<b>-</b>	<b>230,406</b>	<b>237,926</b>
<b>Expenses:</b>				
Program Services	195,565		195,565	178,468
General & Administrative	24,464		24,464	32,207
Fund Raising	734		734	
<b>Total Expenses</b>	<b>220,763</b>	<b>-</b>	<b>220,763</b>	<b>210,675</b>
<b>Net Excess/(Deficiency) of Support and Revenue Over Total Expenses</b>	<b>9,643</b>	<b>-</b>	<b>9,643</b>	<b>27,251</b>
<b>Other Income and (Expenses)</b>				
Loss on Disposition of Property and Equipment	(574)		(574)	
<b>Net Excess/(Deficiency) of Support and Revenue Over Total Expenses - Changes in Net Assets</b>	<b>9,069</b>		<b>9,069</b>	<b>27,251</b>
<b>Net Assets - Beginning of the year</b>	<b>179,526</b>		<b>179,526</b>	<b>152,275</b>
<b>Net Assets - End of the year</b>	<b>\$ 188,595</b>	<b>\$ -</b>	<b>\$ 188,595</b>	<b>\$ 179,526</b>

See accompanying notes and auditor's report.

**Wilderness Volunteers: Giving Something Back**  
**Statement of Functional Expenses**  
**For The Year Ended December 31, 2008**  
**With Comparative Totals for the Year Ended December 31, 2007**

	<u>Program Services</u>	<u>General &amp; Administrative</u>	<u>Fund Raising</u>	<u>Total Expenses 12/31/2008</u>	<u>Total Expenses 12/31/2007</u>
<b>EXPENSES:</b>					
Salaries and Wages	\$ 64,846	\$ 2,362	\$ 473	\$ 67,681	\$ 60,000
Food	36,766			36,766	26,787
Insurance	13,596	2,154	68	15,818	3,112
Advertising		9,769		9,769	18,109
Payroll Related Costs	7,358	256	61	7,675	5,030
Professional & Outside Services	63,700	5,975		69,675	68,750
Conferences, Conventions & Meetings	4,791			4,791	5,701
Bank Fees		3,029		3,029	4,123
Telecommunications	1,546	198	54	1,798	2,263
Printing & Publishing	1,233	158	43	1,434	1,093
Postage & Shipping	722	92	25	839	-
Equipment	620			620	7,581
Supplies	287	37	10	334	7,813
Dues & Subscriptions		234		234	
Licenses, Permits & Fees		200		200	170
Miscellaneous	100			100	
<b>TOTAL EXPENSES Before Depreciation</b>	<b>\$ 195,565</b>	<b>\$ 24,464</b>	<b>\$ 734</b>	<b>\$ 220,763</b>	<b>\$ 210,532</b>
Depreciation Expense	-	-	-	-	143
<b>TOTAL - December 31, 2008</b>	<b>\$ 195,565</b>	<b>\$ 24,464</b>	<b>\$ 734</b>	<b>\$ 220,763</b>	<b>\$ 210,675</b>
<b>TOTAL - December 31, 2007</b>	<b>\$ 178,468</b>	<b>\$ 32,207</b>	<b>\$ -</b>	<b>\$ 210,675</b>	

See accompanying notes and auditor's report.

**Wilderness Volunteers: Giving Something Back**  
**Statement of Cash Flows**  
**For the Year Ended December 31, 2008**  
**With Comparative Totals for the Year Ended December 31, 2007**

	<u>12/31/2008</u>	<u>12/31/2007</u>
Cash Flows from Operating Activities:		
Net Excess ( Deficiency) of Revenue over Expenditures -		
Change in Net Assets	\$ 9,069	\$ 27,251
Adjustments to Reconcile Change in Net Assets to		
Net Cash Flow from Operating Activities:		
Depreciation	0	143
Loss on Disposition of Property and Equipment	574	
Change in Accounts Receivable	(2,400)	-
Change in Prepaid Expenses	3,609	(7,159)
Change in Accounts Payable and Accrued Expenses	3,099	1,344
Change in Payroll and Related Liabilities	511	(894)
Change in Deferred Trip Revenue	(2,023)	2,529
Change in Credit Card Payable	67	(790)
Change in Deferred Grant Revenue	-	-
Net Cash Flow from Operating Activities	<u>12,506</u>	<u>22,424</u>
Cash Flows from Investing Activities:		
Purchases (Sales) of Investments	(42,208)	(22,155)
Purchases of Equipment	-	(717)
Net Cash Flows from Investing Activities	<u>(42,208)</u>	<u>(22,872)</u>
Net Change in Cash and Cash Equivalents	(29,702)	(448)
Cash and Cash Equivalents - Beginning of the year	<u>62,933</u>	<u>63,381</u>
Cash and Cash Equivalents - End of the year	<u>\$ 33,231</u>	<u>\$ 62,933</u>

See accompanying notes and auditor's report.

**WILDERNESS VOLUNTEERS: GIVING SOMETHING BACK****NOTES TO FINANCIAL STATEMENTS****DECEMBER 31, 2008****WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2007****NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES****Organization**

Wilderness Volunteers: Giving Something Back is a nonprofit corporation formed under the laws of the State of Oregon, with an approved Application for Authority to conduct affairs in Arizona in accordance with the IRS determination letter dated July 6, 2001. The corporation's purpose is dedicated to restoring, preserving and maintaining America's wild lands and wilderness areas.

**NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES****Basis of Presentation**

The financial statements Wilderness Volunteers: Giving Something Back, Inc have been prepared on the accrual basis. The significant accounting policies followed are described below to enhance the usefulness of the financial statements to the reader.

**Income Tax Status**

The corporation qualifies as tax-exempt under Section 501 (c)(3) of the Internal Revenue Code and therefore, has no provision for federal income taxes.

**Cash and Cash Equivalents**

As of December 31, 2008 and 2007, cash consisted of cash on hand and deposits with financial institutions. The corporation considers all highly liquid investments purchases with an original maturity of three months or less to be cash equivalents.

**Net Asset Balances**

The organization report gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

**Use of Estimates in Preparation of Financial Statements**

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

**WILDERNESS VOLUNTEERS: GIVING SOMETHING BACK**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

DECEMBER 31, 2008

WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE C – INVESTMENTS

Investments consisted of investments in money market mutual funds stated at fair value. Unrealized gains or losses are recorded as changes in net assets in the period incurred. Detail of Net Investment Income is as follows:

	<u>12/31/2007</u>	<u>12/31/2007</u>
Interest Income	\$ 17,858	\$ 5,285
Management Fees	<u>(588)</u>	<u>(845)</u>
Net Investment Income	<u>\$ 17,270</u>	<u>\$ 4,440</u>

NOTE D – PROPERTY & EQUIPMENT

Property and equipment are stated at historical cost. Depreciation is provided using the straight-line method over the estimated useful life of the related asset. Computer equipment is depreciated over 5 years. Expenditures for maintenance and repair are charged to operating expenses. Renewals and betterments that materially extend the life of the assets are capitalized. Detail of property and equipment at December 31, 2008 and 2007 is as follows:

	<u>12/31/2008</u>	<u>12/31/2007</u>
Furniture & Fixtures	\$ -0-	\$ 4,224
Less: Accumulated Depreciation	<u>-0-</u>	<u>(3,650)</u>
Net: Furniture & Equipment	<u>\$ -0-</u>	<u>\$ 574</u>

Depreciation expense for the years ended December 31, 2008 and 2007 was \$0 and \$143 respectively.

NOTE E - DEFERRED TRIP REVENUE

Deferred Revenue at December 31, 2008 and 2007 consists of funds received in advance of trips.

NOTE F - BOARD DESIGNATED NET ASSETS

The Board of Directors has elected to reserve a portion of the net asset balances for future purposes. The balance of Board Designated net assets at December 31, 2008 and 2007 was \$107,786 and \$83,176, respectively.

NOTE G – ADVERTISING

Advertising costs are expensed as incurred. Advertising costs for the years ended December 31, 2008 and 2007 were \$9,769 and \$18,109, respectively.

**WILDERNESS VOLUNTEERS: GIVING SOMETHING BACK**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**DECEMBER 31, 2008**

**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2007**

**NOTE II – IN-KIND DONATIONS**

The organization receives significant in-kind donations in the form of volunteer trip leaders. Trip leaders are required to have proper training and certifications, and their services are considered essential to Wilderness Volunteers programs. Estimated in-kind services donated for the years ended December 31, 2008 and 2007 were \$63,700 and \$63,000, respectively.

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To the Board of Directors of  
**Wilderness Volunteers: Giving Something Back**

In planning and performing my audit of the financial statements of Wilderness Volunteers: Giving Something Back for the year ended December 31, 2008, I considered the organization's internal control structure to plan my auditing procedures for the purpose of expressing my opinion on the financial statements and not to provide assurance on the internal control structure.

However, during my audit I became aware of several matters that are opportunities for strengthening internal controls and operating efficiency. This letter summarizes my comments and suggestions regarding those matters. This letter does not affect my report dated May 1, 2009, on the financial statements of Wilderness Volunteers: Giving Something Back.

I will review the status of these comments during my next audit engagement. I have already discussed many of these comments and suggestions with various Wilderness Volunteers: Giving Something Back's personnel and we will be pleased to discuss them in further detail at your convenience, to perform any additional study of these matters, or to assist you in implementing the recommendations. My comments are summarized as follows:

Centralized Accounting Function

As noted in the prior year, the organization has an internal control weakness in that a single individual has the authority to write checks, sign checks, and also reconciles the bank statement. Ideally, dual control over the disbursement function should be established, but organizational size constraints are a valid consideration.

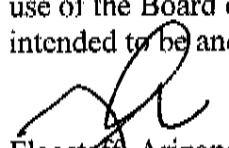
Dual Control Over Cash Receipts

As noted previously, the organization lacks effective dual control over cash receipts. I recommend that mail be opened under dual control and all receipts be restrictively stamped and logged. Subsequently, the receipts log and bank deposits should be reconciled.

Generally Accepted Accounting Principles

I noted that the organization presently utilizes the cash basis of accounting. I recommend that the organization account for activities in accordance with the accrual basis of accounting and generally accepted accounting principles. Alternatively, it may be necessary to employ another accountant to perform a compilation prior to the audit.

I wish to thank the personnel of the Wilderness Volunteers: Giving Something Back for their support and assistance during my audit. This report is intended solely for the information and use of the Board of Directors, Management, and others within the organization and is not intended to be and should not be used by anyone other than these specified parties.

  
Flagstaff, Arizona  
May 1, 2009