

Treasurer's Report

The balance sheet for the Forest History Society as of June 30, 2000, is shown below. The financial statements for the Society, which include this balance sheet, have been audited by an independent public accountant, Andrew B. Curl, Certified Public Accountant, as has been the Board's policy for many years. Mr. Curl issued an unqualified opinion on these financial statements, stating that the financial statements of the Society are fairly presented in accordance with generally accepted accounting principles.



Michael J. Morgan

We ended our fiscal year with a \$728,000 increase in our net assets for the period from June 30, 1999 to June 30, 2000. A substantial portion of this increase resulted from a significant increase in contributions to our endowment funds and continued positive investment performance.

As can be seen from the balance sheet, the Society has over \$6,785,000 in marketable securities as of June 30, 2000. Most of these marketable securities are invested in the endowment fund and are

managed by the Frank Russell Company. The Society's Board of Directors performs an annual review of the performance of the endowment fund investments and makes modifications, when needed, to the investment guidelines provided to the Frank Russell Company to reflect the financial goals of the Society. Although the financial markets have performed exceptionally well over the last several years, there is no guarantee that this performance will be sustained in the short-term. The Board's investment policies take into account the short

and long-term financial goals of the Society. Our current guidelines require that approximately 75% of our endowment funds be invested in a variety of equity securities to meet long-term financial goals and the remainder to be invested in fixed income securities to help meet certain of our short-term operating needs. The Board believes that these guidelines will meet the financial needs of the Society and will allow us to continue to prudently invest our funds through the ups and downs of the global financial markets.

FOREST HISTORY SOCIETY, INC.

Statement of Financial Position • June 30, 2000 (with comparative totals from 1999)

Assets	June 30, 2000	June 30, 1999
CURRENT ASSETS		
Cash & cash equivalents	\$ 211,761	\$ 142,989
Accounts receivable	20,499	24,424
Pledges receivable	270,049	25,000
Inventories	44,943	26,420
Prepaid expense & deposits	12,692	6,035
Total current assets	559,944	224,868
Marketable securities	6,785,728	6,381,068
Building & equipment	394,688	406,579
TOTAL ASSETS	\$ 7,740,360	\$ 7,012,515
Liabilities and Net Assets		
CURRENT LIABILITIES		
Accounts payable	\$ 19,100	\$ 17,704
Accrued expense & withholding	43	1,207
Total Current Liabilities	19,143	18,911
Net Assets		
Unrestricted		
Undesignated	148,573	126,069
Designated – operations	141,436	110,445
Designated – endowment	4,401,818	4,299,876
Building & equipment	412,820	430,950
Total Unrestricted	5,104,647	4,967,340
Temporarily restricted – operations	135,600	67,136
Permanently restricted – endowment	2,480,970	1,959,128
Total Net Assets	7,721,217	6,993,604
TOTAL LIABILITIES & NET ASSETS	\$ 7,740,360	\$ 7,012,515