

**Fernie Trails Alliance Association**  
**Financial Statements**  
**December 31, 2021**  
**(Unaudited)**

**Contents**

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**Fernie Trails Alliance Association**  
**Statement of Financial Position**  
**As at December 31, 2021**  
**(Unaudited)**

	Operating Fund	General Maint. Fund	Other Projects Fund	Contra/ Trail Dogs Fund	Fairy Ck Trail Fund	FVP Fund	Heiko's/ Proctor Fund	Matador/ Stupid Fund	TGT Fund	Trail Bldr Bike Fund	WGC Fund	Total 2021	Total 2020
<b>Assets</b>													
Current assets													
Cash	176,716	-	-	-	-	18,163	3,096	-	9,060	-	7,309	214,344	206,097
Accounts receivable (note 2)	3,124	-	3,095	3,500	376	-	2,500	-	-	-	-	12,595	41,634
Undeposited funds	-	-	-	-	-	-	-	-	-	-	-	-	4,500
Prepaid expenses	1,757	-	-	-	-	-	-	-	-	-	-	1,757	1,623
Due from other funds (note 6)	-	706	1,484	(703)	(376)	-	(2,500)	-	-	1,032	8,268	7,911	12,272
	181,596	706	4,579	2,797	-	18,163	3,096	-	9,060	1,032	15,577	236,606	266,126
Capital assets (note 1, 3)	18,266	-	-	-	-	-	-	-	-	-	-	18,266	20,520
	<b>199,862</b>	<b>706</b>	<b>4,579</b>	<b>2,797</b>	<b>-</b>	<b>18,163</b>	<b>3,096</b>	<b>-</b>	<b>9,060</b>	<b>1,032</b>	<b>15,577</b>	<b>254,872</b>	<b>286,645</b>
<b>Liabilities &amp; Fund Balances</b>													
Current Liabilities													
Accounts payable and accrued liabilities	-	-	-	-	-	-	-	-	-	-	4,944	4,944	2,113
Payroll deductions payable	2,192	-	-	-	-	-	-	-	-	-	-	2,192	1,757
Deferred revenue	-	-	-	-	-	-	-	-	-	-	7,309	7,309	-
Due to other funds (note 6)	7,911	-	-	-	-	-	-	-	-	-	-	7,911	12,272
	10,103	-	-	-	-	-	-	-	-	-	12,253	22,356	16,142
Long Term Liabilities													
2020 CEBA Loan	30,000	-	-	-	-	-	-	-	-	-	-	30,000	30,000
Fund Balances													
Unrestricted	159,759	-	-	-	-	-	-	-	-	-	-	159,759	133,153
Restricted	-	706	4,579	2,797	-	18,163	3,096	-	9,060	1,032	3,325	42,757	107,350
	159,759	706	4,579	2,797	-	18,163	3,096	-	9,060	1,032	3,325	202,516	240,503
	<b>199,862</b>	<b>706</b>	<b>4,579</b>	<b>2,797</b>	<b>-</b>	<b>18,163</b>	<b>3,096</b>	<b>-</b>	<b>9,060</b>	<b>1,032</b>	<b>15,577</b>	<b>254,872</b>	<b>286,645</b>

The accompanying notes and schedules are an integral parts of these financial statements.

Approved by the Board of Directors:

\_\_\_\_\_  
Director

\_\_\_\_\_  
Director

**Fernie Trails Alliance Association**  
**Statement of Operations and Changes in Fund Balances**  
**For the year ended December 31, 2021**  
**(Unaudited)**

	Operating Fund	General Maint. Fund	Other Projects Fund	Contra/ Trail Dogs Fund	Fairy Ck Trail Fund	FVP Fund	Heiko's/ Proctor Fund	Matador/ Stupid Fund	TGT Fund	Trail Bldr Bike Fund	WGC Fund	Total 2021	Total 2020
<b>Revenue:</b>													
Donations - cash (note 1)	45,476	-	1,210	-	-	-	-	-	-	-	-	46,686	48,215
Fundraising	22,450	-	1,523	-	-	-	-	-	-	-	-	23,973	2,604
Grants & funding (note 1)	-	14,323	18,223	10,000	14,010	-	-	-	1,989	-	10,581	69,127	39,153
Interest	15	-	-	-	-	-	-	-	-	-	-	15	84
Memberships	48,700	-	-	-	-	-	-	-	-	-	-	48,700	8,620
Other	11,559	-	-	-	-	-	-	-	-	-	-	11,559	47,943
Sale of goods	-	-	-	-	-	-	-	-	-	-	-	-	1,200
	128,200	14,323	20,956	10,000	14,010	-	-	-	1,989	-	10,581	200,060	147,818
<b>Cost of Goods Sold</b>													
Vacuum Tumbler & Insulator	-	-	-	-	-	-	-	-	-	-	-	-	699
<b>Expenses:</b>													
Advertising & promotion (note 5)	5,819	-	-	-	-	-	-	-	-	-	-	5,819	921
Amortization	4,481	-	-	-	-	-	-	-	-	-	-	4,481	3,554
Bank charges	1,072	-	-	-	-	-	-	-	-	-	-	1,072	627
Contract services	-	-	5,969	41,584	7,270	-	5,803	14,760	-	-	11,868	87,255	28,829
Gifts to Qualified Donees	-	-	-	-	-	-	-	-	-	-	-	-	4,320
Insurance	3,946	-	-	-	-	-	-	-	-	-	-	3,946	2,998
Licenses & memberships	408	-	-	-	-	-	-	-	-	-	-	408	153
Office & miscellaneous (note 5)	7,264	130	-	-	-	-	15	-	-	-	-	7,410	6,066
Payroll	44,721	22,529	21,950	2,569	6,283	-	3,195	4,765	2,628	-	228	108,869	59,762
Professional fees	1,318	-	-	-	-	-	-	-	-	-	-	1,318	4,810
Revenue recovery	-	-	-	-	-	-	-	-	-	-	-	-	2,000
Supplies (note 5)	525	6,730	2,307	2,000	457	-	1,161	34	79	434	-	13,726	12,007
Training	-	-	3,745	-	-	-	-	-	-	-	-	3,745	1,978
Travel & vehicle	-	-	-	-	-	-	-	-	-	-	-	-	1,802
	69,554	29,390	33,970	46,153	14,010	-	10,173	19,559	2,707	434	12,097	238,047	129,826
<b>Excess (deficiency) of</b>													
<b>revenue over expenses</b>	58,646	(15,067)	(13,015)	(36,153)	-	-	(10,173)	(19,559)	(717)	(434)	(1,515)	(37,987)	17,293
Fund balance, beginning of year	133,153	-	3,889	38,950	-	18,163	13,269	18,814	9,778	1,466	3,022	240,503	223,211
Interfund transfers	(32,040)	15,773	13,704	-	-	-	-	745	-	-	1,818	-	-
<b>Fund balances, at end of year</b>	<b>159,759</b>	<b>706</b>	<b>4,579</b>	<b>2,797</b>	<b>-</b>	<b>18,163</b>	<b>3,096</b>	<b>-</b>	<b>9,060</b>	<b>1,032</b>	<b>3,325</b>	<b>202,516</b>	<b>240,503</b>

The accompanying notes and schedules are an integral parts of these financial statements.

**Fernie Trails Alliance Association**  
**Statement of Cash Flows**  
**For the year ended December 31, 2021**  
**(Unaudited)**

	Operating Fund	General Maint. Fund	Other Projects Fund	Contra/ Trail Dogs Fund	Fairy Ck Trail Fund	FVP Fund	Heiko's/ Proctor Fund	Matador/ Stupid Fund	TGT Fund	Trail Bldr Bike Fund	WGC Fund	Total 2021	Total 2020
Cash provided by (used in):													
Operating activities:													
Excess (deficiency) of revenue over expenses	58,646	(15,067)	(13,015)	(36,153)	-	-	(10,173)	(19,559)	(717)	(434)	(1,515)	(37,987)	17,293
Items not involving cash:													
Amortization	4,481	-	-	-	-	-	-	-	-	-	-	4,481	3,554
Changes in non cash operating working capital:													
Decrease (increase) in accounts receivable	32,366	-	(3,095)	-	(376)	144	-	-	-	-	-	29,039	42,726
Decrease (increase) in prepaid expenses	(134)	-	-	-	-	-	-	-	-	-	-	(134)	(863)
Decrease (increase) in inventory	-	-	-	-	-	-	-	-	-	-	-	-	699
Increase (decrease) in accounts payable	(28)	-	(100)	-	-	-	-	-	-	-	2,959	2,831	(1,293)
Increase (decrease) in payroll deductions payable	435	-	-	-	-	-	-	-	-	-	-	435	421
Increase (decrease) in deferred revenue	-	-	-	-	-	-	-	-	-	-	7,309	7,309	-
Increase (decrease) in amounts due to/from other funds	(36,401)	15,067	16,070	2,653	376	-	2,500	745	-	434	(1,443)	-	-
	59,365	-	(140)	(33,500)	-	144	(7,673)	(18,814)	(717)	-	7,309	5,974	62,537
Investing activities:													
Purchase/disposal of capital assets	(2,227)	-	-	-	-	-	-	-	-	-	-	(2,227)	(13,422)
	(2,227)	-	-	-	-	-	-	-	-	-	-	(2,227)	(13,422)
Financing activities:													
Long term borrowings	-	-	-	-	-	-	-	-	-	-	-	-	30,000
	-	-	-	-	-	-	-	-	-	-	-	-	30,000
Increase (decrease) in cash for the year	57,138	-	(140)	(33,500)	-	144	(7,673)	(18,814)	(717)	-	7,309	3,747	79,115
Cash beginning of year	119,577	-	140	33,500	-	18,019	10,769	18,814	9,778	-	-	210,597	131,482
<b>Cash, end of year</b>	<b>176,716</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>18,163</b>	<b>3,096</b>	<b>-</b>	<b>9,060</b>	<b>-</b>	<b>7,309</b>	<b>214,344</b>	<b>210,597</b>
<b>Represented by:</b>													
Cash	176,716	-	-	-	-	18,163	3,096	-	9,060	-	7,309	214,344	206,097
Undeposited funds	-	-	-	-	-	-	-	-	-	-	-	-	4,500
	<b>176,716</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>18,163</b>	<b>3,096</b>	<b>-</b>	<b>9,060</b>	<b>-</b>	<b>7,309</b>	<b>214,344</b>	<b>210,597</b>

The accompanying notes and schedules are an integral parts of these financial statements.

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**Fernie Trails Alliance Association**  
**Notes to Financial Statements**  
**December 31, 2021**  
**(Unaudited)**

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The Fernie Trails Alliance Association (the “FTA”) is a registered charity under the Income Tax Act and is incorporated under the Society Act (British Columbia) as a not for profit organization. The primary purpose of the FTA is to develop, maintain and enhance a human-powered trail network in the Fernie area. Being a registered charity under the Income Tax Act and, the FTA is exempt from income tax and may issue income tax receipts to donors.

## 1. Significant Accounting Policies

The financial statements of the FTA have been prepared by management in accordance with Canadian accounting standards for not-for-profit organizations and include the following significant accounting policies:

### **Fund Accounting**

In order to ensure observance of the limitations and restrictions placed on the use of resources available to the FTA, the accounts of the FTA are maintained in accordance with the principles of fund accounting. Accordingly, resources are classified for accounting and reporting purposes into funds. These funds are held in accordance with the objectives specified by donors, grant providers or in accordance with directives issued by the Board of Directors. Transfers between the funds are made when it is considered appropriate and authorized by the Board of Directors.

The Operating Fund accounts for the FTA's general and administrative activities, The Operating Fund reports unrestricted resources available for immediate purposes for which there are no restrictions attached by the donor, grant provider or Board of Directors.

The Named funds account for the “projects” undertaken by the FTA and report revenues which have a specific purpose as specified by the donors, grant provider or Board of Directors, and disbursements expended for these specific purposes. It also includes internal resources transferred by the Board of Directors to meet “project” objectives (FTA pledge) or to transfer “project” objective assets, after purchase, to the general Operating Fund.

### **Cash**

Cash as disclosed on the Statement of Financial Position consists of cash on hand and cash with banks.

### **Capital Assets**

Purchased tangible capital assets are recorded at cost. Expenditures for repairs and maintenance are expensed as incurred. Amortization is recorded on a declining balance basis over the estimated life of the capital asset.

Computer Equipment	55%
Tools and Equipment	20%

### **Revenue Recognition**

The FTA follows the restricted fund method of accounting for contributions. Restricted contributions are recognized as revenue in the appropriate restricted fund when received or receivable.

Unrestricted contributions are recognized as revenue of the Operating Fund in the year received or receivable, if the amount to be received can be reasonably estimated and collection is reasonably assured.

Grants are recognized as earned in the period and project/fund for which funding is received.

Revenue from interest is recorded when received.

**Fernie Trails Alliance Association**  
**Notes to Financial Statements**  
**December 31, 2021**  
**(Unaudited)**

<b>Donations in kind</b>	During the year, the FTA received gifts in kind of goods and services. Although these donations are an integral part of the FTA's operating activities, their value is difficult to determine. Contributed assets, materials and services which are used in the normal course of the FTA's operations and would otherwise have been purchased are recorded at their fair value at the date of contribution if fair value can be reasonably estimated. Otherwise where a value cannot be determined the amounts related thereto are not reflected in the financial statements.
<b>Use of Estimates</b>	The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from management's best estimate as additional information becomes available in the future.
<b>Financial Instruments</b>	The FTA's financial instruments are recorded at cost. Management is not aware of any significant risks that would result in a change of value to the FTA's financial assets and liabilities.

**2. Accounts Receivable**

	2021	2020
Grants receivable	\$ 9,471	\$ 6,000
Government receivable (GST)	2,471	1,441
Government receivable (2020 CEWS)	-	33,849
Other accounts receivable	653	344
	\$ 12,595	\$ 41,634

**3. Capital Assets**

	2021		2020	
	Cost	Accumulated Amortization	Cost	Accumulated Amortization
Computer equipment	\$ 465	\$ 313	\$ 465	\$ 128
Tools and equipment	29,701	11,587	27,742	7,559
	\$ 30,166	\$ 11,900	28,207	7,687
Net book value	\$ 18,266		\$ 20,520	

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**Fernie Trails Alliance Association**  
**Notes to Financial Statements**  
**December 31, 2021**  
**(Unaudited)**

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**4. In-Kind Contributions and Expenses**

The work of the FTA is significantly dependent upon the voluntary services of members and on the donations of materials and services of supporters. Management has determined the value of contributions in-kind to be \$0 (2020 - \$ 0). This amount has been recorded as revenue and is included in supplies expenses in these financial statements.

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**5. Non-arm's length transactions**

Includes \$6,302 paid to non-arm's length entities controlled by a Director.

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**6. Interfund amounts**

Amounts owing to and from other funds are non-interest bearing and unsecured, with no specific terms for repayment.

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**Fernie Trails Alliance Association**  
**Schedule 1 - Statement of Operations and Changes in Fund Balances**  
**Other projects**  
**For the year ended December 31, 2021**  
**(Unaudited)**

	Revenue	Expenses	Net Income	Net Assets Beg. of Year 2021	Inter Fund Transfers	Net Assets End of Year 2021	Net Assets End of Year 2020
<b>Other projects:</b>							
Dirt Diggler	869	(996)	(127)	140	-	13	140
Far Side (re-route)	-	(636)	(636)	-	636	-	-
FloReka	1,157	(2,911)	(1,753)	-	1,753	-	-
Heiko's Bench	-	-	-	411	-	411	411
Jay Fraser Memorial	-	-	-	481	-	481	481
LL #2 (new )	-	(827)	(827)	-	827	-	-
LL Maint.	1,408	(3,156)	(1,749)	-	1,749	-	-
Other	-	(3,036)	(3,036)	-	3,036	-	-
Prov. Park	9,127	(9,981)	(854)	-	854	-	-
Red Sonja Low er	1,219	(3,839)	(2,620)	-	2,620	-	-
Road Raiser	1,523	-	1,523	2,151	-	3,674	2,151
Robert DeGrace	-	-	-	706	(706)	-	706
Safety/training	3,703	(6,845)	(3,142)	-	3,142	-	-
Stumpy Jumpy	-	(119)	(119)	-	119	-	-
Trail Counters	1,700	(266)	1,434	-	(1,434)	-	-
Volunteer Apprec.	-	(325)	(325)	-	325	-	-
Winter Grooming - other	250	(1,033)	(783)	-	783	-	-
	20,956	(33,970)	(13,015)	3,889	13,704	4,579	3,889