



Grand Teton National Park Foundation

Financial Report
September 30, 2018 and 2017

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RUDD & COMPANY^{INC.}

certified public accountants | business consultants

Independent Auditors' Report

To the Board of Directors
Grand Teton National Park Foundation
P.O. Box 249
Moose, WY 83012

We have audited the accompanying financial statements of Grand Teton National Park Foundation (a nonprofit organization), which comprise the statements of financial position as of September 30, 2018 and 2017 and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 audits to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Grand Teton National Park Foundation as of September 30, 2018 and 2017, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Rudd & Company, PLLC

Bozeman, Montana
January 22, 2019

Grand Teton National Park Foundation

Statements of Financial Position September 30, 2018 and 2017

| Assets | 2018 | 2017 |
|---|----------------------|----------------------|
| Cash and cash equivalents | \$ 4,890,139 | \$ 3,938,858 |
| Pledges receivable, current (see Note 4) | 2,461,621 | 1,152,346 |
| Prepays and other current assets | 24,503 | 179,435 |
| Total Current Assets | 7,376,263 | 5,270,639 |
| | | |
| Long-term Assets | | |
| Pledges Receivable, One to Five Years (Net of Discount) (see Note 4) | 5,416,736 | 2,973,364 |
| Equipment (Net of Accumulated Depreciation) (see Note 7) | 144,687 | 99,965 |
| Investments at market value (see note 5) | 2,049,061 | 1,876,910 |
| Total Long-term Assets | 7,610,484 | 4,950,239 |
| | \$ 14,986,747 | \$ 10,220,878 |
| | | |
| Liabilities and Net Assets | | |
| Liabilities | | |
| Accounts Payable | \$ 89,603 | \$ 209,094 |
| Accrued Expenses (see Note 8) | 96,582 | 104,251 |
| Line of Credit | 325,000 | - |
| Total Liabilities | 511,185 | 313,345 |
| | | |
| Net Assets | | |
| Unrestricted | 482,570 | 628,291 |
| Temporarily Restricted | 13,992,992 | 9,279,242 |
| Total Net Assets | 14,475,562 | 9,907,533 |
| | \$ 14,986,747 | \$ 10,220,878 |

The Accompanying Notes are an Integral Part
of the Financial Statements.

Grand Teton National Park Foundation

Statements of Activities September 30, 2018 and 2017

| September 30, 2018 | Temporarily | | Total |
|--|--------------|---------------|---------------|
| | Unrestricted | Restricted | |
| Support: | | | |
| Contributions and grants | \$ 1,666,100 | \$ 8,347,938 | \$ 10,014,038 |
| Net assets becoming unrestricted | 3,821,461 | (3,821,461) | - |
| Total Support | 5,487,561 | 4,526,477 | 10,014,038 |
| Revenue: | | | |
| Net realized and unrealized gains and losses | (13,878) | 140,733 | 126,855 |
| Interest and dividend income | 27,323 | 46,540 | 73,863 |
| Total support and revenue | 5,501,006 | 4,713,750 | 10,214,756 |
| Expenses: | | | |
| Program Services: | | | |
| Grants and programs | 4,212,435 | - | 4,212,435 |
| Support Services: | | | |
| Management and general | 572,838 | - | 572,838 |
| Fundraising | 861,454 | - | 861,454 |
| Total support services | 1,434,292 | - | 1,434,292 |
| Total expenses | 5,646,727 | - | 5,646,727 |
| Change in Net Assets | (145,721) | 4,713,750 | 4,568,029 |
| Net assets: | | | |
| Beginning | 628,291 | 9,279,242 | 9,907,533 |
| Ending | \$ 482,570 | \$ 13,992,992 | \$ 14,475,562 |

| September 30, 2017 | Temporarily | | Total |
|--|--------------|--------------|---------------|
| | Unrestricted | Restricted | |
| Support: | | | |
| Contributions and grants | \$ 1,477,521 | \$ 9,875,171 | \$ 11,352,692 |
| Net assets becoming unrestricted | 18,598,524 | (18,598,524) | - |
| Total Support | 20,076,045 | (8,723,353) | 11,352,692 |
| Revenue: | | | |
| Net realized and unrealized gains and losses | 838 | 95,423 | 96,261 |
| Interest income | 9,351 | 63,138 | 72,489 |
| Total support and revenue | 20,086,234 | (8,564,792) | 11,521,442 |
| Expenses: | | | |
| Program Services: | | | |
| Grants and programs | 18,355,707 | - | 18,355,707 |
| Support Services: | | | |
| Management and general | 563,870 | - | 563,870 |
| Fundraising | 651,141 | - | 651,141 |
| Total support services | 1,215,011 | - | 1,215,011 |
| Total expenses | 19,570,718 | - | 19,570,718 |
| Change in Net Assets | 515,516 | (8,564,792) | (8,049,276) |
| Net assets: | | | |
| Beginning | 112,775 | 17,844,034 | 17,956,809 |
| Ending | \$ 628,291 | \$ 9,279,242 | \$ 9,907,533 |

The Accompanying Notes are an Integral Part
of the Financial Statements.

Grand Teton National Park Foundation

Statements of Functional Expenses September 30, 2018 and 2017

| September 30, 2018 | Program Services | Management and General | Fundraising | Total |
|------------------------------------|---------------------|------------------------------|-------------------|---------------------|
| Grants to National Park Service | \$ 3,570,880 | \$ - | \$ - | \$ 3,570,880 |
| Salaries and related expenses | 538,342 | 364,213 | 646,630 | 1,549,185 |
| Campaign fundraising expenses | 33,928 | - | 101,783 | 135,711 |
| Office rent and utilities | 13,298 | 106,387 | 13,298 | 132,983 |
| Technology and information | 10,621 | 16,311 | 11,000 | 37,932 |
| Professional fees and consulting | 6,430 | 11,845 | 15,568 | 33,843 |
| Publications and newsletter | 11,714 | 1,673 | 20,081 | 33,468 |
| Office expense | 9,320 | 14,313 | 9,653 | 33,286 |
| Loss on disposal of assets | 2,217 | 17,737 | 2,217 | 22,171 |
| Postage | 5,774 | 5,133 | 10,480 | 21,387 |
| Outside services | 5,608 | 5,113 | 5,773 | 16,494 |
| Appreciation and cultivation | 1,073 | 2,145 | 12,104 | 15,322 |
| Professional development | 90 | 5,430 | 3,529 | 9,049 |
| Insurance | - | 7,871 | - | 7,871 |
| Bank charges | 804 | 804 | 5,704 | 7,312 |
| Board expense | 2,220 | 756 | 1,748 | 4,724 |
| Travel | 116 | 1,090 | 247 | 1,453 |
| Total expenses before depreciation | 4,212,435 | 560,821 | 859,815 | 5,633,071 |
| Depreciation | - | 12,017 | 1,639 | 13,656 |
| Total expenses | \$ 4,212,435 | \$ 572,838 | \$ 861,454 | \$ 5,646,727 |

| September 30, 2017 | Program Services | Management and General | Fundraising | Total |
|------------------------------------|----------------------|------------------------------|-------------------|----------------------|
| Grants to National Park Service | \$ 17,726,546 | \$ - | \$ - | \$ 17,726,546 |
| Salaries and related expenses | 528,369 | 417,133 | 444,942 | 1,390,444 |
| Campaign fundraising expenses | 35,068 | - | 105,205 | 140,273 |
| Office rent and utilities | 9,283 | 74,267 | 9,283 | 92,833 |
| Publications and newsletter | 16,502 | 2,357 | 28,288 | 47,147 |
| Technology and information | 7,200 | 11,057 | 7,457 | 25,714 |
| Outside services | 8,327 | 7,592 | 8,572 | 24,491 |
| Office expense | 6,258 | 9,611 | 6,482 | 22,351 |
| Postage | 5,470 | 4,863 | 9,928 | 20,261 |
| Insurance | - | 14,651 | - | 14,651 |
| Board expense | 6,715 | 2,286 | 5,287 | 14,288 |
| Professional fees and consulting | 2,403 | 4,427 | 5,818 | 12,648 |
| Professional development | 116 | 6,940 | 4,511 | 11,567 |
| Appreciation and cultivation | 781 | 1,562 | 8,816 | 11,159 |
| Bank charges | 2,579 | 2,579 | 2,657 | 7,815 |
| Travel | 90 | 840 | 190 | 1,120 |
| Total expenses before depreciation | 18,355,707 | 560,165 | 647,436 | 19,563,308 |
| Depreciation | - | 3,705 | 3,705 | 7,410 |
| Total expenses | \$ 18,355,707 | \$ 563,870 | \$ 651,141 | \$ 19,570,718 |

The Accompanying Notes are an Integral Part
of the Financial Statements.

Grand Teton National Park Foundation

Statements of Cash Flows September 30, 2018 and 2017

| | 2018 | 2017 |
|--|---------------------|---------------------|
| Cash Flows From Operating Activities | | |
| Change in Net Assets | \$ 4,568,029 | \$ (8,049,276) |
| Depreciation expense | 13,656 | 7,410 |
| Loss on disposal of assets | 22,171 | - |
| Adjustments to Reconcile Change in Net Assets to Net Cash Used by Operating Activities: | | |
| Net realized and unrealized gains and losses | (126,855) | (96,261) |
| Decrease (increase) in pledges receivable | (3,752,647) | 7,934,465 |
| Decrease (increase) in prepaid assets | 154,932 | (174,466) |
| Increase (decrease) in accounts payable | (119,491) | 94,298 |
| Increase (decrease) in accrued expenses | (7,669) | (12,510) |
| Net cash provided (used) by operating activities | 752,126 | (296,340) |
| Cash Flows from Investing Activities | | |
| Acquisition of property and equipment | (80,548) | (73,176) |
| Purchase of investments | (632,325) | (649,592) |
| Disposal of investments | 587,028 | 617,836 |
| Net cash provided (used) by investing activities | (125,845) | (104,932) |
| Cash Flows from Financing Activities | | |
| Borrowing on line of credit | 325,000 | - |
| Net cash provided by financing activities | 325,000 | - |
| Net increase (decrease) in cash | 951,281 | (401,272) |
| Cash and Cash Equivalents | | |
| Beginning | 3,938,858 | 4,340,130 |
| Ending | <u>\$ 4,890,139</u> | <u>\$ 3,938,858</u> |
| Supplemental Disclosure of Cash Flow Information | | |
| Non cash gift-in-kind donations | <u>\$ 10,338</u> | <u>\$ 126,103</u> |

The Accompanying Notes are an Integral Part
of the Financial Statements.

Grand Teton National Park Foundation

Notes to the Financial Statements September 30, 2018 and 2017

Note 1. Nature of Activities and Significant Accounting Policies

Nature of activities: Grand Teton National Park Foundation (the Foundation) is a private, nonprofit organization whose mission is to fund projects and programs that preserve and enhance Grand Teton National Park's cultural, historic, and natural resources and to help others learn about and protect the park's unique features. Budget limitations, combined with increasing visitation, led the National Park Service to create partnerships with organizations like the Foundation to raise private money for special park needs. The Foundation facilitated the multimillion-dollar Craig Thomas Discovery and Visitor Center, a public-private facility that opened in 2007, and privately funded a 150-seat high-definition auditorium addition that opened in April 2011. Private gifts also support ongoing commitments in the park each year as well as one-time projects that improve the park, the visitor experience, and advance the organization's mission. The Foundation is funding ongoing wildlife initiatives that include conservation research on several species and the installation of bear-resistant food storage boxes. Youth engagement is a top priority for the Foundation, and the organization funds five unique programs annually: Youth Conservation Program, a summer teen work-and-learn program that improves heavily-used trails while providing participants with an outdoor education; Pura Vida, a multicultural program that brings diverse students into the park for education, mentoring, and recreation; NPS Academy, an internship program for college students from diverse backgrounds; Mountains to Main Street bringing urban students to Grand Teton for workshops and leadership training; Tribal Youth Corps provided month-long internships in trail work and historic preservation for regional Native American teens. Restoration work began at the historic Bar BC Dude Ranch—the second oldest and best-known dude ranch in Grand Teton, and funding for Hammer Corps continued, a volunteer group that provides labor for cultural resource restoration projects in Grand Teton. In addition, the Foundation and the park completed the fifth year of construction on a popular trail system as part of Inspiring Journeys: A Campaign for Jenny Lake. This multiyear \$20 million restoration of the park's most popular destination is in the process of renewing damaged trails and clarifying wayfinding. The project will also introduce significant interpretive content and completely re-envision the visitor complex and facility. The goal is to greatly improve the overall visitor experience for the one million people who visit this area. In addition, the Foundation funds projects that enhance hiking trails and provide visitors with opportunities to safely explore winter in Grand Teton. Building upon this success the Foundation is facilitating the conservation of another in-holding in the Mormon Row area through a multi-year project that will ultimately conserve land and provide needed employee housing for the Park.

A brief description of the Foundation's programs and supporting services follows:

Program services: The Foundation provides private financial support for special projects that enhance and protect Grand Teton National Park's treasured resources.

Management and general: Management and general consist of finance, human resources and information systems support to the Foundation's Board of Directors and staff.

Fundraising: The Foundation incurs expenses to support the acquisition of contributions and grants to program services and other strategic goals.

A summary of the Foundation's significant accounting policies follows:

Basis of accounting: The accompanying financial statements of the Foundation are presented in accordance with the accrual basis of accounting. Under this method, revenues are recognized when earned and expenses are recognized when incurred.

Basis of presentation: The financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its financial standards, codified in Section 958 "Not for Profit Entities." Under FASB No. 958, the Foundation is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Temporarily restricted net assets: The Foundation reports gifts of cash and other restricted support received with donor stipulations that limit the use of donated assets as restricted support. When a donor restriction expires, that is, when a stipulated time restriction ends or a 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.

Grand Teton National Park Foundation

Notes to the Financial Statements September 30, 2018 and 2017

Note 1. Nature of Activities and Significant Accounting Policies (continued)

Support and revenue recognition: All contribution support is considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support that increases those net asset classes.

Functional allocation of expenses: The costs of providing various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the program and supporting services benefited.

Cash and Cash Equivalents: For the purpose of reporting cash flows, the Foundation considers demand deposits, money market accounts and all other investments with an original maturity of three months or less to be cash and cash equivalents.

Investments: Investments in debt securities and equity securities with readily determinable market values are presented at fair market value and unrealized gains are recognized in the statement of activities in accordance with FASB ASC 958-320.

Estimates: 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.

Income Taxes: The Foundation is exempt from federal income taxes under Internal Revenue Code Section 509(a)(1) and, therefore, has made no provision for federal income taxes. The Foundation files form 990 and did not incur any excise or unrelated business income taxes in 2018 or 2017. The years ended September 30, 2017, 2016, and 2015 remain open to tax examination.

Donated Services, Materials, Property and Facilities: The financial statements of the Foundation reflect in-kind donations as revenues in the period received and as assets, expenses or decreases of liabilities, depending on the type of benefit received. Donations are measured at estimated fair market values. Donations received with donor restrictions for future periods are reported as increases in temporarily restricted net assets. Contributions of services are recognized in the financial statements if the services enhance or create non-financial assets or require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. For 2018, in-kind donations were \$10,338, which was all expensed. For 2017, in-kind donations were \$126,103, which was all expensed.

Property and Equipment: Acquisitions of property and equipment in excess of \$500 are capitalized. Equipment is stated at cost net of accumulated depreciation. Depreciation is provided using the straight-line method over estimated useful lives of five years. Depreciation expense for the years ended September 30, 2018 and 2017 was \$13,656 and \$7,410, respectively.

Property and equipment are recorded at historical cost or, if donated, at the estimated fair market values at the date of donation based on independent appraisals. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use are reported as restricted contributions.

Note 2. Related Party Transactions

The Foundation receives donations from members of the Board of Directors. All donations from Board members are handled in accordance with normal course of business operations and consistent with Foundation policy before being recognized on the books as income. Related party revenues were \$829,292 and \$162,500 for 2018 and 2017 respectively. Pledge receivables from related parties at September 30, 2018 and 2017 were \$1,332,436 and \$242,000, respectively.

Grand Teton National Park Foundation

Notes to the Financial Statements September 30, 2018 and 2017

Note 3. Concentration of Credit Risk

Financial instruments, which potentially subject the Foundation to concentration of credit risk, consist principally of cash and cash equivalents. The Foundation is aware of the risk and actively works to reduce or eliminate it by depositing cash and cash equivalents with various financial institutions. However, due to the unpredictable nature of donations and program disbursements, there are times when the deposits exceed the \$250,000 FDIC per institution limitation. At September 30, 2018, the Foundation had cash and investment bank balances of \$5,399,589, book balances of \$4,890,139, and was \$89,726 in excess of the FDIC insurance coverage at the financial institutions. At September 30, 2017, the Foundation had cash bank balances of \$4,041,361, book balances of \$3,938,858, and was \$9,143 in excess of the FDIC insurance coverage at the financial institutions.

Note 4. Pledges Receivable

Pledges receivable consist of signed pledge forms from various private donors. The total amount of pledge receivables is \$8,240,742 and \$4,395,139 for 2018 and 2017, respectively. The time frame for collecting varies from one to five years depending on the pledge. The long-term portion is shown net of discounts of \$312,385 and \$219,429 for 2018 and 2017, respectively. The rate used to calculate the discounts is the mid-term Applicable Federal Rate (AFR) for the month the pledge becomes a signed receivable. The allowance for doubtful pledge receivables is \$50,000 for both 2018 and 2017.

Note 5. Investments

A long term investment policy was revised in 2015 and is specific to capital reserve funds that support the Craig Thomas Discovery and Visitor Center and only those temporarily restricted funds are invested in debt and equity securities.

| | September 30, 2018 | | September 30, 2017 | |
|------------------------------|---------------------|--------------------------|---------------------|--------------------------|
| | Cost | Approximate Market Value | Cost | Approximate Market Value |
| Vanguard | \$ 930,242 | \$ 987,865 | \$ 875,622 | \$ 948,184 |
| Family Management Securities | 1,015,941 | 1,061,196 | 895,467 | 928,726 |
| | <u>\$ 1,946,183</u> | <u>\$ 2,049,061</u> | <u>\$ 1,771,089</u> | <u>\$ 1,876,910</u> |

Unrealized gains and losses on investment securities at September 30 are as follows:

| | 2018 | 2017 |
|-----------------------|-------------------|------------------|
| Net unrealized gains | \$ 104,115 | \$ 105,821 |
| Net unrealized losses | (1,237) | - |
| Net realized gains | 30,663 | 12,312 |
| Net realized losses | (6,686) | (21,872) |
| | <u>\$ 126,855</u> | <u>\$ 96,261</u> |

In accordance with FASB ASC 958-320, the unrealized gains on debt and equity securities with readily determinable market values are reported in the statement of revenues and expenses.

Grand Teton National Park Foundation

Notes to the Financial Statements September 30, 2018 and 2017

Note 6. Fair Value Measurement

Financial Accounting Standards Board (FASB) *Accounting Standards Codification* (ASC) 820, *Fair Value Measurements and Disclosures*, provides the framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under FASB ASC 820 are described as follows:

Level 1: Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Foundation has the ability to access.

Level 2: Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets
- Quoted prices for identical or similar assets or liabilities in inactive markets
- Inputs other than quoted prices that are observable for the asset or liability
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means

If the asset or liability has a specific (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Although the Foundation believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

Assets at Fair Value as of September 30, 2018

| | Level 1 | Level 2 | Level 3 | Total |
|----------------------------|--------------|---------|---------|--------------|
| Cash reserves | \$ 13,969 | \$ - | \$ - | \$ 13,969 |
| Exchange-Traded Products | \$ 202,451 | | | \$ 202,451 |
| Mutual funds | | | | |
| Index funds | 987,865 | - | - | 987,865 |
| Fixed income funds | 144,425 | - | - | 144,425 |
| Equity funds | 700,351 | - | - | 700,351 |
| Total mutual funds | 1,832,641 | - | - | 1,832,641 |
| Total assets at fair value | \$ 2,049,061 | \$ - | \$ - | \$ 2,049,061 |

Assets at Fair Value as of September 30, 2017

| | Level 1 | Level 2 | Level 3 | Total |
|----------------------------|--------------|---------|---------|--------------|
| Cash reserves | \$ 56,096 | \$ - | \$ - | \$ 56,096 |
| Mutual funds | | | | |
| Index funds | 948,184 | - | - | 948,184 |
| Equity funds | 318,072 | - | - | 318,072 |
| Specialty funds | 554,558 | - | - | 554,558 |
| Total mutual funds | 1,820,814 | - | - | 1,820,814 |
| Total assets at fair value | \$ 1,876,910 | \$ - | \$ - | \$ 1,876,910 |

Grand Teton National Park Foundation

Notes to the Financial Statements September 30, 2018 and 2017

Note 7. Property and Equipment

Property and equipment at September 30, 2018 and 2017 consist of the following:

| | |
|---|-----------|
| Equipment (net of \$85,009 depreciation) 2018 | \$144,687 |
| Equipment (net of \$72,623 depreciation) 2017 | \$99,965 |

Note 8. Accrued Expenses

Accrued expenses consist of payroll liabilities, accrued expenses, and other short-term liabilities.

| | <u>2018</u> | <u>2017</u> |
|------------------------|------------------|-------------------|
| Payroll liabilities | \$ 90,296 | \$ 77,195 |
| Accrued expenses | 6,286 | 27,056 |
| Total Accrued Expenses | <u>\$ 96,582</u> | <u>\$ 104,251</u> |

Note 9. Temporarily Restricted Net Assets

The Foundation has temporarily restricted net assets of \$13,992,992 and \$9,279,242 for 2018 and 2017, respectively. This amount consists of various donations received that are to be used for several different specific projects.

Note 10. Permanently Restricted Net Assets

The Foundation has no permanently restricted net assets.

Note 11. Interest Expense

The Foundation had interest expense of \$33,611 for the year ended September 30, 2018 and no interest for the year ended September 30, 2017.

Note 12. Retirement Plan

As of January 1, 2009, the Foundation adopted a qualifying "Safe Harbor 401(k) Plan" under which employees become eligible to participate upon reaching age 21. The Foundation will contribute to the Plan on the employees' behalf an amount equal to 3% of employee compensation. Safe Harbor employer contributions are fully vested. The expense for the years ended September 30, 2018 and 2017 was \$32,087 and \$45,890, respectively.

Grand Teton National Park Foundation

Notes to the Financial Statements September 30, 2018 and 2017

Note 13. Line of Credit

In October 2014, the Foundation acquired an unsecured campaign line of credit with Rocky Mountain Bank to facilitate the construction funding for the Jenny Lake Trails project. The line shall not exceed \$1,000,000 with an interest rate fixed at four (4.0%) percent per annum. The Foundation also has an unsecured operating line of credit with Wells Fargo. The line shall not exceed \$200,000 with an interest rate fixed at four and 5/100 (4.05%) percent per annum. There was not any borrowing on the operating line of credit through 2018. During 2018, there was borrowing activity on the campaign line of credit resulting in a \$325,000 draw on the line of credit at September 30, 2018.

Note 14. Subsequent Events

In preparing these financial statements, the Foundation has evaluated events and transactions for potential recognition or disclosure through January 22, 2019, the date the financial statements were available to be issued. On November 1, 2018, a single member LLC formed by the Foundation purchased a 1-acre inholding located in the Mormon Row Historic District in Grand Teton National Park. The property will ultimately be transferred to Grand Teton National Park for conservation and inclusion in the Park. The purchase price is confidential.