

**PRINCE WILLIAM SOUND SCIENCE  
AND TECHNOLOGY INSTITUTE**  
(d.b.a. Prince William Sound Science Center)

Financial Statements and Supplementary Information

Year Ended September 30, 2012

(With Independent Auditor's Report Thereon)

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**PRINCE WILLIAM SOUND SCIENCE  
AND TECHNOLOGY INSTITUTE**  
(d.b.a. Prince William Sound Science Center)

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## Independent Auditor's Report

Board of Directors  
Prince William Sound Science and Technology Institute  
(d.b.a. Prince William Sound Science Center)  
Cordova, Alaska

We have audited the accompanying statement of financial position of Prince William Sound Science and Technology Institute (d.b.a. Prince William Sound Science Center) as of September 30, 2012, and the related statements of activities and cash flows for the year then ended. These financial statements are the responsibility of the Prince William Sound Science Center's management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year summarized comparative information has been derived from the Prince William Sound Science Center's 2011 financial statements, and in our report dated February 1, 2012, we expressed an unqualified opinion on those financial statements.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 the 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 financial position of Prince William Sound Science Center as of September 30, 2012, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 11, 2013 on our consideration of Prince William Sound Science Center's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Board of Directors  
Prince William Sound Science and Technology Institute  
(d.b.a. Prince William Sound Science Center)

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included on pages 19-28 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. This information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Mikunda, Cottrell & Co.*

Anchorage, Alaska  
March 11, 2013

**PRINCE WILLIAM SOUND SCIENCE  
AND TECHNOLOGY INSTITUTE**

(d.b.a. Prince William Sound Science Center)  
Statement of Financial Position  
September 30, 2012  
(With Comparative Totals for 2011)

	General Fund	Plant Fund	Program Funds	Totals	
				2012	2011
<u>Assets</u>					
Current assets:					
Cash and cash equivalents	\$ 61,041	-	96,440	157,481	178,366
Receivables:					
Government grants	-	-	525,141	525,141	280,327
Government service contracts	-	-	32,595	32,595	1,020
Other	-	-	8,441	8,441	7,758
Prepays and other assets	46,190	-	-	46,190	44,912
Due from other funds	714,763	-	60,929	775,692	357,249
Total current assets	<u>821,994</u>	<u>-</u>	<u>723,546</u>	<u>1,545,540</u>	<u>869,632</u>
Investments	-	-	1,717,883	1,717,883	1,616,397
Property and equipment, net of accumulated depreciation	<u>-</u>	<u>1,313,288</u>	<u>-</u>	<u>1,313,288</u>	<u>759,843</u>
Total assets	\$ <u>821,994</u>	<u>1,313,288</u>	<u>2,441,429</u>	<u>4,576,711</u>	<u>3,245,872</u>
<u>Liabilities and Net Assets</u>					
Current liabilities:					
Line of credit	50,000	-	-	50,000	-
Accounts payable	490,127	-	-	490,127	205,149
Wages, taxes and benefits payable	163,247	-	-	163,247	155,066
Current portion of long-term debt	-	-	18,265	18,265	10,238
Deferred revenue	7,320	-	59,154	66,474	42,735
Due to other funds	60,929	-	714,763	775,692	357,249
Total current liabilities	<u>771,623</u>	<u>-</u>	<u>792,182</u>	<u>1,563,805</u>	<u>770,437</u>
Long-term debt, net of current portion	<u>-</u>	<u>-</u>	<u>96,250</u>	<u>96,250</u>	<u>57,064</u>
Total liabilities	<u>771,623</u>	<u>-</u>	<u>888,432</u>	<u>1,660,055</u>	<u>827,501</u>
Net assets - unrestricted	<u>50,371</u>	<u>1,313,288</u>	<u>1,552,997</u>	<u>2,916,656</u>	<u>2,418,371</u>
Total net assets	<u>50,371</u>	<u>1,313,288</u>	<u>1,552,997</u>	<u>2,916,656</u>	<u>2,418,371</u>
Total liabilities and net assets	\$ <u>821,994</u>	<u>1,313,288</u>	<u>2,441,429</u>	<u>4,576,711</u>	<u>3,245,872</u>

See accompanying notes to financial statements.

**PRINCE WILLIAM SOUND SCIENCE  
AND TECHNOLOGY INSTITUTE**

(d.b.a. Prince William Sound Science Center)

Statement of Activities

Year Ended September 30, 2012

(With Comparative Totals for 2011)

	General Fund	Plant Fund	Program Funds	Totals	
				2012	2011
Revenues:					
Grants, contracts and contributions:					
Government grants	\$ -	-	3,628,363	3,628,363	2,753,180
Government service contracts	-	-	169,566	169,566	13,582
Other	<u>145,402</u>	-	<u>356,476</u>	<u>501,878</u>	<u>335,350</u>
Total grants, contracts and contributions	145,402	-	4,154,405	4,299,807	3,102,112
Interest income	130	-	327	457	631
Investment income	-	-	<u>176,230</u>	<u>176,230</u>	<u>70,459</u>
Total revenues	<u>145,532</u>	-	<u>4,330,962</u>	<u>4,476,494</u>	<u>3,173,202</u>
Net assets released from restrictions					
due to passage of time	-	-	-	-	1,500
Total unrestricted revenues	<u>145,532</u>	-	<u>4,330,962</u>	<u>4,476,494</u>	<u>3,174,702</u>
Expenses:					
Salaries and benefits	284,010	-	1,258,044	1,542,054	1,528,762
Travel	42,256	-	66,093	108,349	103,908
Professional services	48,164	-	113,049	161,213	89,170
Subcontracts and charter costs	2,924	-	1,037,932	1,040,856	775,310
Supplies	7,910	-	159,374	167,284	144,400
Telephone	3,106	-	10,187	13,293	12,288
Network	9,288	-	26,679	35,967	33,082
Postage and freight	2,631	-	3,579	6,210	9,701
Printing, publications and copying	22,114	-	8,629	30,743	19,149
Facilities and rent expense	54,319	-	9,540	63,859	62,719
Utilities	13,970	-	15,154	29,124	29,883
Insurance	38,847	-	9,587	48,434	36,721
Equipment rental and maintenance	4,950	-	5,478	10,428	10,748
Advertising	965	-	144	1,109	2,914
Other	28,836	5,553	17,642	52,031	38,501
Grants awarded	-	-	482,585	482,585	185,963
Amortization and depreciation	-	<u>184,670</u>	-	<u>184,670</u>	<u>168,923</u>
Total expenses before interfund costs and indirect costs	564,290	190,223	3,223,696	3,978,209	3,252,142
Interfund facility and equipment costs (reimbursement)	(15,586)	-	15,586	-	-
Indirect costs (reimbursement)	<u>(461,122)</u>	-	<u>461,122</u>	-	-
Total expenses	<u>87,582</u>	<u>190,223</u>	<u>3,700,404</u>	<u>3,978,209</u>	<u>3,252,142</u>
Increase (decrease) in unrestricted net assets	57,950	(190,223)	630,558	498,285	(77,440)
Decrease in temporarily restricted net assets - net assets released from restriction	-	-	-	-	(1,500)
Change in net assets	57,950	(190,223)	630,558	498,285	(78,940)
Net assets at beginning of year	3,475	759,843	1,655,053	2,418,371	2,497,311
Transfers from General Fund and Program Funds	-	743,668	-	743,668	26,313
Transfers to Plant Fund	<u>(11,054)</u>	-	<u>(732,614)</u>	<u>(743,668)</u>	<u>(26,313)</u>
Net assets at end of year	\$ <u>50,371</u>	<u>1,313,288</u>	<u>1,552,997</u>	<u>2,916,656</u>	<u>2,418,371</u>

See accompanying notes to financial statements.



**PRINCE WILLIAM SOUND SCIENCE  
AND TECHNOLOGY INSTITUTE**

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Statement of Cash Flows

Year Ended September 30, 2012

(With Comparative Totals for 2011)

	General Fund	Plant Fund	Program Funds	Totals	
				2012	2011
Cash flows from operating activities:					
Change in net assets	\$ 57,950	(190,223)	630,558	498,285	(78,940)
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:					
Amortization and depreciation	-	184,670	-	184,670	168,923
Loss (gain) on investments	-	-	(96,686)	(96,686)	21,564
Loss on disposal of fixed assets	-	5,553	-	5,553	-
(Increase) decrease in assets:					
Receivables	-	-	(277,072)	(277,072)	(32,599)
Prepays and other assets	(1,278)	-	-	(1,278)	(4,095)
Due from other funds	(392,981)	-	(25,462)	(418,443)	4,578
Leasehold benefit	-	-	-	-	1,500
Increase (decrease) in liabilities:					
Accounts payable	284,978	-	-	284,978	31,932
Wages, taxes and benefits payable	8,181	-	-	8,181	21,920
Deferred revenue	52	-	23,687	23,739	(89,396)
Due to other funds	25,462	-	392,981	418,443	(4,578)
Net cash provided (used) by operating activities	<u>(17,636)</u>	<u>-</u>	<u>648,006</u>	<u>630,370</u>	<u>40,809</u>
Cash flows from investing activities:					
Purchase of investments	-	-	(1,062,517)	(1,062,517)	(247,845)
Proceeds from maturities of investments	-	-	1,057,717	1,057,717	376,381
Additions to property and equipment	(11,054)	-	(732,614)	(743,668)	(26,313)
Net cash provided by investing activities	<u>(11,054)</u>	<u>-</u>	<u>(737,414)</u>	<u>(748,468)</u>	<u>102,223</u>
Cash flows from financing activities:					
Proceeds from line-of-credit	50,000	-	-	50,000	-
Proceeds from issuance of long term debt	-	-	60,000	60,000	-
Principal payments on long term debt	-	-	(12,787)	(12,787)	(51,780)
Net cash provided (used) by financing activities	<u>50,000</u>	<u>-</u>	<u>47,213</u>	<u>97,213</u>	<u>(51,780)</u>
Net increase (decrease) in cash	21,310	-	(42,195)	(20,885)	91,252
Cash at beginning of year	<u>39,731</u>	<u>-</u>	<u>138,635</u>	<u>178,366</u>	<u>87,114</u>
Cash at end of year	\$ <u><u>61,041</u></u>	<u><u>-</u></u>	<u><u>96,440</u></u>	<u><u>157,481</u></u>	<u><u>178,366</u></u>
Supplemental cash flow disclosure -					
cash paid during the year for interest	\$ <u><u>-</u></u>	<u><u>-</u></u>	<u><u>4,815</u></u>	<u><u>4,815</u></u>	<u><u>7,914</u></u>

See accompanying notes to financial statements.

**PRINCE WILLIAM SOUND SCIENCE  
AND TECHNOLOGY INSTITUTE**  
(d.b.a. Prince William Sound Science Center)

Notes to Financial Statements

September 30, 2012

(1) **Organization and Summary of Significant Accounting Policies**

**Organization**

Prince William Sound Science and Technology Institute (d.b.a. Prince William Sound Science Center) (the Center) was formed in 1989 as an Alaska not-for-profit scientific research and education corporation to contribute to the comprehensive description, sustained monitoring and ecological understanding of Prince William Sound, the Copper River, and Gulf of Alaska. Establishment of the Center followed the Exxon Valdez oil spill, although planning of this institution preceded that event. The underlying philosophy of the Center is to serve as a model for long-term ecosystem management. Operations are financed principally by public contributions and grants from industry and various governmental agencies.

**Basis of Accounting**

The financial statements of the Center have been prepared on the accrual basis of accounting and in accordance with policies consistent with those prescribed by the Financial Accounting Standards Board's Accounting Standards Codification (ASC) 958, *Financial Statements of Not-for-Profit Organizations*. Under ASC 958, the Center 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. In order to ensure observation of limitations and restrictions placed on the use of resources available to the Center, the accounts are maintained in accordance with the principles of fund accounting. This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into funds established according to their nature and purpose. As a result, the Center has adopted the following funds:

General Fund – Accounts for the supporting services of the Center and all transactions not accounted for in the program funds or plant fund.

Plant Fund – Accounts for the ownership of property and equipment.

Program Funds – Accounts for expendable funds restricted by the donor, grantor or other outside party for a specific purpose or program.

Net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Center and changes therein are reported as follows:

Unrestricted Net Assets – Net assets that are not subject to donor-imposed stipulations.

**PRINCE WILLIAM SOUND SCIENCE  
AND TECHNOLOGY INSTITUTE**  
(d.b.a. Prince William Sound Science Center)

Notes to Financial Statements, continued

**Organization and Summary of Significant Accounting Policies, continued**

Basis of Accounting, continued

Temporarily Restricted Net Assets – Temporarily restricted resources are restricted by the donor, grantor or other outside parties whose restrictions either expire by the passage of time or can be fulfilled and removed by actions of the Center. Revenues associated with these resources are earned when the Center undertakes the necessary action or other restrictions are met. 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 restriction. Revenues associated with restricted contributions received during the reporting period which are met during the reporting period are recorded as unrestricted revenues.

Management Estimates

In preparing the financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the statement of financial position, and revenues and expenses for the period. Actual results could differ from those estimates and assumptions.

Support and Revenues

Operating monies restricted by the grantor are deemed to be earned and reported as revenues when the Center has incurred costs in compliance with the specific restrictions. Such amounts received but not earned are reported as deferred revenue.

Indirect Costs

Indirect costs include overhead allocations for space, equipment, salaries, utilities, and certain other costs paid for by the General Fund and allocable to the program funds.

Investments

The Center records investments at fair value in accordance with FASB Accounting Standards Codification (FASB ASC) 820 Fair Value Measurements. FASB ASC 820 defines fair value, establishes a hierarchy for measuring fair value in generally accepted accounting principles (GAAP), and expands disclosures about fair value measurements. The standard requires that assets and liabilities carried at fair value to be classified and disclosed in one of the following three input categories:

Level 1 – Quoted market prices in active markets for identical assets or liabilities.

Level 2 – Observable market based inputs or unobservable inputs that are corroborated by market data.

Level 3 – Unobservable inputs that are not corroborated by market data.

**PRINCE WILLIAM SOUND SCIENCE  
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Notes to Financial Statements, continued

**Organization and Summary of Significant Accounting Policies, continued**

Investments, continued

The following methods and assumptions were used to estimate the fair value of each class of financial instruments for which it is practicable to estimate that value:

*Government securities:* Valued at the closing price reported in the active market in which the individual securities are traded.

*Corporate bonds:* Certain corporate bonds are valued at the closing price reported in the active market in which the bond is traded. Other corporate bonds are valued based on yields currently available on comparable securities of issuers with similar credit ratings.

*Certificates of deposit:* Valued at fair value by discounting the related cash flows based on current yields of similar instruments with comparable durations considering the credit-worthiness of the issuer.

Property and Equipment

Field and office equipment and furnishings are recorded at cost or, in the case of donated property, at the estimated fair value on the date of receipt. Depreciation is calculated on a straight-line basis over the estimated useful lives of the assets. Leasehold improvements are carried at cost and are amortized on a straight-line basis over the life of the lease or life of the improvement, whichever is less. Property and equipment financed by certain grantors in the program funds remain the property of the grantor and as such are recorded as expenditures in the program funds. Expenditures for repairs and maintenance are charged to operations, as incurred.

Income Tax Status

The Center qualifies as a not-for-profit corporation under Section 501(c)(3) of the Internal Revenue Code and therefore is not subject to federal or state income tax on its qualifying exempt activities. The Center applies the provisions of Topic 740 of the FASB Accounting Standards Codification relating to accounting for uncertainty in income taxes. The Center annually reviews its tax positions taken in accordance with the recognition standards. The Center believes that it has no uncertain tax positions which would require disclosure or adjustment in these financial statements.

Subsequent Events

Management of the Center has evaluated subsequent events through March 11, 2013, the date on which the financial statements were issued.

**PRINCE WILLIAM SOUND SCIENCE  
AND TECHNOLOGY INSTITUTE**  
(d.b.a. Prince William Sound Science Center)

Notes to Financial Statements, continued

(2) **Program Classifications**

Program funds consist of the following:

Oil Spill Recovery Institute (OSRI)

This program funds the administration and awards of the Oil Spill Recovery Institute, a federally established program which supports research, education, and demonstration projects designed to respond to and understand the effects of oil spills in the Arctic and Subarctic marine environments. Beginning in 1997, funding is provided directly from the interest earnings on a \$22.4 million fund administered by the U.S. Coast Guard (through the National Oil Spill Liability Trust Fund). The Institute is governed by an Advisory Board which includes representatives from Federal and State agencies, Alaska Native and the PWS community, and industry representatives appointed by the Governor of Alaska. The Advisory Board Chair is a U.S. Department of Commerce representative.

OSRI - Community Education Programs – Science of the Sound / Forest to the Sea

The Science of the Sound program has three major components this year: (1) the Discovery Room, a program which supplements elementary school science education in the community; (2) Summer Outreach Discovery to support planning and partnership development of oil spill curricula for inclusion in summer education programs statewide, including a summer day camp program for ages 8 through 11 and 10 through 14. (3) Oil Spill Response ROV (Remotely Operated Vehicle) Kit, develop a transportable student activity kit focused on oil spill science and robotic technology that is teacher and classroom ready education unit to deliver lessons on marine oil spills and oil spill response technologies. Funding for the Discovery Room program comes from OSRI, corporate and foundation donations, Camp fees and a partnership program with the U.S. Forest Service, which provides in-kind donations of salaries and supplies.

Observational Oceanography

OSRI funds the Center for an observational oceanography program for multiple purposes. The primary sub-program of three is to provide an improved description of the flow through the straits connecting PWS with the Gulf of Alaska (GOA). This objective is a necessary step towards a better understanding of the relationship between circulation variability and biological variability in PWS. A second sub-program aims to acquire a description of the seasonal evolution of the hydrographic properties and circulation in the central basin of PWS. A third observational program aims at acquiring a better knowledge on the spatial and temporal variability of the effects of freshwater runoff in the near shore area of PWS.

PWS Herring Survey Program

This is an EVOS Trustee Council funded program to better understand conditions that may be limiting herring recovery. The program is made up of ten individual studies that include studies conducted by the Prince William Sound Science Center, National Oceanic and Atmospheric Administration, United States Geologic Survey, Cordova District Fishermen United, Flying Fish Ltd., United States Fish and Wildlife Service, and the University of South Alabama. It is through a coordinated effort to hopefully learn which aspects of a juvenile herring's life are most likely limiting recruitment to the fishery.

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Notes to Financial Statements, continued

**Program Classifications, continued**

**PWS Herring Survey Program, continued**

The following projects are led by PWSSC PI's:

- PWS herring survey: Community involvement, Outreach, Logistics, and Synthesis
- PWS herring survey: Assessment of Juvenile Herring Abundance and Habitat Utilization
- PWS herring survey: Plankton and oceanic observations in PWS
- PWS herring survey: Physical Oceanographic Characteristics of Nursery Habitats Influencing Growth, Over-Winter Energetics and Survival of Juvenile Pacific Herring
- PWS herring survey: Pacific Herring Energetic Recruitment Factors
- PWS herring survey: Seabird predation on juvenile herring in Prince William Sound
- PWS herring survey: Top-down regulation by predatory fish on juvenile herring

**Herring Research and Monitoring Program**

This is an EVOS Trustee Council funded program designed to improve our ability to predict herring populations in Prince William Sound. This is to be achieved by a mixture of monitoring efforts to provide information needed to the models, and research projects that provide a better understanding of aspects of the herring life cycle that is necessary for the development of new models. The program also addresses assumptions in the measurement program and looks for the incorporation of new technologies. This program includes investigators with the PWSSC, Alaska Department of Fish and Game, National Oceanic and Atmospheric Administration, United States Geological Service, University of Washington, Florida International University, and Axiom Consulting. The program works closely with the Gulf Watch Alaska program.

**Gulf Watch Alaska**

The Exxon Valdez Oil Spill Trustee Council (EVOSTC) and state and federal agencies are supporting a five-year, \$12 million long-term monitoring program in the Gulf of Alaska region affected by the 1989 Exxon Valdez oil spill. The monitoring program, called Gulf Watch Alaska, includes 25 principal scientists from multiple agencies and universities and seeks to provide data to identify and help understand the impacts of multiple ecosystem factors on the recovery of injured resources. This program is expected to be 20 years in length, but planned and funded in five-year increments. It builds upon the past 23 years of restoration research and monitoring by the EVOSTC and federal and state agencies. The program includes sites in Prince William Sound, lower Cook Inlet and the outer Kenai Peninsula coast.

**AOOS - Alaska Ocean Observing System**

This project, funded by NOAA via the Alaska Ocean Observing System, continues implementation of the Prince William Sound (PWS) Observing System (PWSOS). The PWSOS collects ocean, atmospheric and biological observations for use by stakeholders and develops and tests forecast models as a demonstration of an end-to-end observing system in Alaska.

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Notes to Financial Statements, continued

**Program Classifications, continued**

AOOS – Alaska Ocean Observing System, continued

PWSOS supported development of a suite of ocean current, ocean wave, atmospheric and biological forecast models for use in PWS and elsewhere in the state. Recent activities have focused on data rescue, maintenance of the monitoring equipment, expansion of the tide station to include salinity measurements, and support of the Pacific Ocean Shelf Tracking array.

NPRB Monitoring

The North Pacific Research Board (NPRB) funded Year Two of the following projects in 2011. PWSSC Community Education staff and students to collect water quality data for the Eyak Lake Community Monitoring Project.

ADF&G Salmon Interactions

This project is funded by the Alaska Department of Fish and Game Division of Commercial Fisheries. This is year one of a four year study entitled “Interactions of Wild and Hatchery Pink and Chum Salmon in Prince William Sound and Southeast Alaska.” The study was designed by a science panel organized by ADF&G consisting of experts on salmon biology and management, genetics, hatchery issues and experimental statistics. The study consists of pink and chum salmon stream and ocean sampling in Prince William Sound and chum salmon stream sampling in Southeast Alaska.

USGS Climate Change

This project is funded by and partnered with the U.S. Geological Survey to examine climate change impacts on the Gulf of Alaska ecosystems. The hypothesis is that climate change and the rapid melting of Mountain glaciers are leading to increased discharge of fresh river and estuarine minerals that impact phytoplankton productivity and food chain dynamics of the near-shore biological community. This effort is focused on the glacially controlled Copper River that receives the cumulative impact of the glaciers of the Wrangell-St. Elias Mountains.

NASA Nutrient Flux

This partnership is funded by NASA and collaborates with U.S. Geological Survey, The University of Maine, University of Alaska, Anchorage and the U. of Baltimore/NASA to further explore the nutrient flux experienced by the Copper River and the Gulf of Alaska from climate change impacts on the Wrangell-St. Elias Mountains by monitoring glacial, stream/river, oceanographic and atmospheric observations made by sampling and NASA Satellites.

Murdock Foundation – New Wave Re-fit

The “Go Green” Vessel Refit and Repower funded by the Murdock Foundation was undertaken to extend the service life, reduce maintenance and operations costs and increase crew safety for the research vessel New Wave. The Project is expected to reduce fuel consumption by 14,000 gallons annually. The new deck equipment allows us to deploy and retrieve gear with a minimum risk to crew.

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Notes to Financial Statements, continued

**Program Classifications, continued**

**Misc. Grants**

Miscellaneous small PWSSC projects noted in the audit schedules, which include Massachusetts Institute of Technology for Avian Flu sampling, the balance of the Paul Allen Foundation funds, PWSSC Enterprise departments for the New Wave and the McLaughlin Trailer.

**Functional Expenses**

Program Funds on the Statement of Activities is comprised of four functional project areas: OSRI, EVOS, Government, and Other Programs. Each functional area had the following expenses for each of the years ending September 30, 2012 and 2011:

	<u>2012</u>	<u>2011</u>
OSRI	\$ 855,345	638,547
EVOS	1,861,734	1,248,623
Government	853,080	952,682
Other	<u>130,245</u>	<u>143,794</u>
	<u>\$ 3,700,404</u>	<u>2,983,646</u>

(3) **Cash and Cash Equivalents**

Financial instruments that potentially subject the Center to concentrations of credit risk consist principally of cash deposits. Cash deposits held in interest-bearing accounts are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. Cash deposits held in noninterest-bearing accounts are fully insured by the FDIC. At September 30, 2012 and 2011, the Center did not have any cash deposits in excess of FDIC insured limits.

(4) **Investments**

Investments held by the Center for the Oil Spill Recovery Institute program are held at fair value, and determined through Level 1 inputs as described under Investments in Note 1. Investments consist of the following at September 30, 2012 and 2011:

	2012		2011	
	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>	<u>Fair Value</u>
Government securities	\$ 202,197	208,735	109,235	112,470
Corporate bonds	1,163,683	1,203,789	909,096	868,992
Certificates of deposit	<u>305,639</u>	<u>305,359</u>	<u>674,895</u>	<u>634,935</u>
	<u>\$ 1,671,519</u>	<u>1,717,883</u>	<u>1,693,226</u>	<u>1,616,397</u>



**PRINCE WILLIAM SOUND SCIENCE  
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Notes to Financial Statements, continued

**Investments, continued**

Investments in equity securities are held through an investment broker. The broker is a member of the Securities Investor Protection Corporation (SIPC) established by Congress in 1970. If the broker-dealer fails, SIPC funds are available to make up any shortfall in client assets that the broker-dealer was required to maintain up to a maximum of \$500,000 for securities, and inclusive of up to \$250,000 of cash.

The Center's total investment balance including cash and money market funds, which are included in cash and cash equivalents on the statement of financial position, was \$1,725,436 and \$1,649,206 at September 30, 2012 and 2011, respectively.

Investment income consisted of the following for the years ended September 30, 2012 and 2011:

	<u>2012</u>	<u>2011</u>
Interest and dividends	\$ 81,079	92,953
Investment fees	(1,535)	(930)
Unrealized gain (loss)	123,193	(36,371)
Realized gain (loss)	<u>(26,507)</u>	<u>14,807</u>
	<u>\$ 176,230</u>	<u>70,459</u>

(5) **Property and Equipment**

Property and equipment consisted of the following at September 30, 2012 and 2011:

	<u>2012</u>	<u>2011</u>
Property and equipment:		
Work in progress	\$ 11,054	-
Field equipment	2,365,910	1,675,608
Office equipment	198,896	227,659
Furnishings	45,965	45,965
Leasehold improvements	<u>548,966</u>	<u>548,966</u>
	3,170,791	2,498,198
Accumulated depreciation	<u>(1,857,503)</u>	<u>(1,738,355)</u>
Property and equipment, net of accumulated depreciation	<u>\$ 1,313,288</u>	<u>759,843</u>

Amortization and depreciation expense for 2012 and 2011 was \$184,670 and \$168,923, respectively.

**PRINCE WILLIAM SOUND SCIENCE  
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Notes to Financial Statements, continued

(6) **Line of Credit**

The Center has a line of credit arrangement with Wells Fargo beginning in FY12. The maximum line available is \$150,000. Interest is 6.00% on the outstanding balance. The balance outstanding at September 30, 2012 was \$50,000.

(7) **Long-Term Debt**

Long-term debt at September 30, 2012, is summarized as follows:

Notes payable to First National Bank of Alaska, due in monthly installments of \$1,219 and \$879 respectively, including variable interest at 2.00% above prime (with the exception that the rate never falls below 7.00%), secured by real property, and scheduled to mature April 1, 2017 and June 15, 2019. The interest rate at September 30, 2012 was 7.00% and 6.00% respectively.	\$ 114,515
Less current portion	<u>(18,265)</u>
Long-term debt, net of current portion	\$ <u>96,250</u>

Principal maturities of long-term debt are as follows:

Year ended September 30,	
2013	\$ 18,265
2014	19,507
2015	20,836
2016	22,255
2017	17,416
Due in subsequent years	<u>16,236</u>
	<u>\$ 114,515</u>

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Notes to Financial Statements, continued

(8) **Cash and Cash Equivalents to Deferred Revenue Comparison**

	General <u>Fund</u>	Program <u>Funds</u>	<u>Totals</u>	
			<u>2012</u>	<u>2011</u>
Cash and cash equivalents - unrestricted	\$ <u>61,041</u>	<u>96,440</u>	<u>157,481</u>	<u>178,366</u>
Deferred revenue:				
Conoco Phillips – Facilities	(1,935)	-	(1,935)	(400)
Treadwell Scholarship Fund	(4,985)	-	(4,985)	(5,080)
Maintenance Endowment	(400)	-	(400)	(400)
Gaming	-	-	-	(1,388)
Wetlands Conoco	-	(50,000)	(50,000)	-
Community Education	-	(6,742)	(6,742)	(27,967)
Paul Allen Foundation	-	-	-	(7,500)
CRWP Eyak Lake	-	<u>(2,412)</u>	<u>(2,412)</u>	<u>-</u>
Total deferred revenue	<u>(7,320)</u>	<u>(59,154)</u>	<u>(66,474)</u>	<u>(42,735)</u>
Cash over deferred revenue	\$ <u>53,721</u>	<u>37,286</u>	<u>91,007</u>	<u>135,631</u>

(9) **Net Assets – Unrestricted**

Unrestricted net assets consist of the following at September 30, 2012 and 2011:

	General and <u>Plant Fund</u>	Program <u>Funds</u>	<u>Totals</u>	
			<u>2012</u>	<u>2011</u>
Undesignated net assets (Deficit)	\$ 50,371	(157,339)	(106,968)	(72,842)
Designated, OSRI reserve	-	1,710,336	1,710,336	1,731,370
Designated, property and equipment	<u>1,313,288</u>	<u>-</u>	<u>1,313,288</u>	<u>759,843</u>
Unrestricted net assets	\$ <u>1,363,659</u>	<u>1,552,997</u>	<u>2,916,656</u>	<u>2,418,371</u>

**PRINCE WILLIAM SOUND SCIENCE  
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Notes to Financial Statements, continued

**Net Assets – Unrestricted, continued**

**Designated, OSRI Reserve**

Investments in the Program Funds are for the Oil Spill Recovery Institute (OSRI). The use of these investment funds are determined by the Oil Spill Recovery Institute Advisory Board at their annual meeting as put before the Board by the Directors. The unrestricted amount of \$1,710,336 is interest earned since inception above the capital amount. This reserve was used in fiscal year 2012 in the amount of \$197,591. With the current economic downtrend, anticipated deposits from the National Oil Spill Liability Trust Fund to the Oil Spill Recovery Institute will be significantly reduced. This will require OSRI to use more of the Reserve for its Program over the next few years.

**Designated, property and equipment**

See Note 5.

(10) **In-Kind Operating Lease**

The Center entered into a 10-year operating lease commencing November 2, 2000 with the City of Cordova for the building and dock that occupies. The annual lease payment was \$1. The estimated fair value of the remaining lease term was recorded as a temporary restricted asset on the statement of financial position. The annual lease benefit was recorded as net assets released from restriction and facilities and equipment rent on the statement of activities. The lease benefit expired in 2011. No new lease term has been entered into with the City of Cordova in 2012. Therefore, the Center has recorded in-kind revenue and expense of \$30,250 for the estimated value of the space use for the year ended September 30, 2012 and 2011.

(11) **Annuity Program**

The Center provides a qualified 403(b) plan to its employees. The plan, which is voluntary, allows employees to contribute up to 20% of their base salary, subject to Internal Revenue Service limitations, and requires the employer to match contributions up to 6% of a participant's base compensation. Employees are 100% vested in employer contributions after three years of service. Employer contributions were \$36,798 and \$37,087 for the years ended September 30, 2012 and 2011, respectively. The program's custodian is Nationwide Life Insurance Company.

(12) **Related Party**

In fiscal year 2012, the Center entered into a professional services agreement with a board member to serve as its program manager for the ADF&G Salmon Interaction Program. The cost to the Center was approximately \$10,000 and is reported as part of professional services expense on the Statement of Activities.

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Notes to Financial Statements, continued

(13) **Concentrations of Risk and Contingency**

The Center receives the majority of its funding through the Oil Spill Recovery Institute and the Exxon Valdez Oil Spill (EVOS) Trustee Council along with other state and federal government agencies. Changes in those agencies could have a detrimental effect on the Center's financial position.

Expenditures made pursuant to grants and contracts are subject to audit by governmental agencies or their representatives. Management of the Center believes that no significant liabilities will result from any such audits and, accordingly, no provision for liability is included in the accompanying financial statements.

**SUPPLEMENTARY INFORMATION**

**PRINCE WILLIAM SOUND SCIENCE  
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(d.b.a. Prince William Sound Science Center)  
Combining Schedule of Financial Position - All Program Funds  
September 30, 2012  
(With Comparative Totals for 2011)

	OSRI Programs	EVOS Programs	Government Programs	Other Programs	Totals	
					2012	2011
<u>Assets</u>						
Current assets:						
Cash and cash equivalents	\$ 96,440	-	-	-	96,440	138,635
Receivables:						
Government grants	-	418,802	106,339	-	525,141	280,327
Government service contracts	-	-	30,738	1,857	32,595	1,020
Other	-	-	-	8,441	8,441	7,758
Due from other funds	-	-	-	60,929	60,929	35,467
Total current assets	96,440	418,802	137,077	71,227	723,546	463,207
Investments	1,717,883	-	-	-	1,717,883	1,616,397
Total assets	\$ 1,814,323	418,802	137,077	71,227	2,441,429	2,079,604
<u>Liabilities and Net Assets</u>						
Current liabilities:						
Deferred revenue	-	-	-	59,154	59,154	35,467
Current portion of long-term debt	-	-	-	18,265	18,265	10,238
Due to other funds	103,987	418,802	137,077	54,897	714,763	321,782
Total current liabilities	103,987	418,802	137,077	132,316	792,182	367,487
Long-term debt, net of current portion	-	-	-	96,250	96,250	57,064
Total liabilities	103,987	418,802	137,077	228,566	888,432	424,551
Net assets - unrestricted (deficit)	1,710,336	-	-	(157,339)	1,552,997	1,655,053
Total liabilities and net assets	\$ 1,814,323	418,802	137,077	71,227	2,441,429	2,079,604

**PRINCE WILLIAM SOUND SCIENCE  
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Combining Schedule of Activities - All Program Funds  
Year Ended September 30, 2012  
(With Comparative Totals for 2011)

	OSRI	EVOS	Government	Other	Totals	
	Programs	Programs	Programs	Programs	2012	2011
<b>Revenues:</b>						
Grants, contracts and contributions:						
Government grants	\$ 657,754	2,223,527	747,082	-	3,628,363	2,753,180
Government service contracts	-	-	155,738	13,828	169,566	13,582
Other	-	-	-	356,476	356,476	210,597
Total grants, contracts and contributions	657,754	2,223,527	902,820	370,304	4,154,405	2,977,359
Interest income	327	-	-	-	327	588
Investment income	176,230	-	-	-	176,230	70,459
Total revenues	834,311	2,223,527	902,820	370,304	4,330,962	3,048,406
<b>Expenses:</b>						
Salaries and benefits	269,864	751,540	184,653	51,987	1,258,044	1,192,177
Travel	26,122	24,304	11,952	3,715	66,093	70,641
Professional services	17,018	30,773	14,392	50,866	113,049	65,868
Subcontracts and charter costs	-	632,354	404,948	630	1,037,932	775,310
Supplies	1,577	42,736	60,437	54,624	159,374	131,551
Telephone	2,933	5,088	1,215	951	10,187	7,933
Network	1,977	13,061	11,307	334	26,679	14,854
Postage and freight	120	2,043	380	1,036	3,579	6,460
Printing, publications and copying	3,150	2,460	236	2,783	8,629	4,855
Facilities and rent expense	-	6,517	-	3,023	9,540	7,008
Utilities	8,000	3,772	-	3,382	15,154	9,891
Insurance	953	-	-	8,634	9,587	8,202
Equipment rental and maintenance	50	699	1,462	3,267	5,478	7,035
Advertising	-	-	-	144	144	27
Other	5,281	3,902	1,896	6,563	17,642	29,042
Grants awarded	482,585	-	-	-	482,585	185,963
Total expenses before interfund facility and equipment costs and indirect costs	819,630	1,519,249	692,878	191,939	3,223,696	2,516,817
Interfund facility and equipment costs	13,120	2,466	-	-	15,586	14,838
Interfund research vessel costs (reimbursement)	-	52,500	35,000	(87,500)	-	14,000
Indirect costs	22,595	287,519	125,202	25,806	461,122	437,991
Total expenses	855,345	1,861,734	853,080	130,245	3,700,404	2,983,646
Change in net assets	(21,034)	361,793	49,740	240,059	630,558	64,760
Net assets (deficit) at beginning of year	1,731,370	-	-	(76,317)	1,655,053	1,616,606
Transfers to Plant Fund	-	(361,793)	(49,740)	(321,081)	(732,614)	(26,313)
Net assets (deficit) at end of year	\$ 1,710,336	-	-	(157,339)	1,552,997	1,655,053



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Combining Schedule of Financial Position - Oil Spill Recovery Institute (OSRI) Programs

September 30, 2012

(With Comparative Totals for 2011)

	OSRI	Science of the Sound/ Forest to the Sea	Observa- tional Ocean- ography	Totals	
				2012	2011
<u>Assets</u>					
Current assets -					
cash and cash equivalents	\$ 96,440	-	-	96,440	138,635
Investments	<u>1,717,883</u>	<u>-</u>	<u>-</u>	<u>1,717,883</u>	<u>1,616,397</u>
 Total assets	\$ <u>1,814,323</u>	<u>-</u>	<u>-</u>	<u>1,814,323</u>	<u>1,755,032</u>
 <u>Liabilities and Net Assets</u>					
Current liabilities -					
due to other funds	<u>103,987</u>	<u>-</u>	<u>-</u>	<u>103,987</u>	<u>23,662</u>
 Total current liabilities	103,987	-	-	103,987	23,662
 Net assets - unrestricted	<u>1,710,336</u>	<u>-</u>	<u>-</u>	<u>1,710,336</u>	<u>1,731,370</u>
 Total liabilities and net assets	\$ <u>1,814,323</u>	<u>-</u>	<u>-</u>	<u>1,814,323</u>	<u>1,755,032</u>

**PRINCE WILLIAM SOUND SCIENCE  
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Combining Schedule of Activities – Oil Spill Recovery Institute (OSRI) Programs

Year Ended September 30, 2012

(With Comparative Totals for 2011)

	OSRI	Science of the Sound / Forest to the Sea	Observational Oceanography	Totals	
				2012	2011
<b>Revenues:</b>					
Grants, contracts and contributions - government grants	\$ 550,210	73,093	34,451	657,754	535,562
Interest income	327	-	-	327	588
Investment income	176,230	-	-	176,230	70,459
Total revenues	<u>726,767</u>	<u>73,093</u>	<u>34,451</u>	<u>834,311</u>	<u>606,609</u>
<b>Expenses:</b>					
Salaries and benefits	204,566	42,010	23,288	269,864	322,969
Travel	14,127	7,781	4,214	26,122	31,187
Professional services	17,018	-	-	17,018	19,587
Supplies	275	1,302	-	1,577	4,323
Telephone	1,929	1,004	-	2,933	2,519
Network	690	1,264	23	1,977	5,029
Postage and freight	60	60	-	120	777
Printing, publications and copying	2,730	277	143	3,150	2,786
Facilities and rent expense	-	-	-	-	750
Utilities	8,000	-	-	8,000	8,000
Insurance	953	-	-	953	938
Equipment rental and maintenance	-	50	-	50	-
Other	1,748	3,098	435	5,281	5,098
Grants awarded	<u>482,585</u>	<u>-</u>	<u>-</u>	<u>482,585</u>	<u>185,963</u>
Total expenses before interfund costs and indirect costs	734,681	56,846	28,103	819,630	589,926
Interfund facility and equipment costs	13,120	-	-	13,120	13,140
Indirect costs	-	16,247	6,348	22,595	35,481
Total expenses	<u>747,801</u>	<u>73,093</u>	<u>34,451</u>	<u>855,345</u>	<u>638,547</u>
Change in net assets	(21,034)	-	-	(21,034)	(31,938)
Net assets at beginning of year	1,731,370	-	-	1,731,370	1,763,308
Transfers to Plant Fund	-	-	-	-	-
Net assets at end of year	<u>\$ 1,710,336</u>	<u>-</u>	<u>-</u>	<u>1,710,336</u>	<u>1,731,370</u>

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Combining Schedule of Financial Position – Exxon Valdez Oil Spill Trustee Council (EVOS) Programs

September 30, 2012

(With Comparative Totals for 2011)

	<u>Herring Logistics</u>	<u>Herring Ocean</u>	<u>Herring Thorne</u>	<u>Herring Forage</u>	<u>Herring Plankton</u>	<u>Seabird Predation</u>	<u>PWSH Predation</u>	<u>GWA &amp; Herring Research Monitoring</u>	<u>Totals</u>	
									2012	2011
<u>Assets</u>										
Current assets - receivables - government grants	\$ <u>25,023</u>	<u>11,409</u>	<u>21,537</u>	<u>44,829</u>	<u>41,677</u>	<u>10,023</u>	<u>51,950</u>	<u>212,354</u>	<u>418,802</u>	<u>128,758</u>
<u>Liabilities and Net Assets</u>										
Current liabilities - due to other funds	25,023	11,409	21,537	44,829	41,677	10,023	51,950	212,354	418,802	128,758
Net assets - unrestricted	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and net assets	\$ <u>25,023</u>	<u>11,409</u>	<u>21,537</u>	<u>44,829</u>	<u>41,677</u>	<u>10,023</u>	<u>51,950</u>	<u>212,354</u>	<u>418,802</u>	<u>128,758</u>

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Combining Schedule of Activities – Exxon Valdez Oil Spill Trustee Council (EVOS) Programs  
Year Ended September 30, 2012  
(With Comparative Totals for 2011)

	Herring Logistics	Herring Ocean	Herring Thorne	Herring Forage	Herring Plankton	Seabird Predation	PWSH Predation	GWA & Herring Research Monitoring	Totals	
									2012	2011
Revenues - grants, contracts and contributions - government grants	\$ 376,903	78,410	173,727	203,845	154,481	128,390	230,239	877,532	2,223,527	1,248,623
Expenses:										
Salaries and benefits	71,752	52,450	127,871	134,517	49,261	90,886	111,462	113,341	751,540	545,510
Travel	3,829	2,499	3,476	4,727	1,561	1,403	1,320	5,489	24,304	17,943
Professional services	1,500	-	-	13,974	-	1,300	641	13,358	30,773	24,366
Subcontracts and charter costs	218,596	4,055	-	-	-	750	64,581	344,372	632,354	270,340
Supplies	14,660	1,432	-	6,851	8,630	2,234	3,668	5,261	42,736	22,786
Telephone	92	-	560	762	498	642	763	1,771	5,088	3,589
Network	2,217	-	1,510	2,089	568	1,341	1,698	3,638	13,061	6,939
Postage and freight	-	-	-	215	630	7	385	806	2,043	866
Printing, publications and copying	78	-	43	15	179	46	8	2,091	2,460	925
Facilities and rent expense	-	-	-	-	-	-	1,181	5,336	6,517	-
Utilities	-	-	444	-	-	-	-	3,328	3,772	805
Equipment rental and maintenance	60	-	-	64	210	-	365	-	699	3,405
Other	974	-	-	865	85	350	-	1,628	3,902	2,760
Total expenses before interfund costs and indirect costs	313,758	60,436	133,904	164,079	61,622	98,959	186,072	500,419	1,519,249	900,234
Interfund facility and equipment costs	-	-	-	2,466	-	-	-	-	2,466	1,698
Interfund research vessel costs	-	-	-	-	52,500	-	-	-	52,500	100,000
Indirect costs	63,145	17,974	39,823	37,300	33,940	29,431	40,642	25,264	287,519	246,691
Total expenses	376,903	78,410	173,727	203,845	148,062	128,390	226,714	525,683	1,861,734	1,248,623
Change in net assets	-	-	-	-	6,419	-	3,525	351,849	361,793	-
Net assets at beginning of year	-	-	-	-	-	-	-	-	-	-
Transfers to Plant Fund	-	-	-	-	(6,419)	-	(3,525)	(351,849)	(361,793)	-
Net assets at end of year	\$ -	-	-	-	-	-	-	-	-	-

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Combining Schedule of Financial Position – Government Programs  
September 30, 2012  
(With Comparative Totals for 2011)

	<u>Alaska OOS</u>	<u>Comm Ed NPRB</u>	<u>ADF&amp;G Salmon</u>	<u>USGS Climate Change Campbell</u>	<u>NASA Nutrient Flux Campbell</u>	<u>Totals</u>		
						2012	2011	
<u>Assets</u>								
Current assets - receivables - government grants and service contracts	\$	<u>45,550</u>	<u>3,099</u>	<u>30,738</u>	<u>8,725</u>	<u>48,965</u>	<u>137,077</u>	<u>151,569</u>
<u>Liabilities and Net Assets</u>								
Current liabilities - due to other funds		45,550	3,099	30,738	8,725	48,965	137,077	151,569
Net assets - unrestricted		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and net assets	\$	<u>45,550</u>	<u>3,099</u>	<u>30,738</u>	<u>8,725</u>	<u>48,965</u>	<u>137,077</u>	<u>151,569</u>

**PRINCE WILLIAM SOUND SCIENCE  
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Combining Schedule of Activities – Government Programs  
Year Ended September 30, 2012  
(With Comparative Totals for 2011)

	Alaska OOS	Comm Ed NPRB	ADF&G Salmon	USGS Climate Change Campbell	NASA Nutrient Flux Campbell	Totals	
						2012	2011
Revenues - grants, contracts and contributions:							
Government grants	\$ 245,304	32,192	-	116,950	352,636	747,082	925,679
Government service contracts	-	-	155,738	-	-	155,738	43,316
Total revenues	<u>245,304</u>	<u>32,192</u>	<u>155,738</u>	<u>116,950</u>	<u>352,636</u>	<u>902,820</u>	<u>968,995</u>
Expenses:							
Salaries and benefits	41,070	17,147	22,998	81,402	22,036	184,653	204,023
Travel	-	1,130	2,008	903	7,911	11,952	9,383
Professional services	3,291	-	10,325	776	-	14,392	6,521
Subcontracts and charter costs	85,252	5,670	66,468	-	247,558	404,948	500,529
Supplies	32,080	441	18,877	1,990	7,049	60,437	38,168
Telephone	-	-	-	517	698	1,215	836
Network	7,699	315	127	1,687	1,479	11,307	2,481
Postage and freight	98	-	95	34	153	380	48
Printing, publications and copying	3	8	14	170	41	236	60
Equipment rental and maintenance	-	-	-	1,462	-	1,462	-
Other	45	650	-	1,201	-	1,896	3,893
Total expenses before interfund costs and indirect costs	<u>169,538</u>	<u>25,361</u>	<u>120,912</u>	<u>90,142</u>	<u>286,925</u>	<u>692,878</u>	<u>765,942</u>
Interfund research vessel costs	-	-	-	-	35,000	35,000	62,500
Indirect costs	<u>31,335</u>	<u>6,831</u>	<u>29,517</u>	<u>26,808</u>	<u>30,711</u>	<u>125,202</u>	<u>124,240</u>
Total expenses	<u>200,873</u>	<u>32,192</u>	<u>150,429</u>	<u>116,950</u>	<u>352,636</u>	<u>853,080</u>	<u>952,682</u>
Change in net assets	44,431	-	5,309	-	-	49,740	16,313
Net assets at beginning of year	-	-	-	-	-	-	-
Transfers to Plant Fund	<u>(44,431)</u>	<u>-</u>	<u>(5,309)</u>	<u>-</u>	<u>-</u>	<u>(49,740)</u>	<u>(16,313)</u>
Net assets at end of year	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

**PRINCE WILLIAM SOUND SCIENCE  
AND TECHNOLOGY INSTITUTE**  
(d.b.a. Prince William Sound Science Center)  
Combining Schedule of Financial Position – Other Programs  
September 30, 2012  
(With Comparative Totals for 2011)

	CE/Science Camp/Ed/ Legacy Chilkat Sediment	CRWP Eyak Lake	Murdock Fdt Re-fit	McLaughlin Trailer	Paul Allen Found- ation	RV New Wave	Wetlands Conoco	Misc. Grants	Totals	
									2012	2011
<u>Assets</u>										
Current assets:										
Receivables:										
Government service contracts	\$	1,857	-	-	-	-	-	-	1,857	1,020
Other		-	-	-	-	-	-	8,441	8,441	7,758
Due from other funds		<u>6,742</u>	<u>2,412</u>	<u>-</u>	<u>1,775</u>	<u>-</u>	<u>50,000</u>	<u>-</u>	<u>60,929</u>	<u>35,467</u>
Total current assets	\$	<u>8,599</u>	<u>2,412</u>	<u>-</u>	<u>1,775</u>	<u>-</u>	<u>50,000</u>	<u>8,441</u>	<u>71,227</u>	<u>44,245</u>
<u>Liabilities and Net Assets</u>										
Current liabilities:										
Deferred revenue		6,742	2,412	-	-	-	50,000	-	59,154	35,467
Current portion of long-term debt		-	-	-	7,287	-	10,978	-	18,265	10,238
Due to other funds		<u>1,857</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>44,599</u>	<u>8,441</u>	<u>54,897</u>	<u>17,793</u>
Total current liabilities		<u>8,599</u>	<u>2,412</u>	<u>-</u>	<u>7,287</u>	<u>-</u>	<u>55,577</u>	<u>8,441</u>	<u>132,316</u>	<u>63,498</u>
Long-term debt, net of current portion		<u>-</u>	<u>-</u>	<u>-</u>	<u>50,315</u>	<u>-</u>	<u>45,935</u>	<u>-</u>	<u>96,250</u>	<u>57,064</u>
Total liabilities		<u>8,599</u>	<u>2,412</u>	<u>-</u>	<u>57,602</u>	<u>-</u>	<u>101,512</u>	<u>8,441</u>	<u>228,566</u>	<u>120,562</u>
Net assets - unrestricted (deficit)		<u>-</u>	<u>-</u>	<u>-</u>	<u>(55,827)</u>	<u>-</u>	<u>(101,512)</u>	<u>-</u>	<u>(157,339)</u>	<u>(76,317)</u>
Total liabilities and net assets	\$	<u>8,599</u>	<u>2,412</u>	<u>-</u>	<u>1,775</u>	<u>-</u>	<u>50,000</u>	<u>8,441</u>	<u>71,227</u>	<u>44,245</u>

**PRINCE WILLIAM SOUND SCIENCE  
AND TECHNOLOGY INSTITUTE**  
(d.b.a. Prince William Sound Science Center)  
Combining Schedule of Activities - Other Programs  
Year Ended September 30, 2012  
(With Comparative Totals for 2011)

	CE/Science	CRWP Eyak Lake	Murdock Fdt Re-fit	McLaughlin Trailer	Paul Allen Found- ation	RV New Wave	Misc. Grants	Totals	
	Camp/Ed/ Legacy Chilkat Sediment							2012	2011
Revenues - grants, contracts and contributions:									
Government service contracts	\$ -	13,828	-	-	-	-	-	13,828	13,582
Other	68,544	-	247,241	4,171	7,500	6,250	22,770	356,476	210,597
Total revenues	68,544	13,828	247,241	4,171	7,500	6,250	22,770	370,304	224,179
Expenses:									
Salaries and benefits	29,457	4,566	-	-	-	6,412	11,552	51,987	119,675
Travel	2,802	-	280	-	-	572	61	3,715	12,128
Professional services	11,015	6,000	21,220	982	7,500	1,089	3,060	50,866	15,394
Subcontracts and charter costs	-	-	-	-	-	-	630	630	4,441
Supplies	3,473	-	1,005	347	-	47,814	1,985	54,624	66,274
Telephone	250	-	-	244	-	398	59	951	989
Network	74	92	-	-	-	-	168	334	405
Postage and freight	354	-	87	-	-	595	-	1,036	4,769
Printing, publications and copying	2,754	-	-	-	-	29	-	2,783	1,084
Facilities and rent expense	420	-	-	1,300	-	1,303	-	3,023	6,258
Utilities	-	-	-	2,811	-	571	-	3,382	1,086
Insurance	14	-	-	-	-	8,620	-	8,634	7,264
Equipment rental and maintenance	-	-	-	1,972	-	1,295	-	3,267	3,630
Advertising	144	-	-	-	-	-	-	144	27
Other	406	-	-	1,342	-	4,815	-	6,563	17,291
Total expenses before interfund costs and indirect costs	51,163	10,658	22,592	8,998	7,500	73,513	17,515	191,939	260,715
Interfund research vessel costs (reimbursement)	-	-	-	-	-	(87,500)	-	(87,500)	(148,500)
Indirect costs	17,381	3,170	-	-	-	-	5,255	25,806	31,579
Total expenses (reimbursement)	68,544	13,828	22,592	8,998	7,500	(13,987)	22,770	130,245	143,794
Change in net assets	-	-	224,649	(4,827)	-	20,237	-	240,059	80,385
Net assets (deficit) at beginning of year	-	-	-	-	-	(76,317)	-	(76,317)	(146,702)
Transfers to Plant Fund	-	-	(224,649)	(51,000)	-	(45,432)	-	(321,081)	(10,000)
Net assets (deficit) at end of year	\$ -	-	-	(55,827)	-	(101,512)	-	(157,339)	(76,317)