

VANCOUVER

Tom Sanford, Executive Director Chuck Hagele, Chief Operating Officer Nancy Rader, Administrative Assistant Bonnie Sanford, Janitorial/Landscape* DeAnna Swetnam, Accountant NancyAnne Ward, Admissions Coordinator Darlene Waybright, Clerical Assistant*

GOLDENDALE

Don Daniel, Maintenance Gary Garvin, Maintenance Supervisor Carlyle Mason, Project Superintendent

BOISE

Jennifer Matoske, Development Director

GARDEN VALLEY

ADMINISTRATION & COUNSELING Gary Lynde, M.A., Interim Ranch Coordinator Colleen Donald, M.A., Treatment Coordinator Pam Doyle, PhD., School Psychologist* Stephanie Ross, M.S.W., Treatment Therapist Curt Shirer, PhD, Treatment Therapist Jim Smith, B.A., Treatment Therapist Sarah Smith, M.A., Treatment Therapist **EDUCATION** Elizabeth Thorpe, M.S.A., Director of Education Sharon Fry, M.A., Education **OTHER STAFF** Doraline Ahlers, Direct Care Craig Allen, Maintenance Sarah Allen, Cook Bryan Brutsman, Direct Care Chuck Byard, Ass't. Girl's Dorm Director **Richard Callant, Direct Care** Clara Chard, Direct Care Daren Chard, Direct Care Amy Dovel, Nurse* Terry Grimm, Direct Care* David Holladay, Direct Care Joanne Holladay, Direct Care Jeanne Lancaster, Direct Care Daryl Langworthy, Direct Care* Angel Leon, Direct Care Rosie Leon, Direct Care Ron Miller, Maintenance* **Colleen Plotner, Direct Care** JoElla Purviance, Shopper/Secretary Sarah Reddix, Direct Care Robert Ross, Head Cook Wes Smith, Direct Care Denise Tank, Administrative Assistant Elizabeth Thomsen, Direct Care* Gary VanDyk, Interim Chaplain Jason VanDyk, Direct Care Marge VanDyk, Girl's Dorm Director Mike VanDyk, Boy's Dorm Director Spencer Walters, Ass't. Boy's Dorm Director Sandy Webster, Direct Care* *Part time

annual report

from the chairman

Dear Friend of PATCH:

It's my privilege each year to write a few comments in this Annual Report on behalf of the PATCH Board of Trusteessort of a way to *connect* you with what is going on at PATCH from our perspective. You know, a lot is being written and discussed these days about the concept of connectedness. With voicemail and email and text-messaging it's now



possible to *connect* with literally dozens of people each day, and yet never really *connect* in a personal way. And by that I mean face to face, or with spoken voice.

The national statistics are staggering. You've probably read them as I have. For example, the average adolescent spends less than five minutes per day in conversation with his or her father. And more than 50% of American adolescents don't even have a father figure in the home to converse with. And most kids in America receive less than 30 seconds per day of physical touching by a parent. Is it any wonder that adolescents reach out to drugs, sex, and gangs to find a *connectedness* in their lives?

Jesus really knew a lot about *connectedness*. One day he met a leper who was forced by the society of that day to sit alone and cry out, "I'm unclean." And when he saw Jesus he implored of Him, "Lord, if you desire, you can make me clean." Jesus responded with, "I do desire that, be clean." But before He said that, Jesus broke all medical and social rules of the day by reaching out and physically touching this unclean leper. Wow! What an example for us.

The staff at PATCH have learned a lot about *connectedness* also. It is thrilling to attend the graduation services of the kids, just prior to their leaving for home after their time at PATCH. Each one singles out one or two staff members with whom they've connected-someone who has demonstrated the love of God in a way that helped restore healing and hope to a troubled and broken life. And that, in a nutshell, is what PATCH is all about.

On behalf of the Board and the staff and especially the kids at PATCH, I thank you for your prayers and financial support of our ministry this year. Thanks for being connected to PATCH.

Harlan R. Lephart no Harlan R. Gephart, MD

PROJECT PATCH BOARD MEMBERS

Chairman: Harlan Gephart, Woodinville, WA Vice Chairman: Teryl Monson, LaConner, WA Secretary: Tom Sanford, Vancouver, WA President: Sam LeFore, Milton-Freewater, OR Personnel Chair: LeEllen Bradshaw, Pasco, WA Phyllis Bohlman, Meridian, ID

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Gilbert Plubell, Boring, OR Irwin Rogers, Boise, ID Hans Thygeson, Salem, OR Roger VanSanten, Salem, OR Nita Vining, Salem, OR* *Member Emeritus

from the director

Project PATCH has been blessed in the past few years with a couple of large gifts—we call them "Gifts of Grace." These Gifts of Grace have been a real blessing to us, but they aren't a complete answer to PATCH's financial needs and, in one case, the money isn't even ours. Let me explain the conditions of these large Gifts of Grace lest anyone believe we no longer need their donations.

Gift No. 1: In the spring of 2004 a man at an Executive Officers Club (EOC) meeting in Portland, Oregon, introduced himself to me. The introduction was very casual. He visited our PATCH display and bought one of my books. I had no inclination of how significant this encounter would be.

Late in December he called and revealed that he was a trustee of the Alan James Fund. It still didn't make much sense, but I listened—wondering if he wanted money for something. He explained that Alan James was a principal owner and Chairman of the Board for the Gunderson and Greenbriar Companies (they manufacture railroad cars in Lake Oswego, OR). In short, his call was to let me know that Alan James had deposited \$13.3 million into the Oregon Community Foundation and that PATCH was to be the beneficiary of twenty percent (20%) of that fund.

No doubt you are thinking what we did at first the \$2.6 million would belong to PATCH. However, that is not the case; PATCH is only the beneficiary of the interest on that money, which is never more than four-and-a half percent (4.5%). Oregon Community Foundation owns and controls the money, its income and the amount paid out. If at any time PATCH were to change its mission, become inconsistent with its charitable purposes, or dissolve, the Oregon Community Foundation will re-designate those funds.

The trustee requested we use the initial interest payments to purchase an office building in the Portland/Vancouver metropolitan area. He had heard the appeal I made at the EOC meeting regarding our need for office space. (For 22 years we had been renting space in the Oregon Conference office. They were selling that building and had asked us to move.) The bottom line is - PATCH receives enough money from these interest payments annually to make the payment on our administrative office building in Vancouver. After the building is paid off in 2012, this money will be used to sponsor young people



at the Ranch. In the event we receive other gifts specifically designated to pay off the office building early, we will be able to use the money from the Alan James Fund for sponsoring kids that much sooner.

Gift No. 2: For several years we had been praying about the development of the Family Center in Goldendale, Washington. There were no buildings and no improvements whatsoever on the gifted 500-acre property. A person with a passion to help families stepped forward with an offer of \$1 million in matching funds to get it operational—but we would have to raise another million. Yikes!

This person asked if I thought it was possible. I said I believed it could and would happen. The donor, anxious to see the project started, ADVANCED us the money with the expectation that it would inspire others to give. To date we have raised about \$150,000 toward these matching funds. It has taken a lot of money just to put the infrastructure together including power, wells, septic, road, etc. It truly will be a \$2 million project.

We are most grateful for both of these gifts, but they came with the following conditions:

- That we continue to fulfill our mission—restoring troubled youth; and
- That we find a way to complete the Family Center in a timely manner with matching funds.

Our main focus remains and will always be the continued operation of our youth facility in Garden Valley; and sponsorship of the young people who need to be there. Lives have been dramatically changed for the good, thanks to you. Our mission is rescuing kids.

Thank you for considering our needs and passion for continuing our work.

from the ranch coordinator

I was really challenged recently by a passage written by Anthony DeMello in his book, *The Way to Love*.

"Take a look at a rose. Is it possible for the rose to say, 'I'll offer my fragrance to good people and withhold it from bad people?' Or can you imagine a lamp that withholds its rays from a wicked person who seeks to walk in its light? It could do that only by ceasing to be a lamp. And observe how helplessly and indiscriminately a tree gives its shade to everyone, good and bad, young and old, high and low; to animals and humans and every living creature—even to the one who seeks to cut it down. This is the quality of compassion—its indiscriminate character."

I was really challenged when I read this because it caused me to think about how consistently I treat people. Two things came to mind as I reflected on the passage. First, fragrance, light, shade and other blessings all come from God. Without Him, I am selfish, self seeking, dead. Second, when I choose to discriminate who I am nice to, kind to, listen to, impress, or love, I am disconnecting from God. That is a risky thing to do.

God's love for us does not have an "Off" switch; neither should ours. I am not advocating allowing ourselves to be continually victimized; what I am advocating is that we need to allow God's blessings to flow regardless of the other person.

I'm always impressed and humbled as I walk around PATCH's campus and see so many people demonstrating to the kids that they are loved and important. Daily kids learn that love isn't conditional or based on worth. I pray that as you let your fragrance flow freely, you will be reminded of the blessing of Jesus, who on the cross chose to love us and gave His all for us, even though He had every right to push the "Off" switch.

Thank you for letting God's material blessings flow through you to help the kids at Project PATCH.

Chuck Hagele - Ranch Coordinator

the numbers

Expenses Increased 14%

Some of our cost increases were a product of hiring a construction superintendent to head up our Goldendale Family Center building project, a fulltime accountant to accommodate our growth, and a new teacher for the children at the Ranch.

Decreased Sponsorship 31%

Due to decreased donations we were unable to sponsor as many children.

PATCH has not chosen to reduce services due to the economic flux. Your donations help make this possible.

ENROLLMENT By state







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REVENUE IN 2007

Client Fees	\$ 836,439	36%
Contributions	1,354,380	58%
Gifts in Kind	100,894	4%
Other	55,551	2%

Total Revenues \$2,347,264

EXPENSES IN 2007

Total Expenses \$2,238,128				
Fundraising	128,780	6%		
Mgmt & General	407,525	18%		
Program Services	\$1,701,823	76%		

Net Income \$ 109,136

Annual giving touches every area of life at Project PATCH. Without this vital resource, we would not be able to continue changing lives. Over sixty percent of our operating budget comes in individual donations. Thank you from the bottom of our hearts to those that gave. We realize that many of our supporters' gifts are made at great sacrifice. This Annual Report gratefully acknowledges your generosity. Your gifts and prayers continue to sustain and encourage us.

MEMORIALS

Gifts of remembrance were sent in loving memory of the following people: Adventist soldiers who have DIED IN IRAQ & AFGANISTAN by Gary & Joyce Councell JOANNE ARNELL by Jim Cavanaugh JOSIAH BARRETT by Kenny & Renae Smith MARTY BAUER by Milton & Marcia Sweitz ROBERT BEAMAN by Ardith Beaman DAVE BECHTEL by John & Betty Lou Tall by Arlean Bechtel DON BIGGAR by Dixie Plata VIRGINIA BISHOP by Jim & Carolyn McHan JOSEPH BLANCK by Ellis & Norma LaPorte **CHARLES BOWYER** by Ruth Bowyer **MYRON CHRISTENSEN** by Mildred Christensen **CONSTANCE COBB** by Duane & Lorry Burns FRED CORNFORTH by Herbert & Lela Franzman by Lorraine Miller by Mountain View - Colonial DeWitt DICK COTTRELL by Stanton & Dolly Parker **EVERETT CRAIK** by Edna Craik CHAUNALETT CURRENT by Mary Robins DAUGHTER by Lester & Margie Whitmore JOHN & DOROTHY DEFEHR by Stan & Catherine Defehr JERRY DILL by Lavona Dill **MURRAY DUFFY** by Vivian Duffy PATTY NUTTER DUNCAN by Laura Nutter ARDYCE & BARBRA EARHART by Larry Earhart LELA EISMAN by Herbert & Lela Franzman **CLARA ELSTERMEIER** by Dave & Kathleen Stolp BILL & BEV FARR by Dean & Mazie Bunker HOWARD & PAT FERGUSON by Harriet & Richard Pflugrad PAT FERGUSON by Clarence & Betty Hayward



LLOYD FISCHER by Joyce Fischer WILLIAM FISHER by Dorothy Fisher HALLAN FRY by Bessie Fry HARLAN GEORGE by Gary George RUTH GESLER by Debra Rosen Collins STEPHANIE GREINER by Betty Hall ERSEL HALLSTED by Newton & Beverly Townsend MAX HANKS by Gordon & Jacqueline Tall JOHN HANNA by Nova & Valeen Silvy by Freebirds LP by Dan & Sharon Spencer by Hank & Peg Brown by Steve & Carol Burnett by Rex & Connie Gallentine WILLIS HARGREAVES by Maxine Harareaves **RICHARD HARRIS** by Betty Harris **CLARENCE HELMER** by Jeanne Helmer JIM HIEB by Archie & Lyndel Hieb **ROBERT HOFFER** by Jane Hoffer CLYDE HOOPER by Irmgard Hooper JOHN HOOPER by Irmgard Hooper HAROLD HOOVER by Esther Sharpes MARIE HURLEY JOHNSON by Gordon & Julia Johnson FUSWORTH JUDY by Lawrence & Laura Koozmin by Jeanne Pemberton LAURA KENNEDY by Fred & Velma Beavon

Adeline Kleist by Lillian Ramsay ARTHUR KNAUFT by Margaret Knauft BILL LOGAN by Larry & Delva Claridge Edna Loomer by Larry & Delva Claridge by Melvin & Joyce Lang MARIORIE LUCHAK by Violet Downing EDITH MASSENA by William & Sharon Massena DOTTIE MCCARTNEY by Vern & Dottie McCartney JAKE & MAE MEHLING by Helmut & Lillian Stutz ANN MEYER by Barbara Easter by Herb & Anna May Waters MILTON MEYER by Barbara Easter DAVID & FLORENCE MILLER bv Carolvn Force ISABELLE MILLER by Vernon Bretsch SHIGE MINAGAWA by Arthur & Janice Minagawa PAUL MONSON by Jack & Florence Wagner **B**RANDON MOOR by James & Lynae Moor **CLOISE MOORE** by Phyllis Moore Edward & Mary Mooy by Mary Mooy LINDA MORRIS by Don & Jeanne Morris ROBERT MOSSER by Julie Mosser DOUGLAS MULLHOLLAND by Marvin Mullholland RAY NELSON by Frank & Lauretta King SID & HOLLY NELSON hv Dick & Carol Hanson ELVIN PAYNE by Elva Henderson CHARLES PERRY by Hazel Dunks AIDEN PHILLIPS by Ed & Beverly Klein CARRIE PIFER by Dee & Mary Rivas JEAN QUACKENBUSH by Clyde & Winnie Smith **ROLANDO RAMIREZ** by Hazel Clarneau ARDEN RAY by Joyce Stockton JEFF RODERICK by Herbert & Lela Franzman by Herb & Anna May Waters

LUCILLE ROGERS by Harvey & Beulah Adams STEPHEN ROOS by John Lucille Roos ZANE RUSK by Lyndell Rusk MARGARET SAUZA by Edna Craik TED SCHROEDER by Clair & Sarah Spauldina GERALD SCHULZE by Sigvart & Barbara Jensen by Herbert & Lela Franzman MARY JO SCOTT by Alan Scott PHIL SHULTZ by Alvin & Iris Stober LEE RAY SKEELS by Betty Skeels BUNNY STANFILL by Larry & Delva Claridge ED STELZMILLER by Richard & Marlene Dietrich by William Dietrich GEORGE & LOLA THOMPSON by Robert & Georgene Bond **ROSE TININENKO** by Lynn & Lucreita Creitz JOHN TONN bv Loella Kennedv

EMILY PAUL

by Randall & Karen Cottrell

by Nancy & Jonathan Collins

JIM & BETTYGENE REISWIG

by Lawrence & Lalean Ford

CHRISTINA PRATHER

MARGO REIFENRATH

by Patricia Sampson

DANNY RESECK

bv Lillian Reseck

by Dorothy Solomon

MARJORIE RYDER

by Patricia Sampson

by Patricia Sampson

by Patricia Sampson

by Sam & Aileen Pobanz

by Sam & Aileen Pobanz

TOMMY SCHOLLENBURG

by Bertie Shollenburg

LESLIE SAMPSON

TOM SANFORD

ALAN SCOTT

by Shirley Wall

WALTER SHELMAN

Art & Beth Robinson

by Gordon & Julia Johnson

by Thelma & Robert Rilea

DAVID & RUTH SAMPSON

JEFFREY & SUZANNE SAMPSON

THELMA RICE

VIOLA TONN-DRAEGER by Loella Kennedy YANA TRABISH by Florence Mitchell **CLARENCE TROTTER** by Helen Trotter TOM WAGNER by Herb & Anna May Waters DALE WAGNER by Ruth Edwards FRED WALKER by Herbert & Lela Franzman MARIORIE WALL by Ernest Wall by Betty Slusser **DOROTHY WALLACE** by Washinaton Conference by Joyce Stockton **OMAR WAREHAM** hv Doris Wareham HARLEY WELLMAN by Ellsworth & Marilyn Wellman CARL WESSMAN by Lillian Ramsay JOHN WETMORE by Lawrence & Bernice Davidson PAT WILBUR by Kenneth Wilbur MORRIS WILLARD by Johnnie Willard

FRED & DOROTHY WORTMAN by Helen Trotter JOE WRIGHT by Gordon & Jacqueline Tall TO HONOR

ANDREW by Newton & Beverly Townsend HARLAN BATES by Terry & Pam Hopkins HARVEY CLARK by Carl & Barbara Bankes TOBY COALSON hv Fvelvn Reeves SHANTEL D'ANGELO by Michael & Vikki Perkins YVONNE DEJEAN by Randy & Nadine Willis EVELYN FERRIS by Marilynn Ahlin SHARON FRY by Scott & Kristin Fry EDWARD JERMANE by Madaline Hutson JOHN & BETTY LUNDY by Orrin & Patricia Lundy TERYL MONSON by Teddi Tolf DOUGLAS MULLHOLLAND by Marvin Mullholland



LARRY & JEANIE SMITH by Diane Stevens WES SMITH by Robert & Imogene Pence JESSIE STANLEY by Cal & Ellen Ferguson LIZ TROTTER by Helen Totter KIM VAUGHN by Joni Poole by Molly Shutes by Elizabeth Velling JERRY WAYBRIGHT by Herb & Anna May Waters FOUNDATIONS

CORPORATIONS **BUSINESSES AND ORGANIZATIONS** Project PATCH is grateful to business leaders who step out and invest in youth. Alarm & Access Control Technologies Inc Asset Protection Partnership Bank of America Boise Blast Brighton Development Inc Clara M Chard LMT Clarke & Associates Craig Creek Farms Inc Daniel Ross Wallis Memorial Fund in the Idaho Community Foundation Dixon Container Inc Executive Officers Club Freebirds LP Freedom Ranch G.F.W.C. Syringa Club IDACORP Émployees Community Fund Idaho Central Credit Union Idaho Stampede KALM Inc Kissler Family Foundation Philanthropic Gift Fund in the Idaho Community Foundation Kiwanis Club of Capital City Larry Barnes Foundation Les Bois Federal Credit Union McGee Financial Strategies Inc Microsoft Matching Gifts Program Milton-Freewater Adventist Community Services Harry W Morrison Foundation Inc Northwest Chapter ASI Oklahoma Conference of SDA Ontario SDA Church Youth Alan James Fund of the Oregon Community Foundation

P.T.R. INC

Palm International Inc PDX Prototype Manufacturing LLC Petra Inc **Rivers Point Property** Owners Association Robert & Lucille Smylie Charitable Lead Unitrust Rotary Auxiliary District 5400 Southfork Landing Springs of Life Worship Center Steven Leuthold Family Foundation The Halliday Foundation Inc Upper Columbia Conference of SDA VERSACARE Wal-Mart Foundation Washington Conference of SDA Washington Mutual Can Washington State Combined Fund Wholesale Printers Inc Window Rock SDA Church WLC Management

THANKFULNESS

Zions Bank

ELEANOR BANKES DON BOHLMAN **ROLLAND CANADAY** SHANTEL D'ANGELO by Michael Perkins JEANETTE DAVIDSON HAZEL DUNKS **A**MANDA **G**ALASSO by Stacy Galasso GARY GEORGE JENNIPHER GINGERY by Pat Arrabito EDNA HENRY **GLORIA HOFFMAN** JANA & JOA JOHNSON by Gordon Johnson CORNELIA LUCA JOAN MASARYK JOHNNY & KRISSY MILLER by Milton Meyer MAX MIRACLE **DUSTIN OPITZ** SAM POBANZ DEE RIVAS LYNDA & BILL SANDERSON by Helen Trotter **MINNIE SKIDGEL** ANITA TROTTER by Helen Trotter **STEVEN TROTTER** bv Helen Trotter TIM & LIZ TROTTER by Helen Trotter HERB & ANNA MAY WATERS BERNICE WRIGHT

by Laurie Toews



We make every effort to provide complete and accurate information for the 2007 Annual Report. We appreciate your alerting us if you discover errors. For corrections, please call NancyAnne Ward at 360-690-8495 or nward@projectpatch.org. Thank you for demonstrating your faith in Project PATCH and giving us the pleasure of saying, "THANK YOU."