



**SPECIAL PURPOSE
FINANCIAL STATEMENT
Year Ended December 31, 2021**

with

Independent Accountants' Review Report

COLUMBIA RIVER PILOTS

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Independent Accountants' Review Report

The Members
Columbia River Pilots

We have reviewed the accompanying special purpose financial statement of Columbia River Pilots for the year ended December 31, 2021, and the related notes to special purpose financial statement. A review includes primarily applying analytical procedures to management's financial data and making inquiries of company management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the special purpose financial statement taken as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility for the Special Purpose Financial Statement

Management is responsible for the preparation and fair presentation of the special purpose financial statements in accordance with the financial reporting provisions of Oregon Administrative Rule (OAR) 856-025-0050 promulgated by the Oregon Board of Maritime Pilots. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of a special purpose financial statement that is free from material misstatement whether due to fraud or error.

Accountants' Responsibility

Our responsibility is to conduct the review engagement in accordance with *Statements on Standards for Accounting and Review Services* promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants (AICPA). Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the special purpose financial statement for it to be in accordance with the financial reporting provisions of OAR 856-025-0050. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of Columbia River Pilots and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our reviews.

Accountants' Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying special purpose financial statement in order for them to be in accordance with the financial reporting provisions of OAR 856-025-0050.

Basis of Accounting

We draw attention to *Note 1* of the special purpose financial statement, which describes the basis of accounting. The special purpose financial statement has been prepared in accordance with the financial reporting provisions of OAR 856-025-0050, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to comply with the financial reporting provisions of the regulatory requirement referred to above. Our conclusion is not modified with respect to this matter. As a result, the special purpose financial statement may not be suitable for another purpose.

Restriction on Use

Our report is intended solely for the information and use of the management of Columbia River Pilots and the Oregon Board of Maritime Pilots and is not intended to be, and should not be, used by anyone other than these specified parties.

Lake Oswego, Oregon
May XX, 2022

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COLUMBIA RIVER PILOTS
Special Purpose Financial Statement
(See Independent Accountants' Review Report)

Years Ended December 31,	2021
Income:	
Gross pilotage revenue	\$ 35,050,149
Expenses:	
Operating expenses <i>(Note 2)</i>	4,225,057
Payments to retirees	2,522,896
Pilot continuing professional development expenses	306,726
Pilot expense reimbursements	229,825
Oregon Board of Maritime Pilots operations fee	74,650
Total expenses	7,359,154
Total cash available for distribution to Pilots	27,690,995
Pilot benefits:	
Pension <i>(Note 3)</i>	4,171,871
Medical insurance	1,012,306
Disability and life insurance	390,761
Sick leave	667,972
Equipment	131,600
Total Pilot benefits	6,374,510
Net cash available for distribution to Pilots	21,316,485
Number of Pilots	43.57
Net cash available for distribution per Pilot	\$ 489,247

The accompanying notes are an integral part of the financial statement.

COLUMBIA RIVER PILOTS

Notes to Special Purpose Financial Statements

1. Organization and Summary of Significant Accounting Policies

Organization - Columbia River Pilots (COLRIP) is an association organized for the mutual benefit of its individual members facilitating the pilotage of vessels on the Columbia River and the distribution of the income realized therefrom.

The significant accounting policies followed by COLRIP are described below to enhance the usefulness of the special purpose financial statement to the reader.

Basis of Accounting - COLRIP has prepared the accompanying special purpose financial statement to present net cash available for distribution per pilot pursuant to the financial reporting provisions of Oregon Administrative Rule (OAR) 856-025-0050 promulgated by the Oregon Board of Maritime Pilots, which is a basis of accounting other than accounting principles generally accepted in the United States of America (GAAP). The regulation specifies that COLRIP prepare the special purpose financial statement in which gross pilotage revenue and certain expenses and pilot benefits are presented on the cash basis of accounting. This basis of accounting differs from GAAP primarily because revenues are recognized when received rather than when earned, and expenses are recognized when paid rather than when incurred.

2. Related-Party Transaction

The Astoria living quarters, Astoria office, Astoria training room, Portland office, and all equipment and vehicles are leased from Tonquin Resources, Ltd. (Tonquin), which is owned 100 percent by members of COLRIP, with lease terms through June 30, 2024.

3. Pension and Retirement

COLRIP offers pension and retirement benefits to pilots and employees who meet certain eligibility requirements. Eligible pilots and employees may also make voluntary contributions. Total pension and retirement expense of COLRIP was \$3,287,592 for the year ended December 31, 2021.

4. Subsequent Events

Management has evaluated subsequent events through **May XX, 2021**, the date the financial statement was available for issue.