

Form **990****Return of Organization Exempt From Income Tax**

OMB No 1545-0047

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)

2003**Open to Public Inspection**Department of the Treasury
Internal Revenue Service

▶ The organization may have to use a copy of this return to satisfy state reporting requirements

A For the 2003 calendar year, or tax year beginning**, 2003, and ending****, 20****B Check if applicable**☒ Address change☐ Name change☐ Initial return☐ Final return☐ Amended return☐ Application pending

Please use IRS label or print or type See Specific Instructions

C Name of organization**Pacific Northwest Trail Association**

Number and street (or P.O. box if mail is not delivered to street address) Room/suite

24854 Charles Jones Memorial Circle 4

City or town, state or country, and ZIP + 4

Sedro-Woolley, WA 98284**D Employer identification number****91 1023116****E Telephone number****(360) 854-9415****F Accounting method** ☐ Cash ☒ Accrual☐ Other (specify) ▶

• Section 501(c)(3) organizations and 4947(a)(1) nonexempt charitable trusts must attach a completed Schedule A (Form 990 or 990-EZ)

H and I are not applicable to section 527 organizations**H(a)** Is this a group return for affiliates? ☐ Yes ☒ No**H(b)** If "Yes," enter number of affiliates ▶**H(c)** Are all affiliates included? ☐ Yes ☐ No

(If "No," attach a list. See instructions.)

H(d) Is this a separate return filed by an organization covered by a group ruling? ☐ Yes ☒ No**I** Group Exemption Number ▶**G Website:** ▶ **www.pnt.org****J Organization type** (check only one) ▶ ☒ 501(c) (3) ◀ (insert no.) ☐ 4947(a)(1) or ☐ 527**K** Check here ☐ if the organization's gross receipts are normally not more than \$25,000. The organization need not file a return with the IRS, but if the organization received a Form 990 Package in the mail, it should file a return without financial data. **Some states require a complete return.****L Gross receipts:** Add lines 6b, 8b, 9b, and 10b to line 12 ▶ **581,871****M** Check ☐ if the organization is **not** required to attach Sch. B (Form 990, 990-EZ, or 990-PF).**Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances** (See page 18 of the instructions.)

Revenue	1	Contributions, gifts, grants, and similar amounts received:				
	a	Direct public support	1a	156,954		
	b	Indirect public support	1b			
	c	Government contributions (grants)	1c	299,351		
	d	Total (add lines 1a through 1c) (cash \$ 437,856 noncash \$ 18,449)	1d		456,305	
	2	Program service revenue including government fees and contracts (from Part VII, line 93)	2		113,934	
	3	Membership dues and assessments	3			
	4	Interest on savings and temporary cash investments	4		4,755	
	5	Dividends and interest from securities	5			
	6a	Gross rents	6a			
b	Less: rental expenses	6b				
c	Net rental income or (loss) (subtract line 6b from line 6a)	6c				
7	Other investment income (describe ▶)	7				
Expenses	8a	Gross amount from sales of assets other than inventory	(A) Securities		(B) Other	
	b	Less: cost or other basis and sales expenses	8b			
	c	Gain or (loss) (attach schedule)	8c			
	d	Net gain or (loss) (combine line 8c, columns (A) and (B))	8d			
	9	Special events and activities (attach schedule) If any amount is from gaming, check here <input type="checkbox"/>				
	a	Gross revenue including \$ of contributions reported on line 1a	9a	1,503		
	b	Less: direct expenses other than fundraising expenses	9b			
	c	Net income or (loss) from special events (subtract line 9b from line 9a)	9c		1,503	
	10a	Gross sales of inventory, less returns and allowances	10a	5,374		
	b	Less: cost of goods sold	10b	2,074		
c	Gross profit or (loss) from sales of inventory (attach schedule) (subtract line 10b from line 10a)	10c		3,300		
Net Assets	11	Other revenue (from Part VII, line 103)	11			
	12	Total revenue (add lines 1d, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11)	12		579,797	
	13	Program services (from line 44, column (B))	13		543,340	
	14	Management and general (from line 44, column (C))	14		67,003	
	15	Fundraising (from line 44, column (D))	15		2,583	
	16	Payments to affiliates (attach schedule)	16			
	17	Total expenses (add lines 16 and 44, column (A))	17		612,926	
	18	Excess or (deficit) for the year (subtract line 17 from line 12)	18		(33,129)	
	19	Net assets or fund balances at beginning of year (from line 73, column (A))	19		367,379	
	20	Other changes in net assets or fund balances (attach explanation)	20			
21	Net assets or fund balances at end of year (combine lines 18, 19, and 20)	21		334,250		

For Paperwork Reduction Act Notice, see the separate instructions.

Cat No 11282Y

Form **990** (2003)

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Part II Statement of Functional Expenses

All organizations must complete column (A). Columns (B), (C), and (D) are required for section 501(c)(3) and (4) organizations and section 4947(a)(1) nonexempt charitable trusts but optional for others. (See page 22 of the instructions.)

Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I.		(A) Total	(B) Program services	(C) Management and general	(D) Fundraising	
22	Grants and allocations (attach schedule) (cash \$ _____ noncash \$ _____)	22				
23	Specific assistance to individuals (attach schedule)	23				
24	Benefits paid to or for members (attach schedule)	24				
25	Compensation of officers, directors, etc.	25	63,700	53,650	10,050	
26	Other salaries and wages	26	280,430	253,736	26,694	
27	Pension plan contributions	27				
28	Other employee benefits	28	8,040	7,199	841	
29	Payroll taxes	29	29,406	24,535	4,871	
30	Professional fundraising fees	30				
31	Accounting fees	31				
32	Legal fees	32				
33	Supplies	33	57,298	54,649	2,649	
34	Telephone	34	11,176	9,877	1,299	
35	Postage and shipping	35	1,891	1,661	230	
36	Occupancy	36				
37	Equipment rental and maintenance	37				
38	Printing and publications	38	4,633	618	4,015	
39	Travel	39	33,567	26,464	7,103	
40	Conferences, conventions, and meetings	40	1,798	1,310	488	
41	Interest	41				
42	Depreciation, depletion, etc. (attach schedule)	42	29,506	26,658	2,848	
43	Other expenses not covered above (itemize) a	43a				
b	43b				
c	Schedule Attached	43c	91,481	82,983	5,915	
d	43d				
e	43e				
44	Total functional expenses (add lines 22 through 43) Organizations completing columns (B)-(D), carry these totals to lines 13-15 .	44	612,926	543,340	67,003	2,583

Joint Costs. Check ☐ if you are following SOP 98-2.Are any joint costs from a combined educational campaign and fundraising solicitation reported in (B) Program services? ☐ Yes ☐ No

If "Yes," enter (i) the aggregate amount of these joint costs \$ _____, (ii) the amount allocated to Program services \$ _____, (iii) the amount allocated to Management and general \$ _____, and (iv) the amount allocated to Fundraising \$ _____

Part III Statement of Program Service Accomplishments (See page 25 of the instructions.)

What is the organization's primary exempt purpose? ▶

All organizations must describe their exempt purpose achievements in a clear and concise manner. State the number of clients served, publications issued, etc. Discuss achievements that are not measurable. (Section 501(c)(3) and (4) organizations and 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants and allocations to others.)

Program Service Expenses
(Required for 501(c)(3) and (4) orgs. and 4947(a)(1) trusts, but optional for others.)

a	Building and maintaining trails for public use. Projections based on sign-in sheets at trailheads indicate that ,000 to 10,000 hikers, equestrians, and cyclists used the trail.	
	(Grants and allocations \$ _____)	97,362
b	Developing and providing high school credits and employment to at-risk students in a joint effort between (a) the Pacific Northwest Trail Association, (b) local school districts, and (c) Federal, state, or local government work programs.	
	(Grants and allocations \$ _____)	353,223
c	Operating a native plant nursery primarily to provide native plant for public projects which require native plants, such as salmon enhancement. Also provides a facility for training of public school students and work programs for certain at-risk students.	
	(Grants and allocations \$ _____)	92,755
d	
	(Grants and allocations \$ _____)	
e	Other program services (attach schedule) (Grants and allocations \$ _____)	
f	Total of Program Service Expenses (should equal line 44, column (B), Program services)	543,340

Part IV Balance Sheets (See page 25 of the instructions.)

Note: Where required, attached schedules and amounts within the description column should be for end-of-year amounts only		(A) Beginning of year		(B) End of year
45	Cash—non-interest-bearing	1,083	45	167
46	Savings and temporary cash investments	164,178	46	112,425
47a	Accounts receivable 47a 8,828			
b	Less: allowance for doubtful accounts 47b		47c	8,828
48a	Pledges receivable 48a			
b	Less: allowance for doubtful accounts 48b		48c	
49	Grants receivable	71,160	49	114,776
50	Receivables from officers, directors, trustees, and key employees (attach schedule)		50	
51a	Other notes and loans receivable (attach schedule). 51a			
b	Less: allowance for doubtful accounts 51b		51c	
52	Inventories for sale or use		52	
53	Prepaid expenses and deferred charges	5,024	53	3,724
54	Investments—securities (attach schedule). <input type="checkbox"/> Cost <input type="checkbox"/> FMV		54	
55a	Investments—land, buildings, and equipment: basis 55a			
b	Less: accumulated depreciation (attach schedule). 55b		55c	
56	Investments—other (attach schedule)		56	
57a	Land, buildings, and equipment: basis 57a 170,764			
b	Less: accumulated depreciation (attach schedule). 57b 82,557	109,489	57c	88,207
58	Other assets (describe <input type="checkbox"/> Schedule Attached)	25,917	58	21,797
59	Total assets (add lines 45 through 58) (must equal line 74)	376,851	59	349,924
60	Accounts payable and accrued expenses	9,472	60	15,674
61	Grants payable		61	
62	Deferred revenue		62	
63	Loans from officers, directors, trustees, and key employees (attach schedule).		63	
64a	Tax-exempt bond liabilities (attach schedule)		64a	
b	Mortgages and other notes payable (attach schedule)		64b	
65	Other liabilities (describe <input type="checkbox"/>)		65	
66	Total liabilities (add lines 60 through 65)	9,472	66	15,674
Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74.				
67	Unrestricted	223,839	67	247,862
68	Temporarily restricted	89,291	68	24,000
69	Permanently restricted	54,249	69	59,388
Organizations that do not follow SFAS 117, check here <input type="checkbox"/> and complete lines 70 through 74.				
70	Capital stock, trust principal, or current funds		70	
71	Paid-in or capital surplus, or land, building, and equipment fund		71	
72	Retained earnings, endowment, accumulated income, or other funds		72	
73	Total net assets or fund balances (add lines 67 through 69 or lines 70 through 72; column (A) must equal line 19, column (B) must equal line 21).	367,379	73	334,250
74	Total liabilities and net assets / fund balances (add lines 66 and 73)	376,851	74	349,924

Form 990 is available for public inspection and, for some people, serves as the primary or sole source of information about a particular organization. How the public perceives an organization in such cases may be determined by the information presented on its return. Therefore, please make sure the return is complete and accurate and fully describes, in Part III, the organization's programs and accomplishments.

Part VI Other Information (See page 28 of the instructions.)

	Yes	No
76 Did the organization engage in any activity not previously reported to the IRS? If "Yes," attach a detailed description of each activity . . .	76	✓
77 Were any changes made in the organizing or governing documents but not reported to the IRS? . . . If "Yes," attach a conformed copy of the changes.	77	✓
78a Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return?	78a	✓
b If "Yes," has it filed a tax return on Form 990-T for this year? . . .	78b	
79 Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement	79	✓
80a Is the organization related (other than by association with a statewide or nationwide organization) through common membership, governing bodies, trustees, officers, etc., to any other exempt or nonexempt organization? . . .	80a	✓
b If "Yes," enter the name of the organization ▶ and check whether it is <input type="checkbox"/> exempt or <input type="checkbox"/> nonexempt.		
81a Enter direct and indirect political expenditures. See line 81 instructions . . . 81a None	81a	
b Did the organization file Form 1120-POL for this year? . . .	81b	✓
82a Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value? . . .	82a	✓
b If "Yes," you may indicate the value of these items here. Do not include this amount as revenue in Part I or as an expense in Part II. (See instructions in Part III) . . . 82b 70,000	82b	
83a Did the organization comply with the public inspection requirements for returns and exemption applications?	83a	✓
b Did the organization comply with the disclosure requirements relating to quid pro quo contributions? . .	83b	✓
84a Did the organization solicit any contributions or gifts that were not tax deductible? . . .	84a	✓
b If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible? . . .	84b	
85 501(c)(4), (5), or (6) organizations a Were substantially all dues nondeductible by members?	85a	
b Did the organization make only in-house lobbying expenditures of \$2,000 or less? . . .	85b	
If "Yes" was answered to either 85a or 85b, do not complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year.		
c Dues, assessments, and similar amounts from members . . . 85c	85c	
d Section 162(e) lobbying and political expenditures . . . 85d	85d	
e Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices . . . 85e	85e	
f Taxable amount of lobbying and political expenditures (line 85d less 85e) . . . 85f	85f	
g Does the organization elect to pay the section 6033(e) tax on the amount on line 85f? . . .	85g	
h If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year? . . .	85h	
86 501(c)(7) orgs. Enter: a Initiation fees and capital contributions included on line 12 . . . 86a	86a	
b Gross receipts, included on line 12, for public use of club facilities. . . 86b	86b	
87 501(c)(12) orgs. Enter: a Gross income from members or shareholders. . . 87a	87a	
b Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.) . . . 87b	87b	
88 At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership, or an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If "Yes," complete Part IX . . .	88	✓
89a 501(c)(3) organizations. Enter: Amount of tax imposed on the organization during the year under section 4911 ▶ None ; section 4912 ▶ None ; section 4955 ▶ None		
b 501(c)(3) and 501(c)(4) orgs Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes," attach a statement explaining each transaction. . .	89b	✓
c Enter. Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958. . . ▶ None		
d Enter. Amount of tax on line 89c, above, reimbursed by the organization. . . ▶ None		
90a List the states with which a copy of this return is filed ▶ Washington		
b Number of employees employed in the pay period that includes March 12, 2003 (See instructions) 90b 7	90b	
91 The books are in care of ▶ Beverly Harrington Telephone no. ▶ (360) 854-9415 Located at ▶ 24854 Charles Jones Memorial Circle, Sedro-Woolley, WA ZIP + 4 ▶ 98284		
92 Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of Form 1041 —Check here <input type="checkbox"/> and enter the amount of tax-exempt interest received or accrued during the tax year . . . ▶ 92		

Part VII Analysis of Income-Producing Activities (See page 33 of the instructions)**Note:** Enter gross amounts unless otherwise indicated

		Unrelated business income		Excluded by section 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclusion code	(D) Amount		
93 Program service revenue:						
a Trail Building and Maintenance						64,410
b Native Plant Projects						49,524
c						
d						
e						
f Medicare/Medicaid payments						
g Fees and contracts from government agencies						
94 Membership dues and assessments						
95 Interest on savings and temporary cash investments			14	4,755		
96 Dividends and interest from securities						
97 Net rental income or (loss) from real estate:						
a debt-financed property						
b not debt-financed property						
98 Net rental income or (loss) from personal property						
99 Other investment income						
100 Gain or (loss) from sales of assets other than inventory						
101 Net income or (loss) from special events			05	1,503		
102 Gross profit or (loss) from sales of inventory						3,300
103 Other revenue: a _____						
b _____						
c _____						
d _____						
e _____						
104 Subtotal (add columns (B), (D), and (E))		None		6,258		117,234
105 Total (add line 104, columns (B), (D), and (E)).						123,492

Note: Line 105 plus line 1d, Part I, should equal the amount on line 12, Part I**Part VIII Relationship of Activities to the Accomplishment of Exempt Purposes** (See page 34 of the instructions)

Line No. ▼	Explain how each activity for which income is reported in column (E) of Part VII contributed importantly to the accomplishment of the organization's exempt purposes (other than by providing funds for such purposes)
	See Statement Attached

Part IX Information Regarding Taxable Subsidiaries and Disregarded Entities (See page 34 of the instructions)

(A) Name, address, and EIN of corporation, partnership, or disregarded entity	(B) Percentage of ownership interest	(C) Nature of activities	(D) Total income	(E) End-of-year assets
	%			
	%			
	%			
	%			

Part X Information Regarding Transfers Associated with Personal Benefit Contracts (See page 34 of the instructions.)

- (a) Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☒ No
- (b) Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract? ☐ Yes ☒ No
- Note:** If "Yes" to (b), file Form 8870 and Form 4720 (see instructions).

Please Sign	Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.	
	<i>C. Arthur Reinhardt</i>	<i>11/13/04</i>
	Date	
	Date	Preparer's SSN or PTIN (See Gen. Inst. W)

SCHEDULE A
(Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

Organization Exempt Under Section 501(c)(3)

(Except Private Foundation) and Section 501(e), 501(f), 501(k),
501(n), or Section 4947(a)(1) Nonexempt Charitable Trust

Supplementary Information—(See separate instructions.)

OMB No 1545-0047

2003

▶ **MUST be completed by the above organizations and attached to their Form 990 or 990-EZ**

Name of the organization

Pacific Northwest Trail Association

Employer identification number

91 1023116

Part I Compensation of the Five Highest Paid Employees Other Than Officers, Directors, and Trustees
(See page 1 of the instructions. List each one. If there are none, enter "None.")

(a) Name and address of each employee paid more than \$50,000	(b) Title and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans & deferred compensation	(e) Expense account and other allowances
Jeri Krampetz 27845 W. Gilligan, Sedro-Woolley, WA 98284	Executive Director 40+ Hours	63,700	1,800	32,250
.....				
.....				
.....				
.....				
.....				
Total number of other employees paid over \$50,000 ▶	None			

Part II Compensation of the Five Highest Paid Independent Contractors for Professional Services
(See page 2 of the instructions. List each one (whether individuals or firms). If there are none, enter "None.")

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
.....		
None		
.....		
.....		
.....		
.....		
Total number of others receiving over \$50,000 for professional services ▶	None	

Part III Statements About Activities (See page 2 of the instructions)

	Yes	No
1 During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If "Yes," enter the total expenses paid or incurred in connection with the lobbying activities ▶ \$ _____ (Must equal amounts on line 38, Part VI-A, or line 1 of Part VI-B)		✓
Organizations that made an election under section 501(h) by filing Form 5768 must complete Part VI-A. Other organizations checking "Yes" must complete Part VI-B AND attach a statement giving a detailed description of the lobbying activities.		
2 During the year, has the organization, either directly or indirectly, engaged in any of the following acts with any substantial contributors, trustees, directors, officers, creators, key employees, or members of their families, or with any taxable organization with which any such person is affiliated as an officer, director, trustee, majority owner, or principal beneficiary? (If the answer to any question is "Yes," attach a detailed statement explaining the transactions.)		
a Sale, exchange, or leasing of property?		✓
b Lending of money or other extension of credit?		✓
c Furnishing of goods, services, or facilities?		✓
d Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)?	✓	
e Transfer of any part of its income or assets?		✓
3a Do you make grants for scholarships, fellowships, student loans, etc.? (If "Yes," attach an explanation of how you determine that recipients qualify to receive payments)		✓
b Do you have a section 403(b) annuity plan for your employees?		✓
4 Did you maintain any separate account for participating donors where donors have the right to provide advice on the use or distribution of funds?		✓

Part IV Reason for Non-Private Foundation Status (See pages 3 through 6 of the instructions.)The organization is not a private foundation because it is (Please check only **ONE** applicable box.)

- 5** ☐ A church, convention of churches, or association of churches. Section 170(b)(1)(A)(i).
- 6** ☐ A school. Section 170(b)(1)(A)(ii). (Also complete Part V.)
- 7** ☐ A hospital or a cooperative hospital service organization. Section 170(b)(1)(A)(iii).
- 8** ☐ A Federal, state, or local government or governmental unit. Section 170(b)(1)(A)(v).
- 9** ☐ A medical research organization operated in conjunction with a hospital. Section 170(b)(1)(A)(iii). **Enter the hospital's name, city, and state ▶** _____
- 10** ☐ An organization operated for the benefit of a college or university owned or operated by a governmental unit. Section 170(b)(1)(A)(iv). (Also complete the **Support Schedule** in Part IV-A.)
- 11a** ☐ An organization that normally receives a substantial part of its support from a governmental unit or from the general public. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)
- 11b** ☐ A community trust. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)
- 12** ☐ An organization that normally receives **(1) more than 33 1/3%** of its support from contributions, membership fees, and gross receipts from activities related to its charitable, etc., functions—subject to certain exceptions, and **(2) no more than 33 1/3%** of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975. See section 509(a)(2). (Also complete the **Support Schedule** in Part IV-A.)
- 13** ☐ An organization that is not controlled by any disqualified persons (other than foundation managers) and supports organizations described in: **(1)** lines 5 through 12 above; or **(2)** section 501(c)(4), (5), or (6), if they meet the test of section 509(a)(2). (See section 509(a)(3).)

Provide the following information about the supported organizations. (See page 5 of the instructions.)

(a) Name(s) of supported organization(s)	(b) Line number from above

- 14** ☐ An organization organized and operated to test for public safety. Section 509(a)(4). (See page 6 of the instructions.)

Part IV-A Support Schedule (Complete only if you checked a box on line 10, 11, or 12.) **Use cash method of accounting.****Note:** You may use the worksheet in the instructions for converting from the accrual to the cash method of accounting.

Calendar year (or fiscal year beginning in) . ▶	(a) 2002	(b) 2001	(c) 2000	(d) 1999	(e) Total
15 Gifts, grants, and contributions received. (Do not include unusual grants. See line 28.)	385,245	157,380	188,083	4,234	734,942
16 Membership fees received			5,312	570	5,882
17 Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to the organization's charitable, etc., purpose	70,671	26,776	4,145	125	101,717
18 Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975	3,859	5,675	7,195	1,585	18,314
19 Net income from unrelated business activities not included in line 18					
20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf.					
21 The value of services or facilities furnished to the organization by a governmental unit without charge. Do not include the value of services or facilities generally furnished to the public without charge.					
22 Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets					
23 Total of lines 15 through 22.	459,775	189,831	204,735	6,514	860,855
24 Line 23 minus line 17.	389,104	163,055	200,590	6,389	759,138
25 Enter 1% of line 23	4,598	1,898	2,047	65	
26 Organizations described on lines 10 or 11: a Enter 2% of amount in column (e), line 24. ▶					26a 15,183
b Prepare a list for your records to show the name of and amount contributed by each person (other than a governmental unit or publicly supported organization) whose total gifts for 1999 through 2002 exceeded the amount shown in line 26a. Do not file this list with your return. Enter the total of all these excess amounts ▶					26b 277,907
c Total support for section 509(a)(1) test. Enter line 24, column (e) ▶					26c 759,138
d Add: Amounts from column (e) for lines 18 <u>18,314</u> 19 <u> </u> 22 <u> </u> 26b <u>277,907</u> ▶					26d 296,221
e Public support (line 26c minus line 26d total) ▶					26e 462,917
f Public support percentage (line 26e (numerator) divided by line 26c (denominator)) ▶					26f 60.98 %
27 Organizations described on line 12: a For amounts included in lines 15, 16, and 17 that were received from a "disqualified person," prepare a list for your records to show the name of, and total amounts received in each year from, each "disqualified person." Do not file this list with your return. Enter the sum of such amounts for each year: (2002) <u> </u> (2001) <u> </u> (2000) <u> </u> (1999) <u> </u> b For any amount included in line 17 that was received from each person (other than "disqualified persons"), prepare a list for your records to show the name of, and amount received for each year, that was more than the larger of (1) the amount on line 25 for the year or (2) \$5,000 (Include in the list organizations described in lines 5 through 11, as well as individuals.) Do not file this list with your return. After computing the difference between the amount received and the larger amount described in (1) or (2), enter the sum of these differences (the excess amounts) for each year: (2002) <u> </u> (2001) <u> </u> (2000) <u> </u> (1999) <u> </u> c Add: Amounts from column (e) for lines: 15 <u> </u> 16 <u> </u> 17 <u> </u> 20 <u> </u> 21 <u> </u> ▶					27c
d Add: Line 27a total <u> </u> and line 27b total <u> </u> ▶					27d
e Public support (line 27c total minus line 27d total). ▶					27e
f Total support for section 509(a)(2) test: Enter amount from line 23, column (e). ▶ 27f					
g Public support percentage (line 27e (numerator) divided by line 27f (denominator)). ▶					27g %
h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator)). ▶					27h %
28 Unusual Grants: For an organization described in line 10, 11, or 12 that received any unusual grants during 1999 through 2002, prepare a list for your records to show, for each year, the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant. Do not file this list with your return. Do not include these grants in line 15.					

Part V Private School Questionnaire (See page 7 of the instructions.)
(To be completed ONLY by schools that checked the box on line 6 in Part IV)

	Yes	No
29 Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing instrument, or in a resolution of its governing body?	29	
30 Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships?	30	
31 Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves? If "Yes," please describe, if "No," please explain (If you need more space, attach a separate statement)	31	
32 Does the organization maintain the following:		
a Records indicating the racial composition of the student body, faculty, and administrative staff?	32a	
b Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?	32b	
c Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?	32c	
d Copies of all material used by the organization or on its behalf to solicit contributions?	32d	
If you answered "No" to any of the above, please explain (If you need more space, attach a separate statement)		
33 Does the organization discriminate by race in any way with respect to		
a Students' rights or privileges?	33a	
b Admissions policies?	33b	
c Employment of faculty or administrative staff?	33c	
d Scholarships or other financial assistance?	33d	
e Educational policies?	33e	
f Use of facilities?	33f	
g Athletic programs?	33g	
h Other extracurricular activities?	33h	
If you answered "Yes" to any of the above, please explain (If you need more space, attach a separate statement)		
34a Does the organization receive any financial aid or assistance from a governmental agency?	34a	
b Has the organization's right to such aid ever been revoked or suspended?	34b	
If you answered "Yes" to either 34a or b, please explain using an attached statement		
35 Does the organization certify that it has complied with the applicable requirements of sections 4 01 through 4 05 of Rev Proc 75-50, 1975-2 C B 587, covering racial nondiscrimination? If "No," attach an explanation	35	

Part VI-A Lobbying Expenditures by Electing Public Charities (See page 9 of the instructions.)
 (To be completed **ONLY** by an eligible organization that filed Form 5768)

 Check **a** ☐ if the organization belongs to an affiliated group Check **b** ☐ if you checked "a" and "limited control" provisions apply

Limits on Lobbying Expenditures		(a) Affiliated group totals	(b) To be completed for ALL electing organizations
(The term "expenditures" means amounts paid or incurred)			
36	Total lobbying expenditures to influence public opinion (grassroots lobbying)	36	
37	Total lobbying expenditures to influence a legislative body (direct lobbying)	37	
38	Total lobbying expenditures (add lines 36 and 37)	38	
39	Other exempt purpose expenditures	39	
40	Total exempt purpose expenditures (add lines 38 and 39).	40	
41	Lobbying nontaxable amount Enter the amount from the following table—		
If the amount on line 40 is— The lobbying nontaxable amount is— Not over \$500,000 20% of the amount on line 40 Over \$500,000 but not over \$1,000,000 \$100,000 plus 15% of the excess over \$500,000 Over \$1,000,000 but not over \$1,500,000 \$175,000 plus 10% of the excess over \$1,000,000 Over \$1,500,000 but not over \$17,000,000 \$225,000 plus 5% of the excess over \$1,500,000 Over \$17,000,000 \$1,000,000		41	
42	Grassroots nontaxable amount (enter 25% of line 41)	42	
43	Subtract line 42 from line 36. Enter -0- if line 42 is more than line 36	43	
44	Subtract line 41 from line 38 Enter -0- if line 41 is more than line 38	44	

Caution: If there is an amount on either line 43 or line 44, you must file Form 4720.

4-Year Averaging Period Under Section 501(h)

 (Some organizations that made a section 501(h) election do not have to complete all of the five columns below
 See the instructions for lines 45 through 50 on page 11 of the instructions)

Calendar year (or fiscal year beginning in) ►	Lobbying Expenditures During 4-Year Averaging Period				
	(a) 2003	(b) 2002	(c) 2001	(d) 2000	(e) Total
45 Lobbying nontaxable amount					
46 Lobbying ceiling amount (150% of line 45(e)).					
47 Total lobbying expenditures					
48 Grassroots nontaxable amount					
49 Grassroots ceiling amount (150% of line 48(e))					
50 Grassroots lobbying expenditures					

Part VI-B Lobbying Activity by Nonelecting Public Charities

(For reporting only by organizations that did not complete Part VI-A) (See page 12 of the instructions.)

During the year, did the organization attempt to influence national, state or local legislation, including any attempt to influence public opinion on a legislative matter or referendum, through the use of

	Yes	No	Amount
a Volunteers		✓	
b Paid staff or management (Include compensation in expenses reported on lines c through h.)	✓		
c Media advertisements		✓	
d Mailings to members, legislators, or the public		✓	
e Publications, or published or broadcast statements		✓	
f Grants to other organizations for lobbying purposes		✓	
g Direct contact with legislators, their staffs, government officials, or a legislative body	✓		3,371
h Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means		✓	
i Total lobbying expenditures (Add lines c through h.)			3,371

If "Yes" to any of the above, also attach a statement giving a detailed description of the lobbying activities

Part VII Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations (See page 12 of the instructions)

- 51** Did the reporting organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations? _____

		Yes	No
a	Transfers from the reporting organization to a noncharitable exempt organization of		
	(i) Cash	51a(i)	✓
	(ii) Other assets	a(ii)	✓
b	Other transactions		
	(i) Sales or exchanges of assets with a noncharitable exempt organization	b(i)	✓
	(ii) Purchases of assets from a noncharitable exempt organization	b(ii)	✓
	(iii) Rental of facilities, equipment, or other assets	b(iii)	✓
	(iv) Reimbursement arrangements	b(iv)	✓
	(v) Loans or loan guarantees	b(v)	✓
	(vi) Performance of services or membership or fundraising solicitations	b(vi)	✓
c	Sharing of facilities, equipment, mailing lists, other assets, or paid employees	c	✓

- d** If the answer to any of the above is "Yes," complete the following schedule. Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting organization. If the organization received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received.

[illegible]

- 52a** Is the organization directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527? ☐ Yes ☒ No

- b** If "Yes," complete the following schedule:

[illegible]

PACIFIC NORTHWEST TRAIL ASSOCIATION
#91-1023116

2003 Form 990 Return of Organization Exempt from Income Tax

Part I - Revenue, Expenses, and Changes in Net Assets or Fund Balances

Line 9. Special Events and Activities

Yard and Plant Sale	1,503
Less Direct Expenses	<u>0</u>
Net Income from Special Events	<u><u>1,503</u></u>

Line 10. Gross Profit from Sales of Inventory

Guidebook and Merchandise Sales	1,360
Native Plant Nursery Sales	<u>4,014</u>
Total Sales	5,374
Less Purchases, Guidebook and Merchandise	<u>2,074</u>
Gross Profit from Sales of Inventory	<u><u>3,300</u></u>

PACIFIC NORTHWEST TRAIL ASSOCIATION
#91-1023116

2003 Form 990 Return of Organization Exempt from Income Tax

Part II - Statement of Functional Expenses

	(A) <u>Total</u>	(B) <u>Program Services</u>	(C) <u>Managmnt & General</u>	(D) <u>Fundraising</u>
<u>Line 43. Other Expenses:</u>				
Automobile Expenses	5,652	4,421	1,231	
Computers	729	656	73	
Consultants	5,292	5,292		
Donations	15	12	3	
Dues and Subscriptions	2,076	1,791	285	
Equipment	21,605	22,405	(800)	
Governmental Relations	2,391		2,391	
Insurance	6,996	6,208	788	
Office Expenses	493	226	267	
Pack-in Expenses	3,700	3,700		
Promotion	7,571	3,821	1,167	2,583
Staff Training	1,417	1,417		
Student Support	29,454	29,454		
Utilities	475	475		
Web Site Maintenance	3,019	2,906	113	
Other Miscellaneous Expenses	596	199	397	
Total Other Expenses	91,481	82,983	5,915	2,583

Part IV - Balance Sheets

	<u>Beginning of Year</u>	<u>End of Year</u>
<u>Line 58. Other Assets</u>		
Copyrights and Logos	937	937
Amortizable Assets, Net:		
Website	7,260	6,140
Guidebook	11,808	10,497
SKY Curriculum	5,912	4,223
Total Other Assets	25,917	21,797

PACIFIC NORTHWEST TRAIL ASSOCIATION

DEPRECIATION SCHEDULE

CALENDAR YEAR 2003

		Life, Years	----- Cost -----			Accumulated Depreciaton			Net Book Value
			Beginning	Purchases	Ending	Beginning	Additions	Ending	
Trail Building Equip	7-1-96	5	500 00		500 00	500 00		500 00	0 00
Trail Building Equip	10-31-96	5	3,248 01		3,248 01	3,248 01		3,248 01	0 00
Excavator	2-11-98	10	23,276 83		23,276 83	11,447 00	2,328 00	13,775 00	9,501 83
Winch	2-11-98	10	1,242 14		1,242 14	610 00	124 00	734 00	508 14
Honda Wheelbarrow	2-11-98	10	2,433 42		2,433 42	1,195 00	243 00	1,438 00	995 42
Trailer	2-11-98	10	1,947 60		1,947 60	959 00	195 00	1,154 00	793 60
Projector, Lens	3-3-98	10	719 47		719 47	348 00	72 00	420 00	299 47
Loppers	9-12-98	5	61 41		61 41	52 00	9 41	61 41	0 00
Chain Saw	9-17-98	5	150 91		150 91	128 00	22 91	150 91	0 00
Ford Pick-up	4-21-99	8	23,211 06		23,211 06	10,638 00	2,901 00	13,539 00	9,672 06
Tow Pkg, Running Bds	4-30-99	8	880 96		880 96	404 00	110 00	514 00	366 96
Laptop Computer	5-14-99	5	1,401 39		1,401 39	1,003 00	280 00	1,283 00	118 39
Video Camera	5-26-99	5	556 22		556 22	398 00	111 00	509 00	47 22
Overhead Projector	6-21-99	5	323 39		323 39	233 00	65 00	298 00	25 39
Trail Building Equip	3-7-99	5	209 60		209 60	126 00	42 00	168 00	41 60
Small Tools	1-7-00	5	4,501 13		4,501 13	2,026 00	900 00	2,926 00	1,575 13
Rock Crusher	3-16-00	10	2,906 08		2,906 08	582 00	291 00	873 00	2,033 08
Honda Wheelbarrow	3-16-00	10	2,500 00		2,500 00	500 00	250 00	750 00	1,750 00
Small Tools	7-1-01	5	268 84		268 84	81 00	54 00	135 00	133 84
1998 Trailer Addition	7-1-01	7	63 33		63 33	14 00	9 00	23 00	40 33
IAC Small Tools	7-1-02	5	14,884 26		14,884 26	1,488 00	2,977 00	4,465 00	10,419 26
IAC Wheelbarrow	7-1-02	10	4,725 00		4,725 00	236 00	473 00	709 00	4,016 00
Office Equipment	2003	5		2,926 00	2,926 00			0 00	2,926 00
Trail Building Equipment	2003	5		1,618 00	1,618 00			0 00	1,618 00
Gates Computer Equip	7-1-01	5	58,666 25		58,666 25	17,600 00	10,419 68	28,019 68	30,646 57
Gates Computer Equip	7-1-02	5	1,268 14		1,268 14	127 00	254 00	381 00	887 14
Native Plants	12-31-01	5	7,640 76		7,640 76	1,528 00	1,528 00	3,056 00	4,584 76
Nursery Site Improveme	12-31-01	5	8,358 12		8,358 12	1,672 00	1,672 00	3,344 00	5,014 12
Nursery Site Improveme	7-1-02	5	275 96		275 96	28 00	55 00	83 00	192 96
			166,220 28	4,544 00	170,764 28	57,171 01	25,386 00	82,557 01	88,207 27

AMORTIZATION SCHEDULE

CALENDAR YEAR 2003

		Life, Years	----- Cost -----			Accumulated Depreciaton			Net Book Value
			Beginning	Purchases	Ending	Beginning	Additions	Ending	
Copyrites and Logos			937 26		937 26	0 00		0 00	937 26
Trail Guidebook	7-1-01	10	12,485 00		12,485 00	1,872 00	1,249 00	3,121 00	9,364 00
Trail Guidebook	7-1-02	10	258 00		258 00	63 00	12 00	75 00	183 00
Trail Guidebook	7-1-03	10	1,000 00		1,000 00	0 00	50 00	50 00	950 00
SKY Curriculum	7-1-01	5	8,446 00		8,446 00	2,534 00	1,689 00	4,223 00	4,223 00
Website	7-1-01	5	3,093 00		3,093 00	928 00	619 00	1,547 00	1,546 00
Website	7-1-02	5	5,596 00		5,596 00	501 00	501 00	1,002 00	4,594 00
			31,815 26	0 00	31,815 26	5,898 00	4,120 00	10,018 00	21,797 26

PACIFIC NORTHWEST TRAIL ASSOCIATION
#91-1023116

2003 Form 990 Return of Organization Exempt from Income Tax

Part V - List of Officers, Directors, Trustees, and Key Employees

(A) <u>Name and Address</u>	(B) <u>Title and Weekly Hours</u>	(C) <u>Compensation</u>	(D) <u>Benefit Plans</u>	(E) <u>Expense Account</u>
Rocky Devon P.O. Box 577 Oroville, WA 98844	Director 4 Hours	None	None	None
Tommy Greene 17725 - 12th Avenue West Lynnwood, WA 98037	Director 1 Hours	None	None	None
Dave Hess 1043 Chuckanut Ridge Drive Bow, WA 98232	Director 10 Hours	None	None	None
Jon Knechtel 12253 Maple Crest Drive Burlington, WA 98233	Vice Chair 10 Hours	None	None	None
Jeri Krampetz 27845 West Gilligan Sedro-Woolley, WA 98284	Executive Director 40 Hours	63,700	1,800	32,250
Keith Magee P.O. Box 698 Anacortes, WA 98221	Director 10 Hours	None	None	None
Joan Melcher 13595 Avon Allen Road Mount Vernon, WA 98273	Chair Director 30 Hours	None	None	None
Myrt Nickel 18011 Colony Road Bow, WA 98232	Alt Director 2 Hour	None	None	None
Arthur Reinhardt 16003 Andal Lane Mount Vernon, WA 98274	Sec/Treas Director 4 Hours	None	None	None
Ed Rogers 2801 E. College Way Mount Vernon, WA 98273	Alt Director 4 Hour	None	None	None
Kathe Smith 607 East 4th Port Angeles, WA 98362	Director 1 Hours	None	None	None

PACIFIC NORTHWEST TRAIL ASSOCIATION
#91-1023116

2003 Form 990 Return of Organization Exempt from Income Tax

Part VIII - Relationship of Activities to the Accomplishment of Exempt Purposes

Line No.

- 93a The Association enters into contracts with the U.S. Forest Service and National Park Services to build, repair, and maintain trail systems on Federal lands using students from its SKY educational program for at-risk youth. This furthers the exempt purposes of providing recreational trails for the benefit of the general public and using trail building and maintenance as a necessary complement to class room environmental study and job skill training for its students.
- 93b The Association has developed and maintains a native plant nursery using students from its SKY educational program for at-risk youth. It contracts with organizations or governmental units to provide or provide and plant native plants on various projects using its students. This furthers the exempt purposes of reintroducing native plants where such reintroduction is deemed environmentally desirable and uses the growing and planting as a necessary complement to class room environmental study and job skill training for its students.
- 102 The Association operates a native plant nursery utilizing at-risk students (see description under 93b above). It sells a relatively small amount of its plants to the general public and to commercial nurseries to help defray costs (\$3,352 of gross revenue in 2003).
The Association also sells emergency whistles, shoulder patches, T-shirts, maps, guidebooks, and license plate holders. The whistles, maps, and guidebooks, promote safety on the trail which is directly related to its purpose. The other items promote the use of the trail and identify the wearer/user as a supporter of the Association.

PACIFIC NORTHWEST TRAIL ASSOCIATION
#91-1023116

2003 Form 990 Return of Organization Exempt from Income Tax

Schedule A - Organization Exempt under Section 501(c)(3)

Part III - Statements About Activities

Line 2d - Payment of Compensation

The Executive Director, an Officer, is a full-time paid employee.

Part VI-B - Lobbying Activity by Nonelecting Public Charities

The Association has met with members of Congress and their staff to request Federal funding. No other lobbying activities have occurred.

• If you are filing for an **Additional (not automatic) 3-Month Extension**, complete only **Part II** and check this box ☒

Note: Only complete **Part II** if you have already been granted an automatic 3-month extension on a previously filed Form 8868.

• If you are filing for an **Automatic 3-Month Extension**, complete only **Part I** (on page 1).

Part II Additional (not automatic) 3-Month Extension of Time – Must File Original and One Copy.

Type or print	Name of Exempt Organization	Employer identification number	
	Pacific Northwest Trail Association		91-1023116
	Number street, and room or suite number. If a P.O. box, see instructions		For IRS Use Only
File by the extended due date for filing the return. See instructions	24854 Charles Jones Memorial Circle #4		
	City, town or post office, state, and ZIP code. For a foreign address, see instructions.		
	Sedro-Woolley, WA 98284		

Check type of return to be filed (file a separate application for each return):

<input checked="" type="checkbox"/> Form 990	<input type="checkbox"/> Form 990-EZ	<input type="checkbox"/> Form 990-T (Section 401(a) or 408(a) trust)	<input type="checkbox"/> Form 1041-A	<input type="checkbox"/> Form 5227	<input type="checkbox"/> Form 8870
<input type="checkbox"/> Form 990-BL	<input type="checkbox"/> Form 990-PF	<input type="checkbox"/> Form 990-T (trust other than above)	<input type="checkbox"/> Form 4720	<input type="checkbox"/> Form 6069	

Stop: Do not complete Part II if you were not already granted an automatic 3-month extension on a previously filed Form 8868.

• If the organization does **not** have an office or place of business in the United States, check this box ☐

• If this is for a **Group Return**, enter the organizations four digit Group Exemption Number (GEN) _____ . If this is for the whole group, check this box ☐ . If it is **part** of the group, check this box ☐ and attach a list with the names and EINs of all members the extension is for.

4 I request an additional 3-month extension of time until 11/15, 2004.

5 For calendar year 2003, or other tax year beginning , 20 and ending , 20 .

6 If this tax year is for less than 12 months, check reason ☐ Initial return ☐ Final return ☐ Change in accounting period

7 State in detail why you need the extension. Additional time is required to accumulate and process the information necessary to prepare Form 990.

8a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions. \$

b If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit and any amount paid previously with Form 8868. \$

c **Balance due.** Subtract line 8b from line 8a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions. \$

Signature and Verification

Under penalties of perjury, I declare that I have examined this form, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete, and that I am authorized to prepare this form.

Signature C. A. Reinhardt Title Sec/Treas Date 8-6-04

Notice to Applicant – To be Completed by the IRS

- ☒ We have approved this application. Please attach this form to the organization's return.
- ☐ We have not approved this application. However, we have granted a 10-day grace period from the later of the date shown below or the due date of the organization's return (including any prior extensions). This grace period is considered to be a valid extension of time for elections otherwise required to be made on a timely filed return. Please attach this form to the organization's return.
- ☐ We have not approved this application. After considering the reasons stated in item 7, we cannot grant your request for an extension of time to file. We are not granting a 10-day grace period.
- ☐ We cannot consider this application because it was filed after the due date of the return for which an extension was requested.
- ☐ Other _____

Director _____ By _____ Date _____

Alternate Mailing Address – Enter the address if you want the copy of this application for an alternate address different than the one entered above.

Type or print	Name
	C. Arthur Reinhardt, CPA
	Number and street (include suite, room, or apartment number) or a P.O. box number
	16003 Andal Lane
	City or town, province or state, and country (including postal or ZIP code)
	Mount Vernon, WA 98274

EXTENSION APPROVED

AUG 20 2004

FIELD DIRECTOR,
SUBMISSION PROCESSING, OGDEN