



# MT. CAIN ALPINE PARK SOCIETY

APRIL 30, 2022  
REVIEW ENGAGEMENT



**MT. CAIN ALPINE PARK SOCIETY**  
**Financial Statements - April 30, 2022**  
**(Unaudited)**

Independent Practitioners' Review Engagement Report  
Statement of Financial Position  
Statement of Changes in Fund Balances  
Statement of Operations  
Statement of Cash Flows  
Notes to Financial Statements



## INDEPENDENT PRACTITIONERS' REVIEW ENGAGEMENT REPORT

To the Board of Directors of Mt. Cain Alpine Park Society

We have reviewed the accompanying financial statements of Mt. Cain Alpine Park Society that comprise the statement of financial position as at April 30, 2022 and the statements of changes in fund balances, operations and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### Practitioners' Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the financial statements do not present fairly, in all material respects, the statement of financial position of Mt. Cain Alpine Park Society as at April 30, 2022, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

*Chan Nowosad Boates Inc*

Chartered Professional Accountants  
Campbell River, BC

September 2, 2022

# MT. CAIN ALPINE PARK SOCIETY

## Statement of Financial Position

(Unaudited)

April 30, 2022

	General Fund	Capital Fund	Total 2022	Total 2021
<b>ASSETS</b>				
<b>Current Assets</b>				
Cash and Short Term Investments	\$ 665,314	\$ 837,149	\$1,502,463	\$1,371,484
Accounts Receivable	-	-	-	22,708
Inventory	24,067	-	24,067	20,380
Prepaid Expenses and Deposits	<u>25,834</u>	<u>-</u>	<u>25,834</u>	<u>27,017</u>
	715,215	837,149	1,552,364	1,441,589
<b>Property and Equipment (Note 3)</b>	<u>-</u>	<u>812,361</u>	<u>812,361</u>	<u>809,024</u>
	<u>\$ 715,215</u>	<u>\$1,649,510</u>	<u>\$2,364,725</u>	<u>\$2,250,613</u>
<b>LIABILITIES</b>				
<b>Current Liabilities</b>				
Accounts Payable (Note 4)	\$ 48,072	\$ -	\$ 48,072	\$ 82,943
Damage Deposits Payable	<u>2,000</u>	<u>-</u>	<u>2,000</u>	<u>2,000</u>
	50,072	-	50,072	84,943
<b>Long Term Debt (Note 5)</b>	<u>9,643</u>	<u>-</u>	<u>9,643</u>	<u>21,429</u>
	<u>59,715</u>	<u>-</u>	<u>59,715</u>	<u>106,372</u>
<b>FUND BALANCES</b>				
Investment in Property and Equipment	-	1,649,510	1,649,510	1,695,024
Unrestricted	<u>655,500</u>	<u>-</u>	<u>655,500</u>	<u>449,217</u>
	<u>655,500</u>	<u>1,649,510</u>	<u>2,305,010</u>	<u>2,144,241</u>
	<u>\$ 715,215</u>	<u>\$1,649,510</u>	<u>\$2,364,725</u>	<u>\$2,250,613</u>

Approved by the Directors:

*Eric Sprenger*

\_\_\_\_\_  
Director

\_\_\_\_\_  
Director

# MT. CAIN ALPINE PARK SOCIETY

## Statement of Changes in Fund Balances

(Unaudited)

Year Ended April 30, 2022

	<b>General Fund</b>	<b>Capital Fund</b>	<b>Total 2022</b>	<b>Total 2021</b>
<b>Balance - Beginning of Year</b>	\$ 449,217	\$1,695,024	\$2,144,241	\$1,040,336
<b>Excess (Deficiency) of Revenue over Expenditures</b>	<u>230,288</u>	<u>(69,519)</u>	<u>160,769</u>	<u>1,103,905</u>
	679,505	1,625,505	2,305,010	2,144,241
<b>Purchase of Property and Equipment</b>	(72,856)	72,856	-	-
<b>Interfund Transfers</b>	<u>48,851</u>	<u>(48,851)</u>	<u>-</u>	<u>-</u>
<b>Balance - End of Year</b>	<u>\$ 655,500</u>	<u>\$1,649,510</u>	<u>\$2,305,010</u>	<u>\$2,144,241</u>

# MT. CAIN ALPINE PARK SOCIETY

## Statement of Operations

(Unaudited)

Year Ended April 30, 2022

	General Fund	Capital Fund	Total 2022	Total 2021
<b>Revenues</b>				
Lift Tickets	\$ 317,040	\$ -	\$ 317,040	\$ 289,141
Season Passes	58,348	-	58,348	49,438
Accommodation	103,900	-	103,900	62,758
Ski Hill - Other	70,348	-	70,348	70,841
Ski Shop - Net (Note 6)	87,445	-	87,445	53,011
Grant Revenue	70,000	-	70,000	1,007,776
Loan Forgiveness	-	-	-	10,000
	<u>707,081</u>	<u>-</u>	<u>707,081</u>	<u>1,542,965</u>
<b>Expenditures</b>				
Advertising and Promotion	1,643	-	1,643	153
Amortization	-	69,519	69,519	55,870
Bad Debt (Recovery)	10	-	10	(2,579)
Bank Charges and Interest	18,862	-	18,862	12,889
Fuel	90,294	-	90,294	48,499
Instructors and Contractors	5,900	-	5,900	10,800
Insurance	31,061	-	31,061	24,201
Licences and Dues	3,513	-	3,513	4,549
Office and Miscellaneous	8,679	-	8,679	9,811
Professional Fees	6,793	-	6,793	4,550
Property Taxes and Utilities	9,589	-	9,589	8,027
Repairs and Maintenance	65,684	-	65,684	64,265
Ski Patrol	4,696	-	4,696	2,638
Telephone	5,929	-	5,929	2,809
Training and Travel	1,875	-	1,875	-
Wages and Benefits	222,265	-	222,265	192,578
	<u>476,793</u>	<u>69,519</u>	<u>546,312</u>	<u>439,060</u>
<b>Excess (Deficit) of Revenues over Expenditures</b>	<u>\$ 230,288</u>	<u>\$ (69,519)</u>	<u>\$ 160,769</u>	<u>\$ 1,103,905</u>

# MT. CAIN ALPINE PARK SOCIETY

## Statement of Cash Flows

(Unaudited)

Year Ended April 30, 2022

2022

2021

### Cash Flows From Operating Activities:

Cash Receipts from Customers and Funders	\$ 729,630	\$1,519,536
Cash Paid to Suppliers and Employees	(514,168)	(321,721)
Interest Income Received	159	901
Government Assistance Received	-	10,000
	<u>215,621</u>	<u>1,208,716</u>

### Cash Flows From Financing Activities:

Long Term Debt Incurred	-	30,000
Repayment of Long Term Debt	(11,786)	(8,571)
	<u>(11,786)</u>	<u>21,429</u>

### Cash Flows From Investing Activities:

Purchase of Property and Equipment	<u>(72,856)</u>	<u>(172,096)</u>
------------------------------------	-----------------	------------------

### Increase in Cash and Cash Equivalents

130,979 1,058,049

### Cash and Cash Equivalents - Beginning of Year

1,371,484 313,435

### Cash and Cash Equivalents - End of Year

1,502,463 1,371,484

### Cash and Cash Equivalents are Represented by:

Cash	1,292,538	1,161,718
Short Term Investments	<u>209,925</u>	<u>209,766</u>
	<u>\$1,502,463</u>	<u>\$1,371,484</u>

# MT. CAIN ALPINE PARK SOCIETY

---

## Notes to Financial Statements

(Unaudited)

April 30, 2022

---

### 1. Organization and Purpose:

Mt. Cain Alpine Park Society (the "Society") was incorporated as a not-for-profit Society under the laws of B.C. on August 31, 1977. Its purpose is to provide, operate and maintain alpine facilities and to promote and encourage sports, fostering goodwill and sportsmanship. The Society is exempt from income taxes.

### 2. Significant Accounting Policies:

The Society has elected to apply the Canadian accounting standards for not-for-profit organizations ("ASNPO") and their principle accounting policies include the following:

The Society uses fund accounting with the restricted fund method.

#### Description of Funds

The General Fund accounts for the Society's ski hill operating activities. This fund reports unrestricted resources on the accrual basis.

The Capital Fund reports the assets, liabilities, revenues and expenses related to the Society's property and equipment.

#### Inventory

Inventory is valued at the lower of cost and net realizable value. Cost is determined on a first-in first-out basis.

#### Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand, balances held in bank accounts and non-registered term deposits.

#### Revenue Recognition

The Society follows the restricted fund method of accounting for contributions.

Unrestricted contributions are recognized as revenue of the General Fund when they become receivable.

Contributions restricted for capital purchases are recognized as revenue of the Capital Fund when they become receivable.

Operating revenues are recognized as revenue of the General Fund when received or receivable.

#### Property and Equipment

Property and equipment are recorded at cost.

Amortization charges have been calculated using the following methods and annual rates:

Buildings	4%	declining balance
Furniture and Equipment	20%	declining balance
Machinery and Equipment	30%	declining balance
Rental Equipment	1/3	straight line
Site Improvements	4 - 10%	declining balance
	1/25	straight line
Ski Patrol Equipment	20%	declining balance
Website	1/3	straight line



# MT. CAIN ALPINE PARK SOCIETY

---

## Notes to Financial Statements

(Unaudited)

April 30, 2022

---

### 2. Significant Accounting Policies (continued):

#### **In-Kind Contributions**

Volunteers contribute their time to assist in carrying out services to the Society. Because of the difficulty of determining their fair value, donated services are not recognized in these financial statements unless the value is measurable.

#### **Accounting Estimates**

The preparation of financial statements in accordance with ASNPO 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 revenues and expenses during the reporting period. Those estimates are reviewed periodically and adjustments are made to income as appropriate in the year they become known. Significant estimates include the useful lives of property and equipment and the resulting amortization.

#### **Financial Instruments**

##### *Measurement of financial instruments*

The Society initially measures its financial assets and liabilities at fair value. The Society subsequently measures all its financial assets and financial liabilities at amortized cost.

Financial assets measured at amortized cost include cash and short term investments, accounts receivable and grants receivable. Financial liabilities measured at amortized cost include accounts payable, long term debt and damage deposits payable.

##### *Impairment*

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of the write-down is recognized in net income. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in net income.

##### *Transaction costs*

The Society recognizes its transaction costs in net income in the year incurred. However, financial instruments that will not be subsequently measured at fair value are adjusted by the transaction costs that are directly attributable to their origination, issuance or assumption.

# MT. CAIN ALPINE PARK SOCIETY

## Notes to Financial Statements

(Unaudited)

April 30, 2022

### 3. Property and Equipment:

	<u>2022</u>		<u>2021</u>	
	Cost	Accumulated Amortization	Cost	Accumulated Amortization
Buildings	\$ 913,251	\$ 320,572	\$ 876,400	\$ 292,032
Furniture and Equipment	45,793	39,092	45,793	37,422
Machinery and Equipment	584,360	491,003	555,188	465,307
Site Improvements	244,353	128,479	244,353	121,279
Website	<u>11,610</u>	<u>7,860</u>	<u>9,500</u>	<u>6,170</u>
	<u>\$1,799,367</u>	<u>\$ 987,006</u>	<u>\$1,731,234</u>	<u>\$ 922,210</u>
	<u>\$ 812,361</u>		<u>\$ 809,024</u>	

### 4. Accounts Payable:

	<u>2022</u>	<u>2021</u>
Trade Accounts Payable	\$ 31,309	\$ 54,800
Government Remittances	14,694	27,338
Gift Certificates	<u>2,069</u>	<u>805</u>
	<u>\$ 48,072</u>	<u>\$ 82,943</u>

### 5. Long Term Debt:

	<u>2022</u>	<u>2021</u>
RRRF Loan: \$40,000 loan; no mandatory payments through December 31, 2021; if \$30,000 repaid by December 31, 2022, \$10,000 is forgiven; converts to 3 year term loan at prime plus 1% per annum;	<u>\$ 9,643</u>	<u>\$ 21,429</u>

# MT. CAIN ALPINE PARK SOCIETY

---

## Notes to Financial Statements

(Unaudited)

April 30, 2022

---

### 6. Ski Shop - Net:

	<u>2022</u>	<u>2021</u>
Sales	\$ 80,070	\$ 68,548
Cost of Sales	<u>32,724</u>	<u>44,719</u>
	47,346	23,829
Rentals	20,536	17,174
Service	2,220	2,654
Other Revenue - Net	<u>17,343</u>	<u>9,354</u>
	<u>\$ 87,445</u>	<u>\$ 53,011</u>

### 7. Financial Instruments:

The Society is exposed to various risks through its financial instruments. The following analysis presents the Society's exposure to significant risk at the reporting date, April 30, 2022:

#### *Liquidity Risk*

Liquidity risk is the risk of being unable to meet cash requirements or to fund obligations as they become due. Trade accounts payable and accrued liabilities are generally repaid within 30 days.

The Society's management believes that it is not exposed to significant interest-rate, market, credit or cash flow risk arising from its financial instruments.

### 8. Government Assistance:

The Society received a \$10,000 non-repayable contribution from Western Economic Diversification Canada (WEDC) through Community Futures Mt. Waddington in connection with the \$30,000 interest-free term loan recorded as Long Term Debt and described in Note 5. This non-repayable contribution has been recognized under revenue in the prior year. The Society is not liable to repay this non-repayable contribution so long as the loan is repaid in full before December 31, 2022.