

*Financial Statements of*  
**KASLO TRAILBLAZER SOCIETY**  
*December 31, 2010*

**KASLO TRAILBLAZER SOCIETY**  
Index to Unaudited Financial Statements  
December 31, 2010

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January 20, 2011

Nelson, B.C.

# BERG NAQVI LEHMANN

CHARTERED ACCOUNTANTS & BUSINESS ADVISORS

**BNL.CA**

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A. Naqvi, B.Comm., FCA \*  
Craig Berg, B.Comm., CA \*  
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Jon McMillan, B.Sc., CA \*

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## REVIEW ENGAGEMENT REPORT

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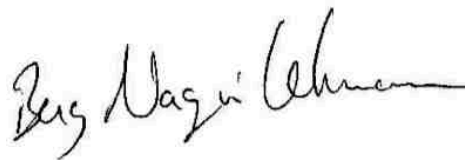
To the Directors of Kaslo Trailblazer Society  
Kaslo, B.C.

We have reviewed the statement of financial position of Kaslo Trailblazer Society as at December 31, 2010 and the statement of operations and change in net assets for the year then ended. Our review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures and discussion related to information supplied to us by the Society.

A review does not constitute an audit and consequently, we do not express an audit opinion on these financial statements.

In common with many charitable organizations, the Society derives revenue from donations over which there are limited accounting controls exercised prior to the initial entry of these transactions into the accounting records of the Society. Accordingly, our review of donations was limited to the amounts recorded in the records of the Society, and we were not able to determine whether any adjustments might be necessary to revenue, excess of revenue over expenses, current assets and net assets.

Except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of the contributions referred to in the preceding paragraph, based on our review, nothing has come to our attention that causes us to believe that these financial statements are not, in all material respects, in accordance with Canadian generally accepted accounting principles.



Chartered Accountants



January 20, 2011

Nelson, B.C.

**KASLO TRAILBLAZER SOCIETY**  
**STATEMENT OF FINANCIAL POSITION**  
 As At December 31, 2010  
 (Unaudited)

ASSETS	2010	2009
<b>CURRENT ASSETS</b>		
Cash and short-term investments	\$ 43,479	\$ 36,846
Grants and donations receivable	700	700
	<b>\$ 44,179</b>	<b>\$ 37,546</b>
<b>LIABILITIES AND NET ASSETS</b>		
<b>LIABILITIES</b>		
Accounts payable	\$ 700	\$ 700
<b>NET ASSETS</b>		
Unrestricted	43,479	36,846
	<b>\$ 44,179</b>	<b>\$ 37,546</b>

Approved by the Directors:

*V. Kordig* TREAS.  
  


**KASLO TRAILBLAZER SOCIETY**  
**STATEMENT OF OPERATIONS AND CHANGE IN NET ASSETS**  
For the Year Ended December 31, 2010  
(Unaudited)

	2010	2009
<b>REVENUE</b>		
Memberships	\$ 1,320	\$ 2,040
Donations	2,566	7,163
Fundraising revenue	-	8,387
Grants - Village of Kaslo	15,785	-
Grants - Columbia Basin Trust	15,943	1,305
Grants - Kaslo Chamber of Commerce	-	1,500
Sponsorships - Maps	-	4,000
Sponsorships - Benches	1,200	600
Sponsorships - Tables	300	350
Sponsorships - Plaques	8,026	8,593
Miscellaneous revenue	294	96
GST rebate	280	153
	<b>45,714</b>	<b>34,187</b>
<b>EXPENSES</b>		
Administration	320	592
Advertising and promotion	767	1,260
Engineering costs	3,574	3,896
Bank charges and interest	-	154
Fundraising costs	-	1,542
Excavation costs	6,637	173
Material costs	27,116	500
Professional fees	-	2,238
Trail maintenance	667	1,408
	<b>39,081</b>	<b>11,763</b>
<b>EXCESS OF REVENUE OVER EXPENSES</b>	<b>6,633</b>	<b>22,424</b>
<b>UNRESTRICTED NET ASSETS, BEGINNING OF YEAR</b>	<b>36,846</b>	<b>14,422</b>
<b>UNRESTRICTED NET ASSETS, END OF YEAR</b>	<b>\$ 43,479</b>	<b>\$ 36,846</b>

**1. PURPOSE OF THE ORGANIZATION**

Kaslo Trailblazer Society was incorporated under the Society Act of British Columbia on February 10, 2005 and became a Registered Charity on January 1, 2008.

The Society builds and maintains hiking trails and associated structures in Kaslo, British Columbia.

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**2. SIGNIFICANT ACCOUNTING POLICIES**

The following is a summary of the significant accounting policies of the Society.

**Short-Term Investments**

Short-term investments are recorded at the lower of cost and market value.

**Revenue Recognition**

The Society follows the deferral method of accounting for contributions. Under this method restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amounts to be received can be reasonably estimated and collection is reasonably assured.

Membership fees are recognized as revenue when received, as there are no related expenses incurred during the currency of the membership, making them essentially donations.

**Donated Services**

Donated services and volunteer hours are not recognized in the Society's financial statements, because of the difficulty in determining their fair value.

**Financial Instruments**

The Society's financial instruments consist of cash and short-term investments, accounts receivable, and accounts payable. It is management's opinion that the Society is not exposed to significant interest, currency, or credit risks arising from these financial instruments. The fair values of these financial instruments approximate their carrying values, unless otherwise noted.

**Use of Estimates**

The preparation of financial statements in conformity with Canadian generally accepted accounting principles 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 periods. Actual results could differ from those estimates.

**Statement of Cash Flows**

These financial statements do not include a statement of cash flows, as the Society has no financing or investing activities, and cash-flow information is readily apparent in the statements of financial position, and operations and change in net assets.

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