Our past is the key to our future.

ANNUAL REPORT

MONTANA HISTORY FOUNDATION

2006
Officers:
Timothy J. Bartz, President
Helena, MT
Thomas E. Donnelley, II, Vice President
Chicago, IL AND Alder, MT
Debby Leadbetter, Vice President
Bozeman, MT
K.C. Hill, Secretary
Helena, MT
Thomas Nygard, Treasurer
Bozeman, MT
Matthew Cohn, At-Large Representative
Helena, MT

Members-at-Large:
Timothy Babcock
Helena, MT
Charles Brooke
Las Vegas, NV
Rockwood Brown
Billings, MT
Allan Hamilton
Chicago, IL and Twin Bridges, MT
Nora Hohenlohe
Washington, D.C. AND Wolf Creek, MT
William Johnstone
Great Falls, MT
Aidan Myhre
Helena, MT
Charles Petty
Hamilton, MT
Pamela Rentschler
Scottsdale, AZ AND Cameron, MT
R.J. “Jim” Sewell, Jr.
Helena, MT
Robert Sletten
Great Falls, MT
Chris Warden
Missoula, MT
Penny Wilson
Malvern, PA AND Big Timber, MT

Directors Emeriti:
C. Brooke Dormire
Belgrade, MT
Dottie Fossell
Ennis, MT
Albert Galen
West Covina, CA
Robert Morgan
Helena, MT
Ted Schwinden
Phoenix, AZ
Ward Shanahan
Helena, MT

Ex-Officio:
Sharon Lincoln,
Montana Historical Society Chair
Billings, MT
Mary Oliver,
Montana Heritage Commission Chair
Ennis, MT

Staff:
Amy Sullivan,
Executive Director, Helena, MT
Elisa Peterson,
Director of Operations, Helena, MT
We are excited to present to you the annual report for our fiscal year ended June 30, 2006. As you will no doubt determine from your review of the statements, the Montana History Foundation has concluded another very successful year.

We have been diligent about pursuing our responsibilities and passion in growing a strong foundation which can provide the financial support so important to Montana’s Historical Society and Heritage Committee. We are attentive to their needs as they are the gate keepers to Montana’s most valuable historical assets.

This past summer the Foundation moved its operations to the Scriver Center located near the airport in Helena. This has been a very positive move to have someone on location in the Scriver Center each business day of the year. The offices are nice and we would encourage you to visit the offices when you are in the area.

As I leave the position of President of the Foundation following six dynamic years of change, I am excited about the future because we have a wonderful Board of dedicated people that are zealous about Montana’s history. New leadership brings a sense of freshness and new perspective that keeps an organization from growing stale and complacent. It is a personal pleasure to realize that we have strong leaders to continue and improve what has been done to this point in our history.

Sincerely,

Timothy J. Bartz
Immediate Past President
The MHF anticipate assisting the Montana Historical Society in their goal of engaging in a multi-million dollar fundraising campaign to build a new Montana History Center. (We have successfully garnered $7.5 million in state bonding authority for this project.) We also anticipate working with the Montana Heritage Commission to increase their fundraising opportunities through a capital campaign.

The MHF recently concluded a Capital Campaign with a theme of “History Runs Through It” for $1.8 million dollars. Highlights of that campaign include an art acquisition endowment, educational history trunks for schools, a State Capitol Book, Music Machine Endowment and Fire Protection Funds for Virginia City.

Past:

The MHF continues to raise funds for a Montana History Textbook to be published in 2008, a grant writer to assist Virginia and Nevada Cities with their fundraising needs and operations donations to help us continue our work.

Present:

Future:
## Financial Position

MHF Statement of Financial Position as of June 30, 2006 and 2005

### Assets

<table>
<thead>
<tr>
<th></th>
<th>6.30.06</th>
<th>6.30.05</th>
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<tbody>
<tr>
<td>Cash and Cash Equivalents</td>
<td>$738,739</td>
<td>$502,837</td>
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<td>Receivables:</td>
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<tr>
<td>Accounts Receivable</td>
<td>150</td>
<td>26,141</td>
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<td>Promises to Give, Net</td>
<td>224,596</td>
<td>288,006</td>
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<td>Other Receivables</td>
<td>29,000</td>
<td>29,000</td>
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<td>Inventory</td>
<td>10,218</td>
<td>12,000</td>
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<td>Prepaid Expense</td>
<td>2,031</td>
<td>9,786</td>
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<td>Total</td>
<td>265,995</td>
<td>364,933</td>
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<td>Investment Securities</td>
<td>997,644</td>
<td>1,049,363</td>
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<td>Fixed Assets, at Cost</td>
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<td>Curatorial Building and Improvements</td>
<td>1,168,036</td>
<td>1,168,036</td>
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<td>Scriver Center</td>
<td>1,224,018</td>
<td>1,224,018</td>
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<td>Software</td>
<td>16,097</td>
<td>14,800</td>
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<td>Equipment</td>
<td>20,932</td>
<td>15,880</td>
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<td>Total</td>
<td>2,429,083</td>
<td>2,422,734</td>
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<td>Less Accumulated Depreciation and Amortization</td>
<td>&lt;357,246&gt;</td>
<td>&lt;286,308&gt;</td>
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<td></td>
<td>2,071,837</td>
<td>2,136,426</td>
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<td>Other Assets</td>
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<td>Unamortized Loan Fee</td>
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<td>800</td>
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<td>Deposit</td>
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<td>375</td>
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<td>Donated Assets</td>
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<td>33,948</td>
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<td>Cash Surrender Value of Life Insurance Policy</td>
<td>39,443</td>
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<td>Interest in Charitable Remainder Trust</td>
<td>173,671</td>
<td>166,349</td>
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<td>249,862</td>
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<td>Total</td>
<td>4,324,077</td>
<td>4,290,150</td>
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</table>

### Liabilities and Net Assets

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<th>6.30.06</th>
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<tr>
<td>Accounts Payable</td>
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<td>Distributions Payable, Related Parties</td>
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<td>15,537</td>
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<td>Accrued Payroll Taxes and Benefits</td>
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<td>6,816</td>
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<td>Mortgage Payable</td>
<td>650,800</td>
<td>650,800</td>
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<td>Planned Gift Liabilities</td>
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<td>683,641</td>
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<td>Net Assets</td>
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<td>Unrestricted</td>
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<td>1,402,071</td>
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<td>Temporarily Restricted</td>
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<td>Permanently Restricted</td>
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<td>3,640,436</td>
<td>3,587,051</td>
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<tr>
<td>Total</td>
<td>$4,324,077</td>
<td>$4,290,150</td>
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Family of friends

Betsey Allen  
Nancy Allen  
AMICA  
John and Geraldine Anderson  
Anderson ZurMuehlen and Co, PC  
Anderson ZurMuehlen and Co. Shareholders Fund  
Marge Antolik  
Artworks Frame Shop  
Audrey Hilton Charitable Trust  
William and Ruth Ausmus  
Leslie Baldridge  
Bale of Hay Saloon  
Sherri A. Barksdale  
Tim and Trish Bartz  
Robert and Shirley Bayley  
Barb Beck  
Mary Beer  
Edward Bell  
Umberto Benedetti  
Donna Bennett  
Elizabeth Bergner  
Cassandra Bogard  
Robert and Jennifer Bolt  
Evelyn Bond  
Robert Bowling  
Barbara Brewer  
Deb Britton  
William Brockner  
Ruth Broeder  
Charles and Yvonne Brooke  
Kizzie Brown  
Rockwood and Marilyn Brown  
Mary Browning  
Steve Browning  
Budget Framing and Gallery  
John Burg  
Duane and Dorothy Burkenpas  
Charlie and Barb Byrne  
Gene S. Carlson  
Charles and Irene Carson  
John and Patricia Case  
Jack Castor  
Jo Champa  
Checkrite of Montana, Inc.  
Harris and Leta Chustz, Jr.  
Alice Cobb  
Matthew Cohn and Mary Ellen Holverson  
Chester Coleman  
Carl and Anne Cossitt  
Cousin's Candy Shop  
Danny Coyle  
Crows Nest Gallery  
Ed and Maureen Curnow  
Marybeth Cutietta  
Robert and Alice Danskin  
Paul and Janet Davidson  
Mike Davis  
Willima Delaney  
DeLonauf Foundation  
Duane Dickman  
Mr. and Mrs. Donald Dodge  
Donnelley Foundation  
James Donnelley  
Thomas E. and Barbara Donnelley, II  
Richard and Josephine Dontigny  
C. Brooke and Kornelia Dornire  
Kathy Douglas  
Michael Driscoll  
DW Beary and Associates Inc.  
Richard and Marlis Ebeling  
Thomas Ebert  
Judy Edwards  
Michael Edwards  
John Ellingsen  
Carolyn Ennis  
Donna Feldbrugge  
Scott Fernandez  
John and Jeri Fisher  
Gary Forney  
Gary and Grace France  
Vincent and Carol Frank  
Don and Gloria Franklin  
Albert Galen  
Jack Galt  
Robert Gamrath  
Jerry and Kathleen Gardenhire  
Ghost Art Gallery  
Mary Esther Gilg  
Bob Giltrap  
G. Edward and Alaine Gohn  
Richard and Joani Gohn  
Joseph and Leila Goldes  
Gough, Shanahan, Johnson and Waterman  
William and Ann Gray  
Shirley Groff  
Suzanne Gruschow  
Kurtis Hafferman  
A.R. Hagener  
Charles and Darlene Hamar  
Allan and Phyllia Hamilton  
E.E. and Margaret Hamilton  
Linda Hamilton  
Ronald and Nancy Hampa  
Jack and Jeanne Hardy  
Jean Hardy  
Thomas Harrington  
John and Lisbeth Harris  
Zelma Jeanne Hartley  
Charles and Bonnie Hash  
Robert Hassman  
Bob and Jane Hawks  
Speck and Dee Helmbrrecht  
KC Hill  
Gary and Audrey Hines  
E. Corrine Hoffart  
Christian and Nora Hohenlohe  
Bill and Carole Howell  
Charles Hubbard  
James Huffman  
James Hutchison  
Lois Irion  
Dolores Jablinske  
William Jackson  
William and Sue Jameson, Jr.  
Patricia Jamieson  
Jan Janura  
JCG, LLC  
Jeff and Jeanne Jeffers  
Joyce Jensen  
Katherine Jewell  
Dale Johnson  
Leigh Johnson  
Norman Johnson  
Phil Johnson  
William Johnstone  
Russell Jones  
Stephen and Diane Kane  
Dorothy Kelsey  
John and Cheryl King  
Albert Kircher  
Valerie Klaber  
Richard and Linda Knight, Jr.  
D. Joe Willis and Judy Koford  
Glenn Koelbel  
Linn Krieg  
Robert and Miriam Lang  
James Langston  
Dave and Denise Larson  
James Larson  
Dan and Debby Leadbetter  
James and Margie Leary  
Kenneth and R. Jean Leck  
Paul Lehmann  
Lee N. Leonhardt  
Gary and Ann Libecap  
Limited Edition Art  
Byron and Elinor Lindsay  
Bob and Betty Little  
T.D. Little  
G.W. and Lillian Loewenbaum  
Jesse and Ruth Long  
Ed and Connie Lord  
Karin Ludeman  
Dorothy Luening  
Dennis Lutz  
M.J. Murdoch Charitable Trust  
Tony Maack  
Donald and Priscilla Maclean  
Felix Maher  
O.E. and Lois Markle  
Collin and Paula Craver Mathews  
Leonard and Delores Matteson  
Isabelle Matson  
Eldora McBride  
George and Elizabeth McClure, Jr.  
Donna McDonald  
Charen McFarland  
Patrick McGurk  
Dale and Lois McMeekin  
Jim and Judy McNally  
David and Darlene McNay  
Judith McNulty  
Andrea Mercado  
Richard Lee Merritt  
Metropolitan Market  
Microsoft Charitable Giving Campaign  
William and Nancy Miller  
Richard and Valerie Monroe  
Montana Community Foundation  
Montana Frameworks  
Gayle Moon  
Gene and Susan Moos.