

Return of Organization Exempt From Income Tax

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

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

A For the 2006 calendar year, or tax year beginning , and ending

- 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

Arizona Trail Association

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

PO Box 36736

City or town

Phoenix

State or country

AZ

ZIP + 4

85067

D Employer identification number

86-0762149

E Telephone number

(602) 252-4794

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 ▶

M Check ☐ if the organization is not required to attach Sch B (Form 990, 990-EZ, or 990-PF)

G Website: ▶ www.aztrail.org

J Organization type (check only one) ▶ ☒ 501(c) (3) ◀ (insert no) ☐ 4947(a)(1) or ☐ 527

K Check here ☐ if the organization is not a 509(a)(3) supporting organization and its gross receipts are normally not more than \$25,000. A return is not required, but if the organization chooses to file a return, be sure to file a complete return.

L Gross receipts. Add lines 6b, 8b, 9b, and 10b to line 12 ▶ 126,336

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances (See the instructions.)

1 Contributions, gifts, grants, and similar amounts received:			
a Contributions to donor advised funds	1a		0
b Direct public support (not included on line 1a)	1b		53,546
c Indirect public support (not included on line 1a)	1c		0
d Government contributions (grants) (not included on line 1a)	1d		17,500
e Total (add lines 1a through 1d) (cash \$ 71,046 noncash \$ 0)	1e		71,046
2 Program service revenue including government fees and contracts (from Part VII, line 93)	2		2,514
3 Membership dues and assessments	3		42,429
4 Interest on savings and temporary cash investments	4		1,295
5 Dividends and interest from securities	5		1,377
6 a Gross rents	6a		
b Less: rental expenses	6b		
c Net rental income or (loss). Subtract line 6b from line 6a	6c		0
7 Other investment income (do not include capital gains)	7		0
8 a Gross amount from sales of assets other than inventory	(A) Securities	(B) Other	
b Less: cost or other basis and sales expenses	8a	8b	0
c Gain or (loss) (attach schedule)	8c		0
d Net gain or (loss). Combine line 8c, columns (A) and (B)	8d		0
9 Special events and activities (attach schedule). If any amount is from gaming, check here <input type="checkbox"/>			
a Gross revenue (not including \$ 0 of contributions reported on line 1b)	9a		0
b Less: direct expenses other than fundraising expenses	9b		0
c Net income or (loss) from special events. Subtract line 9b from line 9a	9c		0
10 a Gross sales of inventory, less returns and allowances	10a		0
b Less: cost of goods sold	10b		0
c Gross profit or (loss) from sales of inventory (attach schedule). Subtract line 10b from line 10a	10c		0
11 Other revenue (from Part VII, line 103)	11		7,675
12 Total revenue. Add lines 1e, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11	12		126,336
13 Program services (from line 44, column (B))	13		97,657
14 Management and general (from line 44, column (C))	14		31,593
15 Fundraising (from line 44, column (D))	15		8,967
16 Payments to affiliates (attach schedule)	16		0
17 Total expenses. Add lines 16 and 44, column (A)	17		138,217
18 Excess or (deficit) for the year. Subtract line 17 from line 12	18		-11,881
19 Net assets or fund balances at beginning of year (from line 73, column (A))	19		209,716
20 Other changes in net assets or fund balances (attach explanation)	20		-1
21 Net assets or fund balances at end of year. Combine lines 18, 19, and 20	21		197,834

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 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 a	Grants paid from donor advised funds (attach schedule) (cash \$ <u>0</u> noncash \$ <u>0</u>) If this amount includes foreign grants, check here <input type="checkbox"/>	22a 0	0		
22 b	Other grants and allocations (attach schedule) (cash \$ <u>0</u> noncash \$ <u>0</u>) If this amount includes foreign grants, check here <input type="checkbox"/>	22b 0	0		
23	Specific assistance to individuals (attach schedule)	23 0	0		
24	Benefits paid to or for members (attach schedule)	24 0			
25 a	Compensation of current officers, directors, key employees, etc. listed in Part V-A (attach schedule)	25a 32,360	16,180	12,944	3,236
b	Compensation of former officers, directors, key employees, etc. listed in Part V-B (attach schedule)	25b 0	0	0	0
c	Compensation and other distributions, not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) (attach schedule)	25c 0	0	0	0
26	Salaries and wages of employees not included on lines 25a, b, and c	26 0			
27	Pension plan contributions not included on lines 25a, b, and c	27 0			
28	Employee benefits not included on lines 25a - 27	28 0			
29	Payroll taxes	29 0			
30	Professional fundraising fees	30 0			
31	Accounting fees	31 5,140	2,056	2,827	257
32	Legal fees	32 0			
33	Supplies	33 3,235	1,780	1,132	323
34	Telephone	34 1,520	836	532	152
35	Postage and shipping	35 3,240	1,783	1,133	324
36	Occupancy	36 2,988	2,934	42	12
37	Equipment rental and maintenance	37 39,169	39,169		
38	Printing and publications	38 5,083	2,796	1,778	509
39	Travel	39 737	405	258	74
40	Conferences, conventions, and meetings	40 7,697	4,319	2,540	838
41	Interest	41 0			
42	Depreciation, depletion, etc. (attach schedule)	42 8,379	8,379	0	0
43	Other expenses not covered above (itemize):				
a	Dues and subscriptions	43a 500	275	175	50
b	Insurance	43b 4,912	2,743	1,687	482
c	Membership development	43c 5,900	728	3,687	1,485
d	Other expenses	43d 3,492	2,266	954	272
e	Product Cost	43e 6,349	3,492	1,904	953
f	Training workshops	43f 7,516	7,516	0	0
g		43g 0	0	0	0
44	Total functional expenses. Add lines 22a through 43g. (Organizations completing columns (B)-(D), carry these totals to lines 13-15)	44 138,217	97,657	31,593	8,967

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 \$ 0, (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 the instructions.)

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.

What is the organization's primary exempt purpose? ► Trail management and protection	Program Service Expenses
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)	(Required for 501(c)(3) and (4) orgs, and 4947(a)(1) trusts, but optional for others)
a The Arizona Trail is now estimated to total 806.8 miles including both the Flagstaff resupply route and equestrian bypass route. In 2006, 9.5 miles of trail were completed leaving 64 miles for ATA members, volunteers and partners to finish. Trail construction and positive efforts with land managers are currently underway to complete those last miles. see attached for addl detail (Grants and allocations \$) If this amount includes foreign grants, check here ► <input type="checkbox"/>	76,921
b Trail Stewards - From individuals to couples to group to fellow organizations. There were 65 stewards at the end of 2006. These good folks spend their time in both popular and remote areas of the AZT keeping the trail maintained for others to use. see attached for addl detail (Grants and allocations \$) If this amount includes foreign grants, check here ► <input type="checkbox"/>	20,736
c (Grants and allocations \$) If this amount includes foreign grants, check here ► <input type="checkbox"/>	
d (Grants and allocations \$) If this amount includes foreign grants, check here ► <input type="checkbox"/>	
e Other program services (attach schedule) (Grants and allocations \$) If this amount includes foreign grants, check here ► <input type="checkbox"/>	0
f Total of Program Service Expenses (should equal line 44, column (B), Program services) ►	97,657

Part IV Balance Sheets (See 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
Assets	45 Cash—non-interest-bearing	96,936	45	102,713
	46 Savings and temporary cash investments		46	
	47 a Accounts receivable	47a 0		
	b Less: allowance for doubtful accounts	47b 0	0	47c 0
	48 a Pledges receivable	48a 66,424		
	b Less: allowance for doubtful accounts	48b 0	77,486	48c 66,424
	49 Grants receivable		49	
	50 a Receivables from current and former officers, directors, trustees, and key employees (attach schedule)		0	50a 0
	b Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) (attach schedule)			50b
	51 a Other notes and loans receivable (attach schedule)	51a 0		
	b Less: allowance for doubtful accounts	51b 0	0	51c 0
	52 Inventories for sale or use		52	
	53 Prepaid expenses and deferred charges	4,261	53	4,258
	54 a Investments—publicly-traded securities. <input type="checkbox"/> Cost <input type="checkbox"/> FMV	0	54a	0
	b Investments—other securities (attach schedule). <input type="checkbox"/> Cost <input type="checkbox"/> FMV	0	54b	0
	55 a Investments—land, buildings, and equipment: basis	55a 0		
	b Less: accumulated depreciation (attach schedule)	55b 0	0	55c 0
	56 Investments—other (attach schedule)	0	56	0
	57 a Land, buildings, and equipment: basis	57a 30,373		
	b Less: accumulated depreciation (attach schedule)	57b 26,611	12,141	57c 3,762
58 Other assets, including program-related investments (describe <input type="checkbox"/> Investments held at the Arizona Community Foundation.)		18,892	58	20,676
59 Total assets (must equal line 74). Add lines 45 through 58		209,716	59	197,833
Liabilities	60 Accounts payable and accrued expenses		60	
	61 Grants payable		61	
	62 Deferred revenue		62	
	63 Loans from officers, directors, trustees, and key employees (attach schedule)	0	63	0
	64 a Tax-exempt bond liabilities (attach schedule)	0	64a	0
	b Mortgages and other notes payable (attach schedule)	0	64b	0
	65 Other liabilities (describe <input type="checkbox"/>)	0	65	0
	66 Total liabilities. Add lines 60 through 65	0	66	0
Net Assets or Fund Balances	Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74.			
	67 Unrestricted	158,292	67	169,045
	68 Temporarily restricted	46,424	68	23,789
	69 Permanently restricted	5,000	69	5,000
	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 and column (B) must equal line 21)	209,716	73	197,834
	74 Total liabilities and net assets/fund balances. Add lines 66 and 73.	209,716	74	197,834

Part IV-A Reconciliation of Revenue per Audited Financial Statements With Revenue per Return (See the instructions.)

N/A

a	Total revenue, gains, and other support per audited financial statements	a	
b	Amounts included on line a but not on Part I, line 12:		
1	Net unrealized gains on investments	b1	
2	Donated services and use of facilities	b2	
3	Recoveries of prior year grants	b3	
4	Other (specify):	b4	0
	Add lines b1 through b4	b	0
c	Subtract line b from line a	c	0
d	Amounts included on Part I, line 12, but not on line a:		
1	Investment expenses not included on Part I, line 6b	d1	
2	Other (specify):	d2	0
	Add lines d1 and d2	d	0
e	Total revenue (Part I, line 12). Add lines c and d	e	0

Part IV-B Reconciliation of Expenses per Audited Financial Statements With Expenses per Return N/A

a	Total expenses and losses per audited financial statements	a	
b	Amounts included on line a but not on Part I, line 17:		
1	Donated services and use of facilities	b1	
2	Prior year adjustments reported on Part I, line 20	b2	
3	Losses reported on Part I, line 20	b3	
4	Other (specify):	b4	0
	Add lines b1 through b4	b	0
c	Subtract line b from line a	c	0
d	Amounts included on Part I, line 17, but not on line a:		
1	Investment expenses not included on Part I, line 6b	d1	
2	Other (specify):	d2	0
	Add lines d1 and d2	d	0
e	Total expenses (Part I, line 17). Add lines c and d	e	0

Part V-A Current Officers, Directors, Trustees, and Key Employees (List each person who was an officer, director, trustee, or key employee at any time during the year even if they were not compensated.) (See the instructions.)

(A) Name and address	(B) Title and average hours per week devoted to position	(C) Compensation (If not paid, enter -0-.)	(D) Contributions to employee benefit plans & deferred compensation plans	(E) Expense account and other allowances
Name KENT TAYLOR Str 1148 E FLORENCE	Title PRESIDENT			
City CASA GRANDE ST AZ ZIP 85222	Hr/WK	0	0	0
Name JAN HANCOCK Str 805 N 4TH AVE. SU	Title DIRECTOR			
City PHOENIX ST AZ ZIP 85003	Hr/WK 1	0	0	0
Name LYN WHITE Str ONE NORTH CENT	Title SECRETARY			
City PHOENIX ST AZ ZIP 85004	Hr/WK 1	0	0	0
Name WENDV HODGSC Str 1201 N. GALVIN PA	Title DIRECTOR			
City PHOENIX ST AZ ZIP 85008	Hr/WK 1	0	0	0
Name RANDY WARNER Str 2901 N. CENTRAL S	Title TREASURER			
City PHOENIX ST AZ ZIP 85012	Hr/WK 1	0	0	0
Name TERRY HORNE Str 1540 E. SHEENA DE	Title DIRECTOR			
City PHOENIX ST AZ ZIP 85022	Hr/WK 1	0	0	0
Name SCOTT SUMMER Str 1301 NORTH CENT	Title VP FINANCE			
City PHOENIX ST AZ ZIP 85012	Hr/WK 1	0	0	0
Name BOB LANE Str 911 CENTRAL PAR	Title DIRECTOR			
City SAN ANTONIO ST TX ZIP 78232-505	Hr/WK 1	0	0	0
Name DALE SHEWALTE Str 10845 LINDA LANE	Title FOUNDER			
City FLAGSTAFF ST AZ ZIP 86004	Hr/WK 1	0	0	0
Name Cont Str Cont	Title			
City Cont ST AZ ZIP	Hr/WK	32,360	0	0

Part V-A Current Officers, Directors, Trustees, and Key Employees (continued)

Yes No

75 a	Enter the total number of officers, directors, and trustees permitted to vote on organization business at board meetings	24		
b	Are any officers, directors, trustees, or key employees listed in Form 990, Part V-A, or highest compensated employees listed in Schedule A, Part I, or highest compensated professional and other independent contractors listed in Schedule A, Part II-A or II-B, related to each other through family or business relationships? If "Yes," attach a statement that identifies the individuals and explains the relationship(s)	75b		X
c	Do any officers, directors, trustees, or key employees listed in Form 990, Part V-A, or highest compensated employees listed in Schedule A, Part I, or highest compensated professional and other independent contractors listed in Schedule A, Part II-A or II-B, receive compensation from any other organizations, whether tax exempt or taxable, that are related to the organization? See the instructions for the definition of "related organization." If "Yes," attach a statement that includes the information described in the instructions.	75c		X
d	Does the organization have a written conflict of interest policy?	75d	X	

Part V-B Former Officers, Directors, Trustees, and Key Employees That Received Compensation or Other Benefits (If any former officer, director, trustee, or key employee received compensation or other benefits (described below) during the year, list that person below and enter the amount of compensation or other benefits in the appropriate column. See the instructions.) N/A

(A) Name and address	(B) Loans and Advances	(C) Compensation (if not paid, enter -0-)	(D) Contributions to employee benefit plans & deferred compensation plans	(E) Expense account and other allowances
Name <u>N/A</u> Str _____ City _____ ST _____ ZIP _____				
Name <u>N/A</u> Str _____ City _____ ST _____ ZIP _____				
Name <u>N/A</u> Str _____ City _____ ST _____ ZIP _____				
Name <u>N/A</u> Str _____ City _____ ST _____ ZIP _____				
Name <u>N/A</u> Str _____ City _____ ST _____ ZIP _____				
Name <u>N/A</u> Str _____ City _____ ST _____ ZIP _____				
Name <u>N/A</u> Str _____ City _____ ST _____ ZIP _____				
Name <u>N/A</u> Str _____ City _____ ST _____ ZIP _____				
Name <u>N/A</u> Str _____ City _____ ST _____ ZIP _____				
Name <u>N/A</u> Str _____ City _____ ST _____ ZIP _____				

Part VI Other Information (See the instructions.)

Yes No

76	Did the organization make a change in its activities or methods of conducting activities? If "Yes," attach a detailed statement of each change	76		X
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	X	
78 a	Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return?	78a		X
b	If "Yes," has it filed a tax return on Form 990-T for this year?	78b	N/A	
79	Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement	79		X
80 a	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		X
b	If "Yes," enter the name of the organization ► _____ and check whether it is <input type="checkbox"/> exempt or <input type="checkbox"/> nonexempt			
81 a	Enter direct and indirect political expenditures. (See line 81 instructions.)	81a	0	
b	Did the organization file Form 1120-POL for this year?	81b		X

Part VI Other Information (continued)

		Yes	No
82 a	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?		X
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 N/A		
83 a	Did the organization comply with the public inspection requirements for returns and exemption applications?	X	
b	Did the organization comply with the disclosure requirements relating to <i>quid pro quo</i> contributions?	X	
84 a	Did the organization solicit any contributions or gifts that were not tax deductible?		X
b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	N/A	
85	501(c)(4), (5), or (6) organizations. a Were substantially all dues nondeductible by members?	N/A	
b	Did the organization make only in-house lobbying expenditures of \$2,000 or less? 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.	N/A	
c	Dues, assessments, and similar amounts from members	N/A	
d	Section 162(e) lobbying and political expenditures	N/A	
e	Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices	N/A	
f	Taxable amount of lobbying and political expenditures (line 85d less 85e)	N/A	
g	Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?	N/A	
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?	N/A	
86	501(c)(7) orgs. Enter: a Initiation fees and capital contributions included on line 12	N/A	
b	Gross receipts, included on line 12, for public use of club facilities	N/A	
87	501(c)(12) orgs. Enter: a Gross income from members or shareholders	N/A	
b	Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.)	N/A	
88 a	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		X
b	At any time during the year, did the organization, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," complete Part XI		X
89 a	501(c)(3) organizations. Enter: Amount of tax imposed on the organization during the year under: section 4911 N/A ; section 4912 N/A ; section 4955 N/A		
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		X
c	Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958	N/A	
d	Enter: Amount of tax on line 89c, above, reimbursed by the organization	N/A	
e	All organizations. At any time during the tax year, was the organization a party to a prohibited tax shelter transaction?		X
f	All organizations. Did the organization acquire a direct or indirect interest in any applicable insurance contract?		X
g	For supporting organizations and sponsoring organizations maintaining donor advised funds. Did the supporting organization, or a fund maintained by a sponsoring organization, have excess business holdings at any time during the year?		X
90 a	List the states with which a copy of this return is filed AZ		
b	Number of employees employed in the pay period that includes March 12, 2006 (See instructions.)	90b	0
91 a	The books are in care of Name Capitol Consulting Telephone no. 602.252.4794 Located at 2303 N. 3rd St City Phoenix ST AZ ZIP + 4 85004		
b	At any time during the calendar year, did the organization have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? If "Yes," enter the name of the foreign country	Yes	No
	See the instructions for exceptions and filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts.	91b	X

Part VI Other Information (continued)

Yes No

c At any time during the calendar year, did the organization maintain an office outside of the United States?

91c

X

If "Yes," enter the name of the foreign country

92 Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of Form 1041—Check here

and enter the amount of tax-exempt interest received or accrued during the tax year 92 N/A

Part VII Analysis of Income-Producing Activities (See 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 Meeting revenue					2,514
b					
c					
d					
e					
f Medicare/Medicaid payments					
g Fees and contracts from government agencies					
94 Membership dues and assessments					42,429
95 Interest on savings and temporary cash investments			14	1,295	
96 Dividends and interest from securities			14	1,377	
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					
102 Gross profit or (loss) from sales of inventory					
103 Other revenue: a PRODUCT SALES		0		0	7,675
b		0		0	0
c		0		0	0
d		0		0	0
e		0		0	0
104 Subtotal (add columns (B), (D), and (E))		0		2,672	52,618
105 Total (add line 104, columns (B), (D), and (E))					55,290

Note: Line 105 plus line 1e, Part I, should equal the amount on line 12, Part I.

Part VIII Relationship of Activities to the Accomplishment of Exempt Purposes (See 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).
94	Dues to support the goals of the organization - preserving and promoting trails in Arizona
103a	Gross proceeds of the sale of products promoting the association
93a	Revenue to compensate for meeting supplies and activities

Part IX Information Regarding Taxable Subsidiaries and Disregarded Entities (See 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
N/A	%		0	0
	%		0	0
	%		0	0
	%		0	0

Part X Information Regarding Transfers Associated with Personal Benefit Contracts (See 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).

Part XI

Information Regarding Transfers To and From Controlled Entities. Complete only if the organization is a controlling organization as defined in section 512(b)(13).

				Yes	No	
106	Did the reporting organization make any transfers to a controlled entity as defined in section 512(b)(13) of the Code? If "Yes," complete the schedule below for each controlled entity.					X

	(A) Name, address, of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
a				
b				
c				
Totals				0

				Yes	No	
107	Did the reporting organization receive any transfers from a controlled entity as defined in section 512(b)(13) of the Code? If "Yes," complete the schedule below for each controlled entity.					X

	(A) Name, address, of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
a				
b				
c				
Totals				0

				Yes	No	
108	Did the organization have a binding written contract in effect on August 17, 2006, covering the interest, rents, royalties, and annuities described in question 107 above?					X

Please Sign Here

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.

Signature of officer: David Hicks Date: 5/14/07

Type or print name and title: Executive Director - David Hicks

Paid Preparer's Use Only	Preparer's signature: <u>Carolyn Sechler</u>	Date: <u>5/8/2007</u>	Check if self-employed: <input type="checkbox"/>	Preparer's SSN or PTIN (See Gen. Inst. X): <u>P00008030</u>
	Firm's name (or yours if self-employed), address, and ZIP + 4: <u>Sechler CPA, PC</u> <u>921 E. Orange Dr., Phoenix, AZ 85014</u>	EIN: <u>86-0859647</u>	Phone no: <u>602-230-2700</u>	

SCHEDULE A
(Form 990 or 990-EZ)

Organization Exempt Under Section 501(c)(3)

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

OMB No 1545-0047

2006

Department of the Treasury
Internal Revenue Service

Supplementary Information—(See separate instructions.)

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

Name of the organization

Arizona Trail Association

Employer identification number

86-0762149

Part I Compensation of the Five Highest Paid Employees Other Than Officers, Directors, and Trustees
(See page 2 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
N/A				
Total number of other employees paid over \$50,000 ▶ None				

Part II-A 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
N/A		
Total number of others receiving over \$50,000 for professional services ▶ None		

Part II-B Compensation of the Five Highest Paid Independent Contractors for Other Services

(List each contractor who performed services other than professional services, whether individuals or firms. If there are none, enter "None." See page 2 of the instructions.)

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
N/A		
Total number of other contractors receiving over \$50,000 for other services ▶ None		

For Paperwork Reduction Act Notice, see the Instructions for Form 990 and Form 990-EZ.

Schedule A (Form 990 or 990-EZ) 2006

(HTA)

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 I of Part VI-B.)	1		X
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?	2a		X
b Lending of money or other extension of credit?	2b		X
c Furnishing of goods, services, or facilities?	2c		X
d Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)? See Part V, Form 990	2d	X	
e Transfer of any part of its income or assets?	2e		X
3 a Did the organization make grants for scholarships, fellowships, student loans, etc.? (If "Yes," attach an explanation of how the organization determines that recipients qualify to receive payments.)	3a		
b Did the organization have a section 403(b) annuity plan for its employees?	3b		X
c Did the organization receive or hold an easement for conservation purposes, including easements to preserve open space, the environment, historic land areas or historic structures? If "Yes," attach a detailed statement.	3c		X
d Did the organization provide credit counseling, debt management, credit repair, or debt negotiation services?	3d		X
4 a Did the organization maintain any donor advised funds? If "Yes," complete lines 4b through 4g. If "No," complete lines 4f and 4g.	4a		X
b Did the organization make any taxable distributions under section 4966?	4b		X
c Did the organization make a distribution to a donor, donor advisor, or related person?	4c		X
d Enter the total number of donor advised funds owned at the end of the tax year. ►	N/A		
e Enter the aggregate value of assets held in all donor advised funds owned at the end of the tax year. ►	N/A		
f Enter the total number of separate funds or accounts owned at the end of the tax year (excluding donor advised funds included on line 4d) where donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts. ►			
g Enter the aggregate value of assets held in all funds or accounts included on line 4f at the end of the tax year. ►			

Part IV Reason for Non-Private Foundation Status (See pages 4 through 7 of the instructions.)I certify that 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 ☐ City ☐ ST ☐ Country
- 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.)
- 11 a ☒ 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.)
- 11 b ☐ 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 otherwise meets the requirements of section 509(a)(3). Check the box that describes the type of supporting organization.
- ☐ Type I ☐ Type II ☐ Type III-Functionally Integrated ☐ Type III-Other

Provide the following information about the supported organizations. (See page 7 of the instructions.)

(a) Name(s) of supported organization(s)	(b) Employer identification number (EIN)	(c) Type of organization (described in lines 5 through 12 above or IRC section)	(d) Is the supported organization listed in the supporting organization's governing documents?		(e) Amount of support
			Yes	No	
Total					0

- 14 ☐ An organization organized and operated to test for public safety. Section 509(a)(4). (See page 7 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) 2005	(b) 2004	(c) 2003	(d) 2002	(e) Total
15 Gifts, grants, and contributions received. (Do not include unusual grants. See line 28.)	80,568	119,169	108,157	202,164	510,058
16 Membership fees received	42,765	16,850	1,533	7,773	68,921
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	526	463		1,217	2,206
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	1,405	1,255	890		3,550
19 Net income from unrelated business activities not included in line 18					0
20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					0
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					0
22 Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets			523	1,769	2,292
23 Total of lines 15 through 22	125,264	137,737	111,103	212,923	587,027
24 Line 23 minus line 17	124,738	137,274	111,103	211,706	584,821
25 Enter 1% of line 23	1,253	1,377	1,111	2,129	
26 Organizations described on lines 10 or 11:	a Enter 2% of amount in column (e), line 24				26a 11,696
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 2002 through 2005 exceeded the amount shown in line 26a. Do not file this list with your return. Enter the total of all these excess amounts.					26b 253,216
c Total support for section 509(a)(1) test. Enter line 24, column (e)					26c 584,821
d Add: Amounts from column (e) for lines:	18 3,550	19	22 2,292	26b 253,216	26d 259,058
e Public support (line 26c minus line 26d total)					26e 325,763
f Public support percentage (line 26e (numerator) divided by line 26c (denominator))					26f 55.70%
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:				
(2005)	(2004)	(2003)	(2002)		
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 11b, 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:					
(2005)	(2004)	(2003)	(2002)		
c Add Amounts from column (e) for lines:	15	16	17	20	21
d Add Line 27a total	and line 27b total				27d 0
e Public support (line 27c total minus line 27d total)					27e 0
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 0.00%
h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))					27h 0.00%
28 Unusual Grants: For an organization described in line 10, 11, or 12 that received any unusual grants during 2002 through 2005, 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 9 of the instructions.)

(To be completed ONLY by schools that checked the box on line 6 in Part IV)

		N/A	
		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)		
34 a	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? If you answered "Yes" to either 34a or b, please explain using an attached statement.	34b	
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 10 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**

(The term "expenditures" means amounts paid or incurred)

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

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 13 of the instructions)

Lobbying Expenditures During 4-Year Averaging Period

Calendar year (or fiscal year beginning in) ►	(a) 2006	(b) 2005	(c) 2004	(d) 2003	(e) Total
45 Lobbying nontaxable amount					0
46 Lobbying ceiling amount (150% of line 45(e))					0
47 Total lobbying expenditures					0
48 Grassroots nontaxable amount					0
49 Grassroots ceiling amount (150% of line 48(e))					0
50 Grassroots lobbying expenditures					0

Part VI-B Lobbying Activity by Nonelecting Public Charities

(For reporting only by organizations that did not complete Part VI-A) (See page 13 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

- 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
- h Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means
- i Total lobbying expenditures (Add lines c through h.)

Yes	No	Amount
	X	
	X	
	X	
	X	
	X	
	X	
	X	
	X	
		0

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

Line 1 (990) - Public Support and Contributions

	Cash	Non Cash
Line 1a - Contributions to Donor Advised Funds		
Line 1b - Direct public support		
1 Contributions	53,546	1
2 Membership dues and assessments (contributions from the public)		2
3 Commercial co-venture		3
4 Special events contributions (Line 9 - Special Events)	0	4
5		5
6		6
7		7
8		8
9		9
10 Total	53,546	10 0
Line 1c - Indirect public support		
Line 1d - Government contributions (grants)	17,500	

Line 20 (990) - Other Changes in Net Assets or Fund Balances

-1

Description		Total
1	ROUNDING	-1
2		
3		
4		
5		
6		
7		
8		
9		
10		
11		
12		
13		
14		
15		
16		
17		
18		
19		
20		

Line 48 (990) - Pledges Receivable

		Pledges receivable		Allowance for doubtful accounts	
		Beginning	End	Beginning	End
1	Pledges receivable	77,486	66,424		
2					
3					
4					
5					
6					
7					
8					
9					
10					
11	Total pledges receivable	77,486	66,424	0	0

Line 57 (990) - Land, Buildings, and Equipment

Land (net of any amortization)		Land (net of any amortization)	
		Beginning	End
1		0	0
2			
3			
4			
5			
6	Total land (net of any amortization)	0	0

Buildings and equipment		Buildings and equipment		Accumulated depreciation	
		Beginning	End	Beginning	End
7	Tools and equipment	11,973	11,973	7,192	11,891
8	Vehicles and trailers	18,400	18,400	11,040	14,720
9					
10					
11					
12					
13					
14					
15					
16					
17	Total buildings and equipment	30,373	30,373	18,232	26,611
18	Buildings and equipment (less accumulated depreciation)			12,141	3,762
19	Total land, buildings and equipment			12,141	3,762

Category or Item		Cost/Other Basis	Accumulated Depreciation	Book Value
1				
2				
3				
4				
5				
6				
7				
8				
9				
10				
11	Total	0	0	0

Line 58 (990) - Other Assets		18,892	20,676
		Beginning	End
1	Investments held at the Arizona Community Foundation	18,892	20,676
2			
3			
4			
5			
6			
7			
8			
9			
10			

Part VII, Line 103 (990) - Other Revenue

		Unrelated business income		Excluded by section 512, 513, or 514		
		(A)	(B)	(C)	(D)	(E)
Other Revenue Description		Business code	Amount	Exclusion code	Amount	Related or exempt function income
a	PRODUCT SALES					7,675
b						
c						
d						
e						
f						
g						
h						
i						
j						
k						
l						
m						
n						
o						
p						
q						
r						
s						
t						
u						
v						
w						
x						
y						
z						

Line 22 (Sch A (990/990-EZ)) - Other Income

Description		(a) 2005	(b) 2004	(c) 2003	(d) 2002	(e) Total
1	EQUIPMENT		0	523	1,769	2,292
2						0
3						0
4						0
5						0
6						0
7						0
8						0
9						0
10						0
Total of Other Income		0	0	523	1,769	2,292

Line 10c (990) - Gross Profit from Sale of Inventory

0

0

0

Category		Gross Sales	Cost of Goods Sold	Net
1				0
2				0
3				0
4				0
5				0
6				0
7				0
8				0
9				0
10				0
11				0
12				0
13				0
14				0
15				0
16				0
17				0
18				0
19				0
20				0

Name	Street Address	City	State	ZIP code	Title	Hours per week	Program Services Compensation
ERIC SMITH	2925 N NAVAJO PLACE	CHINO VALLEY	AZ	86323	DIRECTOR	1	
ERIC HISER	7272 E INDIAN SCHOOL RD, SUITE 205	SCOTTSDALE	AZ	85251	DIRECTOR	1	
ROBERT SCHULER	ONE N CENTRAL , SUITE 1200	PHOENIX	AZ	85004	DIRECTOR	1	
BAS AJA	22803 WEST GIBSON LANE	BUCKEYE	AZ	85326	DIRECTOR	1	
MARTIN L SHULTZ	PO BOX 53999 STATION 9020	PHOENIX	AZ	85072	DIRECTOR	1	
STEVE ANDERSON	901 S SANTA ANA DRIVE	TUCSON	AZ	85710	DIRECTOR	1	
RUSSELL SMOLDON	P O BOX 52026 # PAB211	PHOENIX	AZ	85072-2025	DIRECTOR	1	X
LISA ATKINS	400 E VAN BUREN , SUITE 825	PHOENIX	AZ	85004	DIRECTOR	1	
EMILY NOTTINGHAM	3355 N VIEWEREST DR	TUCSON	AZ	85745	DIRECTOR	1	
BOB BOHANNAN	7277 LINDSAY ROAD	FLAGSTAFF	AZ	86004	DIRECTOR	1	
DOUG WHITNEYBELL	3254 E MALAPAI DR	PHOENIX	AZ	85028	DIRECTOR	1	
WENDY ERICA WERDEN	13560 E KAHLUA ROAD	VAIL	AZ	85641	DIRECTOR	1	
TERRY WOOLSTON	300 W BERRIDGE LANE	PHOENIX	AZ	85013	DIRECTOR	1	
GARY HOHNER	6456 E NIGHT GLOW CIRCLE	SCOTTSDALE	AZ	-	DIRECTOR	1	
FRED GAUDET	276 S VAL VISTA ROAD	APACHE JUNC	AZ	85219	DIRECTOR	1	
DAVE HICKS	1220 E GARDENIA	PHOENIX	AZ	85020	EXECUTIVE DIRECTOR	1	X

Name	2002	2003	2004	2005	Contribution	To Exceed	Excess
American Express						11,696	
Pulliam Charitable Trust	100,000	80,000	50,000		230,000	11,696	218,304
Resolution Copper			20,000		20,000	11,696	8,304
APS	10,000	10,000	10,000		30,000	11,696	18,304
Phelps Dodge			10,000	10,000	20,000	11,696	8,304
Terry Woolson Motorcy.				6,500	6,500	11,696	0
Booz Allen Hamilton, INC				5,000	5,000	11,696	0
Salt River Project				5,000	5,000	11,696	0
	<u>110,000</u>	<u>90,000</u>	<u>90,000</u>	<u>26,500</u>	<u>316,500</u>		<u>253,216</u>

Arizona Trail Association
Depreciation Expense
EIN 86-0762149
2005

Equipment		Cost	BOY Accum dep	CY depreciation	Y Accum D	Ending Book Value
Trailers	9/1/2000	2,234	2,234	0	2,234	0
1996 AMerican Trailer	11/1/2002	2,138	1,711	427	2,138	0
2000 BX trailer	5/1/2002	2,138	1,711	427	2,138	0
Website design	1/1/2002	4,027	4,027	0	4,027	0
Trail development tools	10/1/2000	1,153	906	165	1,071	82
Prntr	10/1/2001	283	283	0	283	0
		<u>11,973</u>	<u>10,872</u>	<u>1,019</u>	<u>11,891</u>	<u>82</u>
Vehicles						
1996 Ford Bronce	1/1/2003	<u>18,400</u>	<u>11,040</u>	<u>3,680</u>	<u>14,720</u>	<u>3,680</u>
		<u>18,400</u>	<u>11,040</u>	<u>3,680</u>	<u>14,720</u>	<u>3,680</u>
		<u>30,373</u>	<u>21,912</u>	<u>4,699</u>	<u>26,611</u>	<u>3,762</u>



By-Laws
of
Arizona Trail Association

An Arizona non-profit Corporation

ID: 86 0762149

Arizona Trail Association
Box 36736
Phoenix, AZ 85067

(602) 252-4794

Revised 7/20/2006

Arizona Trail Association
Box 36736
Phoenix, AZ 85067
Form 1023
86 0762149

By-Laws
of
Arizona Trail Association
An Arizona non-profit Corporation

Revised 7/20/2006

ARTICLE I

GENERAL PROVISIONS

1. Name: The name of this Corporation shall be the Arizona Trail Association (hereafter deferred to as the "Association").

2. General Purpose: The Association is organized operated exclusively for charitable purposes within the meaning of Section 501 (c)(3) of the Internal Revenue Code of 1986 as amended.

3. Specific Purposes: The specific purposes of this Association are:

A. To promote and coordinate the establishment, construction and maintenance of a non-motorized, long distance trail generally known as the Arizona Trail;

B. To encourage an appreciation for the preservation of the natural scenic, cultural and historic resources of the State of Arizona;

C. To Coordinate development and maintenance among the various land owners, parties and governmental agencies with an interest in the Arizona Trail;

D. To promote the use and support of the Arizona Trail and to develop a broad base of public and private support for the Arizona Trail and to disseminate information to the public relating to the Arizona Trail;

E. The Association shall have authority to engage in all lawful actions consistent with these specific purposes including without limitation authority to receive, preserve and disburse funds to receive property (whether real, personal or mixed) by gift, grant or purchase and to acquire real property or partial interest therein, including right of way, easement and conservation easements.

4. Political Activities: No substantial part of the activities of this Association shall consist of carrying on propaganda, or otherwise attempting to influence legislation, and the Association shall not participate or intervene in any political campaign on behalf of any candidate for public office.

ARTICLE II

PLACE OF BUSINESS

1. Principal Office: The Association shall maintain its principal office at the address of its statutory agent. The present statutory agent is Robert C. Bohannon, Jr. and his address is 27202 North 150th Street, Scottsdale, AZ 85262

2. Mailing Address: The mailing address of the Association shall be P.O. Box 36736, Phoenix, AZ 85067.

3. Other Offices: The board may at any time establish branch or subordinate offices at any place or places where Association is qualified to conduct its activities.

ARTICLE III

MEMBERS

1. Member Qualifications: Any individual or organization supporting the specific purposes of this Association as set forth in Article I, paragraph 3 of these By-Laws may become a member of this Association by fulfillment of the requirements of membership as those requirements may from time-to-time be established by the Board of Directors. The Board of Directors may establish categories of membership and further, establish dues and fees schedules for the various categories for members. A membership shall terminate or occurrence of any of the following events:

- A. Resignation of a member;
- B. Expiration of the period of membership, unless the membership is renewed;
- C. Failure of a member to pay dues and/or fees as set by the Board of Directors; and
- D. Removal by vote of 2/3 of the Board of Directors for conduct inconsistent with the specific purposes of this Association and contrary to the best interests of this Association.

2. Annual Meetings of Members: The annual meeting of the members of the Association shall be held at the principal office of the Association or such other place within the state of Arizona as may be designated by the Board of Directors on the 1st Saturday of February each year commencing with the year 1995, for the election of directors and the transaction of such other business as properly may be brought before the meeting. It shall be the duty of the secretary to mail notice of each meeting not less than 10, nor more than 30 days prior to the

date of the meeting to each member at his address as the same appears on records of the Association.

3. Quorum: Those members present in person or by proxy at a properly noticed meeting in accordance with the By-Laws, irrespective of whether or not the same shall be a majority of the members, shall constitute a quorum.

4. Voting: Each member shall have one vote. Each organizational member may name a representative to vote on behalf of the organization. A member may vote either in person or by proxy executed, in writing, by the member. No proxy shall be voted after 11 months from the date of its execution.

5. Transfer of Membership: Membership shall have no monetary value. The Association shall not be authorized to issue stock to its members. Membership shall not be sold, transferred, assigned or pledged.

ARTICLE IV

DIRECTORS

1. Board of Directors: The business and property of the Association shall be managed and controlled by the Board of Directors.

2. Powers: The Board of Directors shall control and manage the affairs, funds and property of the Association and shall have the power to amend the articles of Incorporation and the power to adopt, amend and repeal these By-Laws in accordance with these By-Laws and to adopt necessary rules and regulations for the conduct of the affairs of the Association as may from time to time seem proper.

3. Qualification of Directors: Any adult member of the Association demonstrating an interest in the Arizona Trail and the purposes of this Association may serve as a Director.

4. Composition of Board of Directors:

A. The board of Directors shall be comprised of not less than 3 Directors nor more than 24 Directors. The initial Board of Directors named in the Articles of Incorporation shall at the organizational meeting of the Association establish the number of Directors to serve until an increase or decrease is voted by the whole Board of Directors.

B. The Board of Directors shall be comprised of Regional Directors and At Large Directors. Not less than 1/3 of the total number of Directors shall be Regional Directors. All other Directors shall be At Large Directors. Regional Directors shall have their primary residence within their respective region. There shall be 3 regions, namely: The northern Region identified as that portion of Arizona north of the Mogollon Rim; The Central Region defined as that portion of Arizona between the Mogollon Rim and the

Gila River; and the Southern Region defined as that portion of Arizona south of the Gila River. At all times the Board of directors shall have at least 1 regional Director for each respective region.

5. Election of Directors:

A. Directors to serve until the first annual meeting of the membership shall be appointed by the initial Directors named in the articles of Incorporation of the Association. The names and addresses of these charter directors of the Board of Directors are:

Steve Anderson
901 s. Santa Ana Dr.
Tucson, AZ 85710

Wil Passow
8422 E. Vernon Ave.
Scottsdale, AZ 85257

Bob Bohannon
27202 N. 150th St.
Scottsdale, AZ 85255

Dean Prichard
High Jinks Ranch
P. O. Box 724
Oracle, AZ 85623

Elizabeth Drake
8003 E. Del Tornasol
Scottsdale, AZ 85258

Bob Schuetz
3327 E. Lakespur Dr.
Phoenix, AZ 85032

Jan Hancock
805 N. 4th Ave., Ste. 703
Phoenix, AZ 85003

Dale Shewalter
P. O. Box 562
Flagstaff, AZ 86002

David Kurecian
7510 E. Thomas Rd., #112
Scottsdale, AZ 85251

B. Commencing with the first annual meeting of the membership, Directors shall be elected by the members at the annual meeting of the membership except as provided in the following paragraph 7 of this article.

C. At the first election of Directors to be conducted at the first annual meeting of the membership 1/3 of the Directors shall be elected for a term of 1 year, 1/3 of the directors shall be elected for a term of 2 years and the remained Directors shall be elected for a term of 3 years. Thereafter Directors shall be elected for terms of 3 years or until their successors are elected and qualified. Directors shall take their office effective immediately.

6. Meetings:

A. Annual Meeting: The annual meeting of the Board of directors shall be held on the 1st Saturday of February of each year immediately following the annual meeting of the membership. The Board of Directors shall meet for the purpose of electing officers and for the transaction of any other business that may properly come before the meeting.

B. Regular Meetings: Regular meetings of the Board of Directors shall be held on the call of the President or Secretary on not less than 5 days notice to each Director. Notice may be given personally, by mail or telephone. Regular meetings of the Board of Directors shall also be called by the Secretary at the request of 1/3 of the Directors.

C. Quorum: One-third of the membership of the Board of Directors shall constitute a quorum and the concurrence of a majority of those present shall be sufficient to conduct the business of the Board, except as may be otherwise specifically provided by statute or by the Articles of Incorporation. If a quorum shall not be present at any meeting of the Board of Directors, the Directors then present may adjourn the meeting to another time or place, without notice other than announcement at the meeting, until a quorum be present.

C. Action Without Meeting: Any action required or permitted to be taken at any meeting of the Board of Directors, or of any committee thereof, may be taken without a meeting, if all members of the Board or committee, as the case may be, consent thereto in writing, and the writing or writings are filed with the Minutes of proceedings of the Board or committee.

D. Waiver of Notice: Attendance of a Director at a meeting shall constitute a waiver of notice of such meetings, except when the person attends the meeting for the express purpose of objecting to the transaction of any business because the meeting is not lawfully called or convened. Any Director may waive notice of any annual, regular or special meeting of Directors by executing a written notice of waiver either before or after the time of the meeting.

7. Vacancies: Vacancies resulting from resignation, removal, disability or death of a Director may be filled by the affirmative vote of a majority of the remaining Directors, and the Director so chosen shall hold office until the next annual election and until a successor is duly elected and qualified, unless sooner displaced.

8. Resignation and Removal: Any Director may resign by filing a written resignation with the Secretary. Any Director may be removed from office by the affirmative vote of TWO THIRDS (2/3) of the Directors entitled to vote taken at any special meeting of Directors called for that purpose, and for any reason deemed sufficient by the Directors, including failure to attend meeting or to participate in the affairs of the Association.

9. Compensation: Directors shall serve without salary or other compensation. However, subject to approval of the Board of Directors, Directors may be reimbursed for expenses incurred or to be incurred on behalf of the Association.

ARTICLE V

OFFICERS

1. Designation of Titles: The officers of the Association shall be: President, Vice President(s), Secretary, Treasurer, Chief Steward and such other officers as the Board of Directors deems necessary and appropriate. Except as provided in paragraph 7 of this Article, all officers shall be elected by the Board of Directors from among the members of the Association. Officers shall take their office immediately following their election. Each officer shall hold office for one (1) year or until their successor is qualified, unless earlier resignation or removal by the Board for any reason. Each of the officers shall perform the duties usually incident to the respective office, including those specified hereafter, and such other duties as may be assigned by the Board. Any two (2) offices may be held by the same person, except that the President may not serve concurrently as any other officer.

2. Appointment: The Nominating Committee as defined in Article VI, paragraph 6, shall select and recommend officer candidates to the Board of Directors. The officers of the Association shall be elected by majority vote of the members of the Board of Directors present at the annual meeting. Officers for newly created positions or to fill a vacancy shall be elected by majority vote of the members of the Board of Directors at any duly called meeting. Officers elected by the Board shall serve for a one (1) year term or until their successor is qualified, with the possibility of reelection, unless the Board provides for a shorter term in electing the officer.

3. President: The President shall preside at all meetings of the Board of Directors. The President shall be an ex-officio member of all committees established by the board. The President shall have and exercise general charge and supervision of the affairs of the Association and shall perform such other duties as may be assigned by the Board.

4. Vice Presidents: In the absence of the President, or in the event of the President's death, disability, or refusal to act, the Vice Presidents, in the order specified by the Board, shall perform the duties of the President, and when so acting shall have all the powers and be subject to all the restrictions upon the President. The Vice Presidents shall have such powers and discharge such duties as may be assigned from time to time by the President or by the Board.

5. Secretary: The Secretary shall have charge of such books, documents, and papers as the Board of Directors may determine. The Secretary shall attend and keep the minutes of all meetings of the Board of Directors unless otherwise assigned. The Secretary shall in general perform all the duties incident to the office of Secretary, subject to the control of the Board of Directors, and shall perform such other duties as may be assigned by the Board of Directors.

6. Treasurer: The Treasurer shall invest and maintain the Association's funds in a manner approved by the Board of Directors and shall

keep the Board of Directors advised of the state of the Association's finances. The Treasurer shall present a financial report to the members at the annual meeting of the membership and shall provide financial reports to the Board of Directors at all regular meeting of the Board Of Directors at all regular meeting of the Board, or as may be requested. At all times when the value of the assets of the Association exceed \$5,000.00 the Treasurer shall be bonded. Bond premium for the Treasurer shall be borne by the Association.

7. Vacancies: A vacancy in any office shall be filled by a majority vote of the Directors then in office and the officer so elected shall hold office and serve until the next annual meeting of the Board of Directors.

8. Chief Steward: The Chief Steward shall appoint and remove regional and segment stewards in consultation with the President and other officers and staff of the Association. The Chief Steward shall hold office for a one (1) year term and is eligible for reelection.

a. The Chief Steward shall be an Association member and trail volunteer.

b. The Chief Steward shall be elected by the regional and segment stewards from a list of candidates approved by the Board, except any regional or segment steward submitting a petition with the signature of any two active regional or segment stewards shall be included on such list. The candidate receiving a plurality of votes shall be elected.

c. In the event the Chief Steward is removed, the President shall appoint an Acting Chief Steward until the regional and segment stewards elect a new Chief Steward.

9. Vacancies: A vacancy in any office, except Chief Steward, shall be filled by a majority vote of the Directors then in office and the officer so elected shall hold office and serve until the next annual meeting of the Board of Directors or until his or her successor is qualified. Vacancies in the Chief Steward shall be filled in accordance with paragraph 7.

10. Compensation: Officers shall serve without salary or other compensation. However, subject to approval of the Board of Directors, officers may be reimbursed for expenses incurred on behalf of the Association.

ARTICLE VI

COMMITTEES

1. Committees: The Board may create such committees as it deems necessary to further the purposes of the Association. Members need not be officers or Directors. Members of committees shall be appointed in accordance with the Board resolution creating the committee, except that the President may appoint, subject to approval by a majority of the Directors then in office, any committee not otherwise provided for by Board resolution. Members of all

committees serve one-year terms or until their successors are appointed and may be dismissed or reappointed at the pleasure of the Board of Directors.

2. Powers: Committees shall exercise such powers and authority in management of the business and affairs of the Association as shall be designated by the Board of Directors.

3. Reporting to the Board: Committees are responsible to the Board of Directors and each committee chairperson shall make a report to the Board of Directors of each of his/her committee's meetings at the first succeeding Board of Directors meeting. Each committee chairperson shall be a member of the Board.

4. Standing Committees: The standing committees shall consist of, but not be limited to, the follows:

- (a) Executive Committee.
- (b) Nominating Committee.
- (c) Finance and Development Committee.

5. Executive Committee: The Executive Committee shall be composed of the President, Treasurer and such other members as the Board of Directors may approve. The Executive Committee shall be composed of not less than five members, a majority of whom shall be directors. A quorum of three directors or one half plus one of the members, whichever is greater, is established for the transaction of business assigned by the Board.

6. Nominating Committee: The nominating committee will prepare a slate of candidates for each expiring and vacant seat on the Board of Directors for submittal to the membership for vote at the annual meeting. Prior consent of each candidate must be obtained. The secretary will notify all members of this slate not less than ten (10) days prior to the annual meeting. Additional nominations for seats on the Board of directors may be made from the floor during the annual meeting, if the consent of the nominee has been obtained. The nominating committee also shall submit a slate of candidates for officers for the Board of directors at the annual meeting of the Board of Directors. Additional candidates may be nominated from the floor during the annual meeting of the Board of Directors, if the consent of the nominee has been obtained.

7. Finance and Development Committee: The Finance and Development Committee shall oversee the membership activities and development, fund raising, public information activities and such other activities as may be assigned by the Board of Directors.

8. Advisory Council: The Board of Directors may appoint a council of advisors consisting of persons of suitable stature and knowledge to provide guidance and advice on the conduct and policies of the Corporation.

ARTICLE VII

STAFF

The Board, by majority vote of the Directors, may employ an Arizona Trail Director and such other employees as the Board deems advisable. The Board may also establish compensation and terms of employment of any employee of the Association. An employee of the Association may not concurrently serve as a Director of the Association.

ARTICLE VIII

FISCAL YEAR AUDIT AND FINANCE

1. Fiscal Year: The fiscal year of the Association shall be the calendar year.
2. Audit: Upon request of the majority of the Board of Directors or upon the request of 10% of the membership, the books of the Association shall be audited by an independent accountant.
3. Finance: All funds of the Association shall be maintained at a Bank Account at the National Bank of Arizona in Phoenix or such other accounts as the Board of directors may from time to time designate. Checks drawn on the Association's bank account shall require two (2) signatures being those of any two officers or such other persons as the Board may from time to time designate.

ARTICLE IX

INDEMNIFICATION AND EXEMPTION

The Association shall indemnify each of its officers, Directors, and employees, whether or not then in office (and its executors, administrators, and heirs) against all reasonable expenses actually and necessarily incurred by him or her, including but not limited to judgments, Attorney's fees, and court costs in connections with the defense of any litigation or administrative proceeding to which he or she may have been made a party because he or she is or was a Director, officer, or employee of the Association, provided, however, he or she shall have no right to reimbursement in relation to matters which he or she has been adjudged liable to the Association. The private property of the member,

Directors, officers, employees and independent contractors shall be forever exempt from all Association debt and liabilities of any kind.

ARTICLE X

INSPECTION RIGHTS

Every Director shall have the absolute right at any reasonable time to inspect the Association's books, records, documents of every kind and physical properties. The inspection may be made in person or by the Director's agent or attorney. The right of inspection includes the right to copy and made extracts of documents.

ARTICLE XI

CONFLICT OF INTEREST

No member of the Board, officer, or other person exercising supervisory power in the Association or any of their close relatives can be individually benefited from receipt of grant funds of services.

ARTICLE XII

ROBERTS RULES OF ORDER

The then current issue of ROBERTS RULES OF ORDER shall govern at all meetings of the Association.

ARTICLE XIII

DISTRIBUTIONS UPON DISSOLUTION

In the event of the dissolution of the Corporation for any reason, any assets of the Corporation remaining after compliance with Arizona State law shall be distributed to a related-purpose nonprofit fund, foundation or corporation which is operated exclusively for charitable purposes and which has established its tax-exempt status under Section 501©(3) of the Internal Revenue Code of 1986, as amended (or any successor statutes).

ARTICLE XIV

AMENDMENTS

These By-Laws may be amended or repealed and new by-Laws may be adopted by a vote of 2/3 of the Directors of the Association at any regular or special meeting called or by resolution for such purposes.

Adopted at the Organizational Meeting of the Board of Directors on July 23, 1994.

Kent Taylor

President

ATTEST:

Lyn White

Secretary