

TENNESSEE CONSERVATION LEAGUE D/B/A
TENNESSEE WILDLIFE FEDERATION
AND
TENNESSEE CONSERVATION LEAGUE FOUNDATION, INC.

NASHVILLE, TENNESSEE

CONSOLIDATED FINANCIAL STATEMENTS,
ADDITIONAL INFORMATION
AND
REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

DECEMBER 31, 2004 AND 2003

TENNESSEE CONSERVATION LEAGUE D/B/A
TENNESSEE WILDLIFE FEDERATION
AND
TENNESSEE CONSRVATION LEAGUE FOUNDATION, INC.

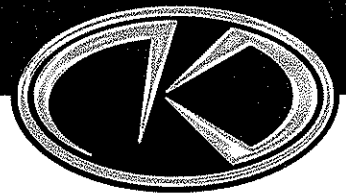
NASHVILLE, TENNESSEE

CONSOLIDATED FINANCIAL STATEMENTS,
ADDITIONAL INFORMATION
AND
REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

DECEMBER 31, 2004 AND 2003

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KraftCPAs
PLLC

REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

Board of Directors
Tennessee Conservation League d/b/a Tennessee Wildlife Federation
Nashville, Tennessee

We have audited the accompanying consolidated statement of financial position of the Tennessee Conservation League d/b/a Tennessee Wildlife Federation and the Tennessee Conservation League Foundation, Inc. (collectively, the "Organization") as of December 31, 2004, and the related consolidated statements of activities, cash flows and functional expenses for the year then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit 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 audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the consolidated financial position of the Tennessee Conservation League d/b/a Tennessee Wildlife Federation and the Tennessee Conservation League Foundation, Inc. as of December 31, 2004, and the consolidated changes in their net assets and their cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

The December 31, 2003 consolidated financial statements of the Tennessee Conservation League d/b/a Tennessee Wildlife Federation and the Tennessee Conservation League Foundation, Inc. were reviewed by us and our report thereon, dated November 1, 2004, stated that we were not aware of any material modifications that should be made to those statements for them to be in conformity with accounting principles generally accepted in the United States of America. However, a review is substantially less in scope than an audit and does not provide a basis for the expression of an opinion on the financial statements taken as a whole.

The accompanying additional information on pages 13 and 14 is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. Such information for 2004 has been subjected to the auditing procedures applied in the audit of the 2004 consolidated financial statements and, in our opinion, is fairly stated in all material respects in relation to the 2004 consolidated financial statements taken as a whole. The additional information for 2003 was subjected to the inquiry and analytical procedures applied in the review of the 2003 consolidated financial statements, and we did not become aware of any material modification that should be made to such information.

KraftCPAs PLLC

Nashville, Tennessee
November 2, 2005

TENNESSEE CONSERVATION LEAGUE D/B/A
TENNESSEE WILDLIFE FEDERATION
AND
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CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2004 (AUDITED) AND 2003 (REVIEWED)

	<u>2004</u>	<u>2003</u>
ASSETS		
Cash and cash equivalents	\$ 144,960	\$ 52,669
Investments - Note 2	7,347	7,064
Accounts receivable	-	895
Pledges receivable - Note 3	55,078	-
Prepaid expenses	760	2,728
Property and equipment - at cost, less accumulated depreciation - Note 4	<u>246,903</u>	<u>197,407</u>
TOTAL ASSETS	<u>\$ 455,048</u>	<u>\$ 260,763</u>
LIABILITIES		
Accounts payable	\$ 12,861	\$ 8,065
Accrued expenses and other deposits	7,035	17,003
Loan payable - National Ecological Foundation - Note 6	<u>25,000</u>	<u>25,000</u>
TOTAL LIABILITIES	<u>44,896</u>	<u>50,068</u>
COMMITMENTS AND CONTINGENCIES - Note 5		
NET ASSETS		
Unrestricted	55,021	10,695
Temporarily restricted - Note 7	155,131	-
Permanently restricted - Note 8	<u>200,000</u>	<u>200,000</u>
TOTAL NET ASSETS	<u>410,152</u>	<u>210,695</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 455,048</u>	<u>\$ 260,763</u>

See accompanying accountants' report and notes to consolidated financial statements.

TENNESSEE CONSERVATION LEAGUE D/B/A
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CONSOLIDATED STATEMENTS OF ACTIVITIES

FOR THE YEARS ENDED DECEMBER 31, 2004 (AUDITED) AND 2003 (REVIEWED)

	2004			TOTAL
	<u>UNRESTRICTED</u>	<u>TEMPORARILY RESTRICTED</u>	<u>PERMANENTLY RESTRICTED</u>	
SUPPORT AND REVENUE				
Membership dues and contributions	\$ 113,352	\$ 93,286	\$ -	\$ 206,638
Foundation grants	5,995	180,505	-	186,500
Special events and activities	116,125	18,937	-	135,062
Investment income	309	-	-	309
Rental income	27,015	-	-	27,015
Miscellaneous income	1,741	-	-	1,741
Net assets released resulting from satisfaction of donor restrictions	<u>137,597</u>	<u>(137,597)</u>	<u>-</u>	<u>-</u>
TOTAL SUPPORT AND REVENUE	<u>402,134</u>	<u>155,131</u>	<u>-</u>	<u>557,265</u>
EXPENSES				
Program services:				
Education and Outreach	<u>260,068</u>	<u>-</u>	<u>-</u>	<u>260,068</u>
Total Program Services	<u>260,068</u>	<u>-</u>	<u>-</u>	<u>260,068</u>
Supporting services:				
Management and general	45,187	-	-	45,187
Fund raising	<u>52,553</u>	<u>-</u>	<u>-</u>	<u>52,553</u>
Total Supporting Services	<u>97,740</u>	<u>-</u>	<u>-</u>	<u>97,740</u>
TOTAL EXPENSES	<u>357,808</u>	<u>-</u>	<u>-</u>	<u>357,808</u>
CHANGE IN NET ASSETS	44,326	155,131	-	199,457
NET ASSETS - BEGINNING OF YEAR	<u>10,695</u>	<u>-</u>	<u>200,000</u>	<u>210,695</u>
NET ASSETS - END OF YEAR	<u>\$ 55,021</u>	<u>\$ 155,131</u>	<u>\$ 200,000</u>	<u>\$ 410,152</u>

See accompanying accountants' report and notes to consolidated financial statements.

2003

<u>UNRESTRICTED</u>	<u>TEMPORARILY RESTRICTED</u>	<u>PERMANENTLY RESTRICTED</u>	<u>TOTAL</u>
\$ 68,943	\$ -	\$ -	\$ 68,943
-	-	-	-
146,427	-	-	146,427
35	-	-	35
29,250	-	-	29,250
4,206	-	-	4,206
-	-	-	-
<u>6,579</u>	<u>(6,579)</u>	<u>-</u>	<u>-</u>
<u>255,440</u>	<u>(6,579)</u>	<u>-</u>	<u>248,861</u>
<u>172,472</u>	<u>-</u>	<u>-</u>	<u>172,472</u>
<u>172,472</u>	<u>-</u>	<u>-</u>	<u>172,472</u>
42,923	-	-	42,923
<u>51,555</u>	<u>-</u>	<u>-</u>	<u>51,555</u>
<u>94,478</u>	<u>-</u>	<u>-</u>	<u>94,478</u>
<u>266,950</u>	<u>-</u>	<u>-</u>	<u>266,950</u>
(11,510)	(6,579)	-	(18,089)
<u>22,205</u>	<u>6,579</u>	<u>200,000</u>	<u>228,784</u>
<u>\$ 10,695</u>	<u>\$ -</u>	<u>\$ 200,000</u>	<u>\$ 210,695</u>

TENNESSEE CONSERVATION LEAGUE D/B/A
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CONSOLIDATED STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED DECEMBER 31, 2004 (AUDITED) AND 2003 (REVIEWED)

	<u>2004</u>	<u>2003</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 199,457	\$ (18,089)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	19,734	15,982
(Increase) decrease in:		
Accounts receivable	895	738
Pledges receivable	(55,078)	-
Prepaid expenses	1,968	(2,728)
Increase (decrease) in:		
Accounts payable	4,796	(6,517)
Accrued expenses and other deposits	(9,968)	14,731
TOTAL ADJUSTMENTS	<u>(37,653)</u>	<u>22,206</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>161,804</u>	<u>4,117</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of investments	(283)	-
Purchase of property and equipment	(69,230)	(7,349)
NET CASH USED IN INVESTING ACTIVITIES	<u>(69,513)</u>	<u>(7,349)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	92,291	(3,232)
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>52,669</u>	<u>55,901</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 144,960</u>	<u>\$ 52,669</u>

See accompanying accountants' report and notes to consolidated financial statements.

TENNESSEE CONSERVATION LEAGUE D/B/A
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CONSOLIDATED STATEMENTS OF FUNCTIONAL EXPENSES

FOR THE YEARS ENDED DECEMBER 31, 2004 (AUDITED) AND 2003 (REVIEWED)

	2004			
	<u>PROGRAM SERVICES</u>	<u>SUPPORTING SERVICES</u>		
	EDUCATION AND OUTREACH	MANAGEMENT AND GENERAL	FUND RAISING	TOTAL
Salaries	\$ 67,683	\$ 16,814	\$ 19,104	\$ 103,601
Payroll taxes and benefits	9,816	2,438	2,771	15,025
TOTAL SALARIES AND RELATED EXPENSES	77,499	19,252	21,875	118,626
Occupancy	12,784	3,099	3,487	19,370
Contract labor	78,821	-	-	78,821
Annual meeting and conference	-	-	-	-
Dues and subscriptions	160	492	325	977
Entertainment and awards	1,701	-	1,384	3,085
Equipment lease	-	3,829	-	3,829
Fees and bank charges	20	1,363	574	1,957
Fund raising merchandise	37,722	20	17,928	55,670
Postage and freight	331	2,378	235	2,944
Printing	15,282	2,866	1,351	19,499
Processing fees	-	-	-	-
Professional fees	-	6,449	-	6,449
Repairs and maintenance	2,800	-	-	2,800
Scholarships	-	-	-	-
Supplies	1,353	2,173	111	3,637
Travel and meetings	14,060	24	1,905	15,989
Miscellaneous	2,917	708	796	4,421
TOTAL EXPENSES BEFORE DEPRECIATION	245,450	42,653	49,971	338,074
Depreciation	14,618	2,534	2,582	19,734
TOTAL EXPENSES	\$ 260,068	\$ 45,187	\$ 52,553	\$ 357,808

See accompanying accountants' report and notes to consolidated financial statements.

2003

<u>PROGRAM SERVICES</u>		<u>SUPPORTING SERVICES</u>		
<u>EDUCATION AND OUTREACH</u>	<u>MANAGEMENT AND GENERAL</u>	<u>FUND RAISING</u>	<u>TOTAL</u>	
\$ 81,147	\$ 7,462	\$ 4,664	\$ 93,272	
<u>11,796</u>	<u>1,085</u>	<u>678</u>	<u>13,559</u>	
92,943	8,546	5,342	106,831	
2,340	12,327	741	15,408	
5,619	664	350	6,633	
7,449	53	-	7,502	
-	308	-	308	
1,393	80	290	1,763	
-	1,538	-	1,538	
420	1,716	777	2,913	
7,654	-	23,596	31,250	
1,342	1,759	3,383	6,484	
17,278	181	2,860	20,319	
6,600	-	-	6,600	
6,572	5,006	-	11,578	
106	2,164	-	2,270	
1,000	-	-	1,000	
395	4,633	6,280	11,308	
4,912	756	1,365	7,033	
<u>4,942</u>	<u>794</u>	<u>4,494</u>	<u>10,230</u>	
160,965	40,525	49,478	250,968	
<u>11,507</u>	<u>2,397</u>	<u>2,078</u>	<u>15,982</u>	
<u>\$ 172,472</u>	<u>\$ 42,923</u>	<u>\$ 51,555</u>	<u>\$ 266,950</u>	

TENNESSEE CONSERVATION LEAGUE D/B/A
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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2004 (AUDITED) AND 2003 (REVIEWED)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

General

The Tennessee Conservation League d/b/a Tennessee Wildlife Federation ("TWF") and the Tennessee Conservation League Foundation, Inc. (the "Foundation") are Tennessee not-for-profit corporations. The TWF was founded in 1946 to encourage the conservation and wise use of Tennessee's natural resources, its forests, waters, air, wildlife, minerals and soil; to educate and inform citizens about conservation principles, methods and issues; and to advocate for sound conservation policy. The Foundation was founded in 1977 solely for the use and benefit of the TWF.

Basis of presentation

The consolidated financial statements include the accounts of the TWF and the Foundation (collectively, the "Organization") and have been prepared on the accrual basis of accounting. The financial statements are consolidated since the TWF has both an economic interest in the Foundation and control through the Foundation's Board. All significant transactions and balances between the two organizations have been eliminated in consolidation.

Cash and cash equivalents

Cash and cash equivalents consist principally of checking and savings account balances with a commercial bank.

Pledges receivable

Unconditional promises to give that are expected to be collected within one year are recorded as contributions receivable at their net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of estimated future cash flows (unless immaterial). Conditional promises to give are not included as support until such time as the conditions are substantially met.

An allowance for uncollectible pledges has not been provided based on management's determination that all pledges are fully collectible.

Investments

Investments consist of a certificate of deposit, which is carried at fair value based on the quoted market price on the last business day of the reporting period. Changes in unrealized gains and losses on investments are recognized in the statement of activities for the year.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 2004 (AUDITED) AND 2003 (REVIEWED)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property and equipment

Property and equipment are recorded at cost, when purchased, or at estimated fair value, when gifted to the Organization. Depreciation is calculated by the straight-line method to allocate the cost of depreciable assets, as so determined, to operations over estimated useful lives as follows:

Furniture and equipment	7 years
Building improvements	10 years
Building	20 years

Contributions and support

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions.

Contributions are considered to be available for unrestricted use unless otherwise specified by the donor. Amounts received that are restricted by the donor for future periods or specific purposes are reported as temporarily restricted or permanently restricted support that increases those net asset classes. When a restriction is fulfilled (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted and reported in the Statement of Activities as net assets released from restrictions.

Net assets of the Foundation in the amount of \$200,000 are permanently restricted as an endowment for the benefit of the TWF. All income of the Foundation is available for operations and programs of the TWF. (See Note 8.)

Expenditure driven grant revenue is recognized in the period a liability is incurred for eligible expenditures under the terms of the grant. Grant funds received prior to expenditure are recorded initially as deferred revenue.

The Organization reports any gifts of equipment or materials as unrestricted support absent any explicit donor restrictions as to how the assets must be used. Gifts of long-lived assets and/or support that is restricted to the acquisition of long-lived assets, are reported as restricted support. Expirations of donor restrictions are recognized when the donated or acquired long-lived assets are placed in service.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 2004 (AUDITED) AND 2003 (REVIEWED)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Donated services

Donated facilities and materials are recorded as gifts in the period received at their estimated fair value, if there is an objective and measurable basis for determining such value.

Donated services are recognized if they create or enhance nonfinancial assets or the donated service requires specialized skills, was performed by a donor who possesses such skills, and would have been purchased by TWF, if not donated. Such services are recognized at estimated fair value as support and expense in the period the services are performed.

Members of the Board have provided substantial assistance to the Organization by the donation of time and services. The value of this contribution is not reflected in the financial statements since it is not susceptible to objective measurement and valuation.

Program and supporting services

The following program and supporting services classifications are included in the accompanying financial statements:

Program service:

Education and Outreach - advocates sound natural resource policies, provides various educational programs that promote understanding of Tennessee's environment, and encourages natural resource conservation and community planning that balances conservation needs with sound economic growth.

Supporting services:

Management and general - relates to the overall direction of the organization. These expenses are not identifiable with a particular program or with fund raising, but are indispensable to the conduct of those activities and essential to the organization. Specific activities include organization oversight, business management, recordkeeping, budgeting, financing, and other administrative activities.

Fund raising - includes costs of activities directed toward appeals for financial support, including special events. Other activities include the cost of solicitations and creation and distribution of fund raising materials.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 2004 (AUDITED) AND 2003 (REVIEWED)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Allocation of functional expenses

Expenses that can be directly attributed to a particular function are charged to that function. Certain costs have been allocated among more than one program or activity based on objectively evaluated financial and nonfinancial data or reasonable subjective methods determined by management.

Use of estimates in the preparation of financial statements

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 the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Income taxes

The TWF and the Foundation qualify as not-for-profit organizations exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, income taxes are not provided.

NOTE 2 - INVESTMENTS

Investments consisted of the following as of December 31:

	<u>2004</u>	<u>2003</u>
Certificate of deposit - 1.49%; matures August 25, 2006	\$ 7,347	\$ 7,064

TENNESSEE CONSERVATION LEAGUE D/B/A
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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 2004 (AUDITED) AND 2003 (REVIEWED)

NOTE 3 - PLEDGES RECEIVABLE

Pledges receivable consisted of the following as of December 31:

	<u>2004</u>	<u>2003</u>
Due in less than one year	\$ 31,078	\$ -
Due in one to five years	<u>24,000</u>	<u>-</u>
	<u>\$ 55,078</u>	<u>\$ -</u>

NOTE 4 - PROPERTY AND EQUIPMENT

Property and equipment consisted of the following as of December 31:

	<u>2004</u>	<u>2003</u>
Land	\$ 66,193	\$ 66,193
Building	257,309	257,309
Furniture and equipment	62,905	61,675
Program services equipment	73,629	5,629
Building improvements	<u>6,239</u>	<u>6,239</u>
	466,275	397,045
Less accumulated depreciation	<u>(219,372)</u>	<u>(199,638)</u>
	<u>\$ 246,903</u>	<u>\$ 197,407</u>

NOTE 5 - OPERATING LEASES

TWF rented out the ground floor of its building (approximately 50% of its space) to a religious organization on a month to month basis for \$2,233 per month through December 2004. Additionally, the TWF rented out one office upstairs on a month-to-month basis to an individual for \$200 per month. Total rental income received from these arrangements was \$27,015 in 2004 (\$29,250 in 2003).

TWF's commitment as of December 31, 2004, for future minimum lease payments required under short-term leases for certain office equipment was not significant.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 2004 (AUDITED) AND 2003 (REVIEWED)

NOTE 6 - DEBT

In March 2001, the TWF obtained a \$25,000 non-interest-bearing loan from the National Ecological Foundation, with no repayment terms. The purpose of the loan was to cover the cost of a 50,000-piece direct mailing aimed at new member income and fund raising. The results of the initial mailing were significantly lower than anticipated, however, and the full direct mailing plan was not completed. On October 9, 2002, the National Ecological Foundation entered into a written agreement with the TWF that required the TWF to provide an updated report for the use of funds to date, along with a plan of action for use of the remaining funds and repayment of the entire loan by December 31, 2002. On January 15, 2003, the plan for the following year was submitted to the National Ecological Foundation, and the TWF was notified that repayment of the loan could be deferred until such time as the National Ecological Foundation requested repayment. Repayment of the loan has not been requested to date. A Board member of the National Ecological Foundation is also a Board member of the TWF.

NOTE 7 - TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets consisted of the following as of December 31:

	<u>2004</u>	<u>2003</u>
Pledges receivables - time restriction	\$ 55,100	\$ -
Scholastic clay target program	51,843	-
Walk-in hunting access program	19,227	-
Hunters for the hungry program	13,756	-
Nature link program	8,247	-
West Tennessee youth jamboree	6,569	-
Pennies against poachers	<u>389</u>	<u>-</u>
	<u>\$ 155,131</u>	<u>\$ -</u>

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 2004 (AUDITED) AND 2003 (REVIEWED)

NOTE 8 - PERMANENTLY RESTRICTED NET ASSETS

Permanently restricted net assets consist of the net assets held in the Foundation. As of December 31, 2004, the sole asset of the Foundation is the land and building, which was acquired for the benefit of the TWF. The acquisition cost of this property was approximately \$323,000. At December 31, 2004, the net book value of the property was less than the \$200,000 permanently restricted endowment established. Management estimates that the fair value of this property exceeds \$200,000. In the event the property is ever sold for less than \$200,000, the TWF will be obligated to reimburse the Foundation for any deficit.

NOTE 9 - CONCENTRATIONS OF CREDIT RISK

Financial instruments that potentially subject the TWF to concentrations of credit risk consist of cash and cash equivalents, various grants, and contributions receivable. Cash balances are maintained with a financial institution and are insured up to \$100,000 by the Federal Deposit Insurance Corporation. Grants and contributions receivable represent concentrations of credit risk to the extent they are receivable from concentrated sources. Pledges from two donors, who are also Board members, comprise 73% of the ending balance of pledges receivable as of December 31, 2004.

Grants from the Tennessee Wildlife Resources Agency totaled \$165,500, which amounts to 30% of total revenues in 2005 (\$0 in 2004).

From time to time throughout the year, the TWF's bank balances with financial institutions exceeded the FDIC-insured limits. Management considers this to be normal business risk. At December 31, 2004, the cash balances per the bank exceeded the \$100,000 FDIC insurance limit by approximately \$50,000.

NOTE 10 - EMPLOYEE BENEFIT PLAN

The TWF sponsors a Section 403(b) retirement plan. Employees are eligible to participate in the plan upon employment with the TWF. Participating employees may contribute a portion of their respective annual salaries up to statutory limits. No other contributions are made to the plan.

ADDITIONAL INFORMATION

TENNESSEE CONSERVATION LEAGUE D/B/A
TENNESSEE WILDLIFE FEDERATION
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CONSOLIDATING SCHEDULES OF FINANCIAL POSITION

DECEMBER 31, 2004 AND 2003

	2004			
	TENNESSEE WILDLIFE FEDERATION	TENNESSEE CONSERVATION LEAGUE FOUNDATION, INC.	CONSOLIDATING ENTRIES	CONSOLIDATED
ASSETS				
Cash and cash equivalents	\$ 144,960	\$ -	\$ -	\$ 144,960
Investments	7,347	-	-	7,347
Accounts receivable	-	-	-	-
Pledges receivable	55,078	-	-	55,078
Prepaid expenses	760	-	-	760
Property and equipment - at cost, less accumulated depreciation	77,926	168,977	-	246,903
Receivable due from the League	-	31,023	(31,023)	-
TOTAL ASSETS	\$ 286,071	\$ 200,000	\$ (31,023)	\$ 455,048
LIABILITIES				
Accounts payable	\$ 12,861	\$ -	\$ -	\$ 12,861
Accrued expenses and other deposits	7,035	-	-	7,035
Loan payable	25,000	-	-	25,000
Payable due to the Foundation	31,023	-	(31,023)	-
TOTAL LIABILITIES	75,919	-	(31,023)	44,896
NET ASSETS				
Unrestricted	55,021	-	-	55,021
Temporarily restricted	155,131	-	-	155,131
Permanently restricted	-	200,000	-	200,000
TOTAL NET ASSETS	210,152	200,000	-	410,152
TOTAL LIABILITIES AND NET ASSETS	\$ 286,071	\$ 200,000	\$ (31,023)	\$ 455,048

See accompanying accountants' report.

2003

TENNESSEE WILDLIFE FEDERATION	TENNESSEE CONSERVATION LEAGUE FOUNDATION, INC.	CONSOLIDATING ENTRIES	CONSOLIDATED
\$ 52,669	\$ -	\$ -	\$ 52,669
7,064	-	-	7,064
895	-	-	895
-	-	-	-
2,728	-	-	2,728
15,564	181,843	-	197,407
-	18,157	(18,157)	-
<u>\$ 78,920</u>	<u>\$ 200,000</u>	<u>\$ (18,157)</u>	<u>\$ 260,763</u>
\$ 8,065	\$ -	\$ -	\$ 8,065
17,003	-	-	17,003
25,000	-	-	25,000
18,157	-	(18,157)	-
<u>68,225</u>	<u>-</u>	<u>(18,157)</u>	<u>50,068</u>
10,695	-	-	10,695
-	-	-	-
<u>-</u>	<u>200,000</u>	<u>-</u>	<u>200,000</u>
<u>10,695</u>	<u>200,000</u>	<u>-</u>	<u>210,695</u>
<u>\$ 78,920</u>	<u>\$ 200,000</u>	<u>\$ (18,157)</u>	<u>\$ 260,763</u>

TENNESSEE CONSERVATION LEAGUE D/B/A
TENNESSEE WILDLIFE FEDERATION
AND
TENNESSEE CONSERVATION LEAGUE FOUNDATION, INC.

CONSOLIDATING SCHEDULES OF ACTIVITIES

FOR THE YEARS ENDED DECEMBER 31, 2004 AND 2003

	2004			
	<u>TENNESSEE</u> <u>WILDLIFE</u> <u>FEDERATION</u>	<u>TENNESSEE</u> <u>CONSERVATION</u> <u>LEAGUE</u> <u>FOUNDATION, INC.</u>	<u>CONSOLIDATING</u> <u>ENTRIES</u>	<u>CONSOLIDATED</u>
SUPPORT AND REVENUE				
Membership dues and contributions	\$ 206,638	\$ -	\$ -	\$ 206,638
Foundation grants	186,500	-	-	186,500
Special events and activities	135,062	-	-	135,062
Investment income	309	-	-	309
Rental income	27,015	-	-	27,015
Miscellaneous income	1,741	-	-	1,741
TOTAL SUPPORT AND REVENUE	<u>557,265</u>	<u>-</u>	<u>-</u>	<u>557,265</u>
EXPENSES				
Salaries	103,601	-	-	103,601
Payroll taxes and benefits	15,025	-	-	15,025
Occupancy	19,370	-	-	19,370
Contract labor	78,821	-	-	78,821
Annual meeting and conference	-	-	-	-
Dues and subscriptions	977	-	-	977
Entertainment and awards	3,085	-	-	3,085
Equipment lease	3,829	-	-	3,829
Fees and bank charges	1,957	-	-	1,957
Fund raising merchandise	55,670	-	-	55,670
Postage and freight	2,944	-	-	2,944
Printing	19,499	-	-	19,499
Processing fees	-	-	-	-
Professional fees	6,449	-	-	6,449
Repairs and maintenance	2,800	-	-	2,800
Scholarships	-	-	-	-
Supplies	3,637	-	-	3,637
Travel and meetings	15,989	-	-	15,989
Miscellaneous	4,421	-	-	4,421
TOTAL EXPENSES				
BEFORE DEPRECIATION	338,074	-	-	338,074
Depreciation	6,869	12,865	-	19,734
TOTAL EXPENSES	<u>344,943</u>	<u>12,865</u>	<u>-</u>	<u>357,808</u>
CHANGE IN NET ASSETS	212,322	(12,865)	-	199,457
TRANSFERS	(12,865)	12,865	-	-
NET ASSETS - BEGINNING OF YEAR	10,695	200,000	-	210,695
NET ASSETS - END OF YEAR	<u>\$ 210,152</u>	<u>\$ 200,000</u>	<u>\$ -</u>	<u>\$ 410,152</u>

See accompanying accountants' report.

2003

TENNESSEE WILDLIFE FEDERATION	TENNESSEE CONSERVATION LEAGUE FOUNDATION, INC.	CONSOLIDATING ENTRIES	CONSOLIDATED
\$ 68,943	\$ -	\$ -	\$ 68,943
-	-	-	-
146,427	-	-	146,427
35	-	-	35
29,250	-	-	29,250
4,206	-	-	4,206
<u>248,861</u>	<u>-</u>	<u>-</u>	<u>248,861</u>
93,272	-	-	93,272
13,559	-	-	13,559
15,408	-	-	15,408
6,633	-	-	6,633
7,502	-	-	7,502
308	-	-	308
1,763	-	-	1,763
1,538	-	-	1,538
2,913	-	-	2,913
31,250	-	-	31,250
6,484	-	-	6,484
20,319	-	-	20,319
6,600	-	-	6,600
11,578	-	-	11,578
2,270	-	-	2,270
1,000	-	-	1,000
11,308	-	-	11,308
7,033	-	-	7,033
<u>10,230</u>	<u>-</u>	<u>-</u>	<u>10,230</u>
250,968	-	-	250,968
3,117	12,865	-	15,982
<u>254,085</u>	<u>12,865</u>	<u>-</u>	<u>266,950</u>
(5,224)	(12,865)	-	(18,089)
(12,865)	12,865	-	-
<u>28,784</u>	<u>200,000</u>	<u>-</u>	<u>228,784</u>
<u>\$ 10,695</u>	<u>\$ 200,000</u>	<u>\$ -</u>	<u>\$ 210,695</u>