

Fernie Trails Alliance Association
Financial Statements
December 31, 2022
(Unaudited)

Contents

Financial Statements

Statement of Financial Position	2
Statement of Operations and Changes in Fund Balances	3
Statement of Cash Flows	4
Notes to Financial Statements	5-7
Schedule 1 – Statement of Operations and Changes in Fund Balances – Other Projects	8

Fernie Trails Alliance Association
Statement of Financial Position
As at December 31, 2022
(Unaudited)

	Operating Fund	General Maint. Fund	Other Projects Fund	Contra/ Trail Dogs Fund	Fairy Ck Trail Fund	FVP Fund	Heiko's/ Proctor Fund	TGT Fund	Trail Bldr Bike Fund	WGC Fund	Total 2022	Total 2021
Assets												
Current assets												
Cash	143,932	-	-	-	-	17,763	-	7,007	-	-	168,701	214,344
Accounts receivable (note 2)	5,432	1,188	1,987	3,000	444	-	1,724	-	-	-	13,776	12,595
Undeposited funds	1,000	-	-	-	-	-	-	-	-	-	1,000	-
Prepaid expenses	4,758	-	-	-	-	-	-	-	-	-	4,758	1,757
Due from other funds (note 6)	-	4,991	1,369	28,054	(444)	-	(1,724)	-	228	2,622	35,096	7,911
	155,122	6,178	3,357	31,054	-	17,763	-	7,007	228	2,622	223,331	236,606
Inventory	356	-	-	-	-	-	-	-	-	-	356	-
Capital assets (note 1, 3)	22,126	-	-	-	-	-	-	-	-	-	22,126	18,266
	177,604	6,178	3,357	31,054	-	17,763	-	7,007	228	2,622	245,813	254,872
Liabilities & Fund Balances												
Current Liabilities												
Accounts payable and accrued liabilities	65	1,196	-	-	-	-	-	-	-	990	2,250	4,944
Payroll deductions payable	3,496	-	-	-	-	-	-	-	-	-	3,496	2,192
Deferred revenue	-	4,408	-	-	-	-	-	-	-	-	4,408	7,309
Due to other funds (note 6)	35,096	-	-	-	-	-	-	-	-	-	35,096	7,911
	38,657	5,604	-	-	-	-	-	-	-	990	45,250	22,356
Long Term Liabilities												
2020 CEBA Loan	-	-	-	-	-	-	-	-	-	-	-	30,000
Fund Balances												
Unrestricted	138,947	-	-	-	-	-	-	-	-	-	138,947	159,759
Restricted	-	575	3,357	31,054	-	17,763	-	7,007	228	1,633	61,616	42,757
	138,947	575	3,357	31,054	-	17,763	-	7,007	228	1,633	200,563	202,516
	177,604	6,178	3,357	31,054	-	17,763	-	7,007	228	2,622	245,813	254,872

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, 2022
(Unaudited)

	Operating Fund	General Maint. Fund	Other Projects Fund	Contra/ Trail Dogs Fund	Fairy Ck Trail Fund	FVP Fund	Heiko's/ Proctor Fund	TGT Fund	Trail Bldr Bike Fund	WGC Fund	Total 2022	Total 2021
Revenue:												
Donations - cash (note 1)	44,890	5,888	-	-	-	-	-	-	-	-	50,778	46,686
Fundraising	17,111	-	-	-	-	-	1,874	-	-	-	18,985	23,973
Grants & funding (note 1)	12,343	28,887	9,256	30,068	444	-	8,610	2,690	-	8,000	100,297	69,127
Interest	5	-	-	-	-	-	-	-	-	-	5	15
Memberships	43,070	-	-	-	-	-	-	-	-	-	43,070	48,700
Other	2,430	-	110	-	-	-	-	-	-	-	2,540	11,559
Sale of goods	175	-	-	-	-	-	-	-	-	-	175	-
	120,024	34,774	9,366	30,068	444	-	10,484	2,690	-	8,000	215,850	200,060
Cost of Goods Sold												
Merchandise	83	-	-	-	-	-	-	-	-	-	83	-
Expenses:												
Advertising & promotion (note 5)	1,425	-	-	-	-	-	-	-	-	-	1,425	5,819
Amortization	4,670	-	-	-	-	-	-	-	-	-	4,670	4,481
Bank charges	1,163	-	-	-	-	-	-	-	-	-	1,163	1,072
Contract services	-	-	1,210	8,200	-	-	1,111	615	-	9,611	20,747	87,255
Insurance	3,905	-	-	-	-	-	-	-	-	-	3,905	3,946
Licenses & memberships	358	-	-	-	-	-	-	-	-	-	358	408
Office & miscellaneous (note 5)	19,375	468	548	184	-	-	1,176	-	-	-	21,750	7,410
Payroll	55,280	50,614	17,914	982	444	400	18,280	3,049	32	3,141	150,135	108,869
Professional fees	-	-	-	-	-	-	-	-	-	-	-	1,318
Supplies (note 5)	390	5,481	1,727	362	-	-	1,179	1,079	772	834	11,824	13,726
Training	65	-	154	-	-	-	-	-	-	-	219	3,745
Travel & vehicle	-	1,525	-	-	-	-	-	-	-	-	1,525	-
	86,631	58,088	21,551	9,727	444	400	21,746	4,743	804	13,586	217,720	238,047
Excess (deficiency) of revenue over expenses	33,310	(23,314)	(12,185)	20,341	-	(400)	(11,262)	(2,053)	(804)	(5,586)	(1,953)	(37,987)
Fund balance, beginning of year	159,759	719	4,566	2,797	-	18,163	3,096	9,060	1,032	3,325	202,516	240,503
Interfund transfers	(54,122)	23,170	10,976	7,917	-	-	8,166	-	-	3,894	-	-
Fund balances, at end of year	138,947	575	3,357	31,054	-	17,763	-	7,007	228	1,633	200,563	202,516

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, 2022
(Unaudited)

	Operating Fund	General Maint. Fund	Other Projects Fund	Contra/ Trail Dogs Fund	Fairy Ck Trail Fund	FVP Fund	Heiko's/ Proctor Fund	TGT Fund	Trail Bldr Bike Fund	WGC Fund	Total 2022	Total 2021
Cash provided by (used in):												
Operating activities:												
Excess (deficiency) of revenue over expenses	33,310	(23,314)	(12,185)	20,341	-	(400)	(11,262)	(2,053)	(804)	(5,586)	(1,953)	(37,987)
Items not involving cash:												
Amortization	4,670	-	-	-	-	-	-	-	-	-	4,670	4,481
Changes in non cash operating working capital:												
Decrease (increase) in accounts receivable	(2,308)	(1,188)	1,108	500	(68)	-	776	-	-	-	(1,181)	29,039
Decrease (increase) in prepaid expenses	(3,001)	-	-	-	-	-	-	-	-	-	(3,001)	(134)
Decrease (increase) in inventory	(356)	-	-	-	-	-	-	-	-	-	(356)	-
Increase (decrease) in accounts payable	65	1,196	-	-	-	-	-	-	-	(3,954)	(2,693)	2,831
Increase (decrease) in payroll deductions payable	1,303	-	-	-	-	-	-	-	-	-	1,303	435
Increase (decrease) in deferred revenue	-	4,408	-	-	-	-	-	-	-	(7,309)	(2,901)	7,309
Increase (decrease) in amounts due to/from other funds	(26,936)	18,898	11,077	(20,841)	68	-	7,390	0	804	9,539	-	-
	6,747	-	-	-	-	(400)	(3,096)	(2,053)	-	(7,309)	(6,111)	5,974
Investing activities:												
Purchase/disposal of capital assets	(8,531)	-	-	-	-	-	-	-	-	-	(8,531)	(2,227)
	(8,531)	-	-	-	-	-	-	-	-	-	(8,531)	(2,227)
Financing activities:												
Long term borrowings	(30,000)	-	-	-	-	-	-	-	-	-	(30,000)	-
	(30,000)	-	-	-	-	-	-	-	-	-	(30,000)	-
Increase (decrease) in cash for the year	(31,784)	-	-	-	-	(400)	(3,096)	(2,053)	-	(7,309)	(44,642)	3,747
Cash beginning of year	176,716	-	-	-	-	18,163	3,096	9,060	-	7,309	214,344	210,597
Cash, end of year	144,932	-	-	-	-	17,763	-	7,007	-	-	169,701	214,344
Represented by:												
Cash	143,932	-	-	-	-	17,763	-	7,007	-	-	168,701	214,344
Undeposited funds	1,000	-	-	-	-	-	-	-	-	-	1,000	-
	144,932	-	-	-	-	17,763	-	7,007	-	-	169,701	214,344

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

Fernie Trails Alliance Association
Notes to Financial Statements
December 31, 2022
(Unaudited)

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	<p>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.</p> <p>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.</p> <p>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.</p>				
Cash	<p>Cash as disclosed on the Statement of Financial Position consists of cash on hand and cash with banks.</p>				
Capital Assets	<p>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.</p> <table><tr><td>Computer Equipment</td><td>55%</td></tr><tr><td>Tools and Equipment</td><td>20%</td></tr></table>	Computer Equipment	55%	Tools and Equipment	20%
Computer Equipment	55%				
Tools and Equipment	20%				
Revenue Recognition	<p>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.</p> <p>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.</p> <p>Grants are recognized as earned in the period and project/fund for which funding is received.</p> <p>Revenue from interest is recorded when received.</p>				

Fernie Trails Alliance Association
Notes to Financial Statements
December 31, 2022
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Donations in kind 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.

Use of Estimates 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.

Financial Instruments 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

	2022	2021
Grants receivable	\$ 3,444	\$ 9,471
Government receivable (GST)	1,350	2,471
Other accounts receivable	8,982	653
	\$ 13,776	\$ 12,595

3. Capital Assets

	2022		2021	
	Cost	Accumulated Amortization	Cost	Accumulated Amortization
Computer equipment	\$ 1,100	\$ 571	\$ 465	\$ 313
Tools and equipment	37,597	16,000	29,701	11,587
	\$ 38,697	\$ 16,571	\$ 30,166	\$ 11,900
Net book value		\$ 22,126		\$ 18,266

Fernie Trails Alliance Association
Notes to Financial Statements
December 31, 2022
(Unaudited)

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 (2021 - \$ 0). This amount has been recorded as revenue and is included in supplies expenses in these financial statements.

5. Non-arm's length transactions

Includes \$370 paid to non-arm's length entities controlled by a Director.

6. Interfund amounts

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

Fernie Trails Alliance Association
Schedule 1 - Statement of Operations and Changes in Fund Balances
Other projects
For the year ended December 31, 2022
(Unaudited)

	Revenue	Expenses	Net Income	Net Assets Beg. of Year 2022	Inter Fund Transfers	Net Assets End of Year 2022	Net Assets End of Year 2021
Other projects:							
Far Side (re-route)	7,086	13,524	(6,438)	-	6,438	-	-
Hedonism	-	127	(127)	-	127	-	-
Heiko's Bench	-	-	-	411	-	411	411
Hieko's Kiosk	1,878	1,878	-	-	-	-	-
Jay Fraser Memorial	-	-	-	481	-	481	481
LL #2 (new)	-	307	(307)	-	307	-	-
Other	-	1,166	(1,166)	-	1,166	-	-
Road Raiser	-	1,210	(1,210)	3,674	-	2,464	3,674
Safety/training	292	1,527	(1,234)	-	1,234	-	-
Trail Counters	110	734	(624)	-	624	-	-
Winter Grooming - other	-	1,079	(1,079)	-	1,079	-	-
	9,366	21,551	(12,185)	4,566	10,976	3,357	4,566