

**BLACK JACK CROSS-COUNTRY SKI CLUB SOCIETY**

FINANCIAL STATEMENTS FOR THE YEAR ENDED SEPTEMBER 30, 2012

**BLACK JACK CROSS-COUNTRY SKI CLUB SOCIETY****STATEMENT OF FINANCIAL POSITION (Unaudited)**

For Fiscal Year Ended September 30, 2012

	<u>2012</u>	2011	2010
<b>ASSETS</b>			
<b>Current</b>			
Cash and Term Deposits	<b>\$153,309</b>	\$86,299	\$163,760
Accounts Receivable	-	3,000	
Prepays	-	100	8,400
GST Receivable	-	209	11,946
	<b>153,309</b>	89,608	184,106
<b>Capital Assets</b> (see Note 3)	<b>431,127</b>	472,917	485,742
	<b>\$584,436</b>	<b>\$562,525</b>	<b>\$669,848</b>
<b>LIABILITIES</b>			
<b>Current</b>			
Accounts Payable	<b>\$ 204</b>	\$ -	\$92,387
GST Payable	<b>1,848</b>	-	-
	<b>2,052</b>	-	92,387
<b>Long Term</b>			
Mortgage (see Note 4)	-	-	42,507
<b>NET ASSETS</b>	<b>582,384</b>	562,525	534,954
	<b>\$584,436</b>	<b>\$562,525</b>	<b>\$669,848</b>

Approved on behalf of the Board

\_\_\_\_\_  
President\_\_\_\_\_  
Treasurer

**BLACK JACK CROSS-COUNTRY SKI CLUB SOCIETY****STATEMENT OF INCOME AND EXPENSES (Unaudited)**

For Fiscal Year Ended September 30, 2012

	2012	2011	2010
<b>INCOME</b>			
Fees			
Season pass	\$61,847	\$68,085	\$61,410
Day ticket	21,190	14,737	15,936
Ski program (Racers/Rabbits)	21,364	13,443	9,675
Race entry fees	15,637	14,816	4,008
Lifetime member	-	952	3,810
Initiation fees	1,279	2,098	1,762
Grooming service	-	-	1,638
Other	-	100	5,143
Fundraising Events	8,096	7,556	7,335
Donations (see Note 4)			
Skier Development	102,034	73,779	125,840
Big Cat Kitty	-	86,125	17,054
Other	16,372	8,145	1,278
Grants			
Gaming	10,000	9,375	10,338
Other	24,250	-	5,000
Interest	172	205	618
Log Sales	-	-	59,099
<b>TOTAL INCOME</b>	<b>\$282,241</b>	<b>\$299,416</b>	<b>\$329,944</b>
<b>EXPENSES</b>			
Grooming	40,981	41,614	27,890
Membership	6,928	8,864	7,987
Kiosk	6,507	7,325	5,698
Land Use	2,485	3,941	4,790
Insurance	4,344	4,179	4,195
Administration	9,955	2,103	2,416
Utilities	2,329	2,085	1,955
Communication	2,908	1,880	1,828
Races	11,838	14,244	1,188
Fundraising costs	1,249	455	438
Facilities maintenance	606	302	350
Trail maintenance	390	3,109	-
Prior period adjustment	-	-	-
Skier development costs	110,472	108,152	79,798
Special events & projects	-	1,233	-
<b>TOTAL EXPENSES</b>	<b>\$200,992</b>	<b>\$199,486</b>	<b>\$138,533</b>
<b>NET INCOME BEFORE DEPRECIATION</b>	<b>\$81,249</b>	<b>\$99,930</b>	<b>\$191,411</b>
Depreciation	61,390	72,360	35,787
<b>NET INCOME FOR THE YEAR</b>	<b>\$19,859</b>	<b>\$27,570</b>	<b>\$155,624</b>

**BLACK JACK CROSS-COUNTRY SKI CLUB SOCIETY****STATEMENT OF CASH FLOW** (Unaudited)

For Fiscal Year Ended September 30, 2012

	<b>2012</b>	2011	2010
<b>OPERATING ACTIVITIES</b>			
Net Income	<b>\$19,859</b>	\$27,570	\$155,624
Add back: non cash item depreciation	<b>61,390</b>	72,360	35,787
	<b>81,249</b>	99,930	191,411
<b>Working Capital Items</b>			
Increase/(decrease) in GST owing	<b>2,057</b>	11,737	(14,095)
(Decrease)/increase in accounts payable	<b>204</b>	(92,386)	92,387
Decrease/(increase) in accounts receivable	<b>3,000</b>	(3,000)	-
Decrease/(increase) in amounts prepaid	<b>100</b>	8,300	(8,400)
	<b>5,361</b>	(75,349)	69,892
<b>Financing Items</b>			
Purchase of capital assets (see Note 3)	<b>(19,600)</b>	(59,535)	(158,569)
Mortgage repayment	<b>-</b>	(42,507)	(4,413)
	<b>(19,600)</b>	(102,042)	(162,982)
<b>NET INCREASE (DECREASE) IN CASH</b>	<b>\$67,010</b>	(\$77,461)	\$98,321
<b>OPENING CASH POSITION</b>	<b>\$86,299</b>	\$163,760	\$65,439
<b>CLOSING CASH POSITION</b>	<b>\$153,309</b>	\$86,299	\$163,760

## BLACK JACK CROSS-COUNTRY SKI CLUB SOCIETY

### NOTES TO THE FINANCIAL STATEMENTS (Unaudited)

For Fiscal Year Ended September 30, 2012

#### 1. GENERAL

Black Jack Cross Country Ski Club Society ("Black Jack") is incorporated under the Society's Act of British Columbia and is engaged in the operation of a cross-country ski trail system and in the development of the sport of cross-country skiing in the Rossland area. The mission of the club is "to build a community of Nordic Skiers by providing and sustaining excellence in programs and services". Under Section 149 of the Income Tax Act (Canada), Black Jack is exempt from income tax.

#### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basis of measurement and the disclosure in these financial statements are not necessarily in accordance with Canadian generally accepted accounting principles.

The following is a summary of the significant accounting policies used by Black Jack in the preparation of these financial statements

##### Contributed Services

Volunteer services contributed on behalf of Black Jack in carrying out its operating activities are not recognized in these financial statements due to the difficulty in determining their value.

##### Capital Assets

Capital assets purchased are recorded on the balance sheet at their historical cost less accumulated depreciation. Capital assets are depreciated over their estimated useful lives using the following methods and rates.

	<u>Method</u>	<u>Rate</u>
Permanent Buildings	Declining Balance	4%
Shelters, Cabins & Sheds	Declining Balance	10%
Machinery, Tools & Office Furniture	Declining Balance	20%
Club Van & Trailer	Declining Balance	30%
Parking Lots, Roads & Trails	Declining Balance	8%
Computer Equipment & Software	Declining Balance	45%
Land	Not Applicable	-

##### Government and Other Grants

Government and other grants related to assets are deducted in calculating the carrying value of the asset and the grant is recognized in the income statement over the life of the asset as a reduced depreciation charge.

Government and other grants related to income are recognized as income in the statements of income and expense.

### 3. CAPITAL ASSETS

#### A. Capital Additions

The following capital assets were added during the year ended September 30, 2012:

	<b><u>Purchase Cost (\$)</u></b>
Grooming equipment major parts	\$18,903
Stadium improvements net of RDKB grant (see note C below)	697
	<u>\$19,600</u>

#### B. Net Book Value

	Purchase Cost	Accumulated Depreciation	Net Book Value Sept 30, 2012	Net Book Value Sept 30, 2011
Permanent Buildings	\$ -	\$ -	\$ -	\$ -
Shelters, Cabins & Sheds	192,063	123,164	68,899	76,554
Machinery, Tools & Office Furniture	255,327	138,761	116,566	126,805
Van & Trailer	50,221	25,612	24,609	35,155
Parking Lots, Roads & Trails	273,494	133,500	139,994	151,470
Computer Equipment & Software	7,569	5,280	2,289	4,163
Land	78,770	-	78,770	78,770
<b>Total</b>	<b>\$857,444</b>	<b>\$426,317</b>	<b>\$431,127</b>	<b>\$472,917</b>

#### C. Trail Improvements and Stadium Upgrade

During the year ended September 30, 2012 Black Jack received the remainder of a grant from the Regional District of Kootenay Boundary that was used to improve the trails and upgrade the stadium area.

### 4. DONATIONS

#### Skier Development Donations

During the year ended September 30, 2012 the skier development program received donations totalling \$102,034 to support their program costs including the cost of coaching staff and other skier development costs.

#### Other Donations

Other donations totalled \$16,372 of which \$14,901 was received with respect to the NORAM race held at Blackjack in December 2011.