

## Treasurer's Report

The Forest History Society continues its mission to provide society with valuable services and information for maintaining our forest heritage with professional dedication and attention. The board and employees of the Society have worked hard to improve its financial position and the accomplishment of our mission during fiscal year 2007–2008.

Net assets at June 30, 2008, decreased to \$8,524,249 from \$9,550,782 at the previous year end. This was a decrease of \$1,026,533, generally attributable to a decrease in the value of investments that have been affected by general market decreases during the period. During this fiscal year, the board continued its long-term investment strategy of 75 percent equities and 25 percent fixed income. Cash and cash equivalents decreased approximately \$80,000 from the prior year. The board maintained the reduced percentage withdrawal from endowment at 5.00 percent in response to intermediate term



Henry I. Barclay

earning trends. As the fiscal year ended, the Society changed its investment advisors to Bernstein Global Wealth Management.

For the year ending June 30, 2008, the auditors, Boyce, Furr & Company, LLP, expressed an unqualified opinion on the financial statements and stated that they present fairly the financial position of the Society in conformity with accounting principles generally accepted in the United States of America. These complete financial statements, along with our federal Form 990, are available for review in the offices of the Forest History Society by appointment during normal business hours.

The Society continues its solid financial footing, is debt free, and owns its own facilities. There is a growing membership and donor base. Our success thus far with the annual fund and the endowment expansions have strengthened our ability to continue and expand our core missions with due attention to emerging priorities. We are prepared for a future of continuing service.

### FOREST HISTORY SOCIETY, INC.

Statement of Financial Position • June 30, 2008 (with comparative totals from 2007)

<b>Assets</b>	<b>June 30, 2008</b>	<b>June 30, 2007</b>
<b>CURRENT ASSETS</b>		
Cash	\$ 384,529	\$ 465,028
Accounts receivable	20,241	23,571
Pledges receivable	169,275	167,544
Inventory	27,400	14,461
Prepaid expense and deposits	21,821	21,030
Total current assets	623,266	691,634
INVESTMENTS	7,692,805	8,507,716
PLEDGES RECEIVABLE DUE AFTER ONE YEAR	86,968	186,466
LAND, BUILDING & EQUIPMENT, NET OF DEPRECIATION	181,478	187,219
<b>TOTAL ASSETS</b>	<b>\$ 8,584,517</b>	<b>\$ 9,573,035</b>
<b>Liabilities &amp; Net Assets</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ 17,114	\$ 14,208
Accrued expense and withholding	43,154	8,045
Total current liabilities	60,268	22,253
<b>NET ASSETS</b>		
Unrestricted		
Undesignated	263,226	281,939
Designated—operations	196,911	249,718
Building and equipment	181,478	187,219
Total unrestricted	641,615	718,876
Temporarily restricted		
Operations	76,950	101,512
Endowment earnings	1,719,427	2,721,605
Total temporarily restricted	1,796,377	2,823,117
Permanently restricted—endowment	6,086,257	6,008,789
Total net assets	8,524,249	9,550,782
<b>TOTAL LIABILITIES &amp; NET ASSETS</b>	<b>\$ 8,584,517</b>	<b>\$ 9,573,035</b>