

**LARCH HILLS NORDIC SOCIETY**  
**Annual General Meeting Minutes**

Tuesday Mar. 8, 2022

7:30 PM,

Zoom Meeting

1. **Welcome from Suzy Beckner, who acknowledged our use presence on the traditional land of the Secwepemc First Nation.**
2. **Quorum - 24**
3. **Adopt Agenda** – Additions. David Millard motioned to adopt, Jan Naylor 2<sup>nd</sup>. All approve.
4. **Minutes of March 9, 2021 Annual General Meeting** - Marcia Beckner motioned to adopt, Peter Mulnar 2<sup>nd</sup>. All approved.
5. **Business arising outstanding issues:**
6. **President's Report** – Suzy -Thanks to the volunteers, especially the groomer who have worked through recent equipment problems. Thanks to Karen for all of her work. Thanks to Craig McBride and Jonathan Bakker for their work with the executive. Thanks to Alan Corbett and the ski team for their excellent job running the BC Cup race.
7. **Treasurer Report** - Don Miller -see attached report. Presented the financial reports ending September 30, 2021. **Don motioned to accept the statement, Suzy 2nd, all approved.**  
See receipts and expenditures for fiscal year end Jan 31, 2022. Don also reviewed and explained the receipts and expenditures and the balance sheet for the fiscal year ending January 31, 2022.  
Carbon donations are in a liability account.
8. **Club Manager Report and Safety committee reports** – Karen -see attached reports.  
Karen is the liason between the Safety committee and the executive
9. **Long Term Planning Template** – Suzy -see attached template made by the Long term planning committee including: Suzy Beckner, Don Miller, Megan Brooke, Jeremy Ayotte, Keith Hepburn, Alison Howatt  
**Kari Wilkinson motioned to adopt the official Long Term Planning document. Rob van Varseveld 2<sup>nd</sup>. All in Favour.**
10. **Programs Report** – Abbi and Suzy
  - **Ski Team -Abbi**  
The BC Cup #2 At Larch Hills in February went very well with 500 skiers participating. Track attack championships for 9-12 year olds was in Kelowna 1.5 wk ago. This past weekend, 60+ athletes from LH ski team went to Prince George for BC cup. It was very well attended and fun. Larch Hills finished in 4<sup>th</sup> place overall. Face painting in the LH colors also supported the Ukraine. The development group went to Lake Louise with Phil and had 3 days of skiing in the

area in beautiful weather this past weekend as well. An Okanagan cup race will be held in Penticton this weekend. Nationals starts in Whistler on March 20<sup>th</sup> of our athletes will attend.

- **Jackrabbits**

*The Jackrabbits had a great season with 21 Bunnyrabbits, 104 Jackrabbits, and 12 Explorers. They were led by 35 volunteer group leaders, had eight lessons, and many parent helpers.*

*Thanks to the \$1200 SDP grant received from the Kal Tire CCBC Sponsorship this year, along with \$400 left over from the grant received last year, we were able to purchase nine pairs of high quality skate skis. Both Skookum Cycle and John's ski shack gave discounts on the new skis and binding purchases, with Skookum also donating wax for waxing the new and old skis. This year we had 45 level 3 and 4 skiers, so it was great to have the additional skate skis for the kids to use.*

*Alexa Klassen helped with organizing Jackrabbits this season, and took on the big job of organizing the fun day! This was a very successful event, with 14 stations, two marshmallow roasting fires, cookies from The Little Red Hen bakery, and many volunteers.*

*Kari Wilkinson has been leading the Explorers group for over eight years and is looking for a new Explorers leader.*

- **Masters-** Glenn Bond has coached 2 sessions this year and we hope to expand the program for next season.
- **School program** -coordinated by Anje Breugem with help from Megan Weir, and George Zorne. The program was very successful. Thanks to all the volunteers from the club who have helped lead groups.

**11. Lighting and Trail Committee – Rob**

The Plan is to Complete the project this summer, with a goal to start earlier to avoid the fire season. They hope to start in May. Materials have already been ordered. Volunteers will be needed in May and June and possibly July. They also hope to hire a couple of University age students.

Thanks to all the volunteers and those who donated!

**12. Land Use and Trail Planning Committee – Craig**

Thanks to the committee members Debbie Philips, Clint Smith, Susan Hunt, Brian May, Dave Wallenstein.

They work together with many stakeholders including first nations, woodlot holders, rec sites and trails and the private landholder. They are working on ongoing trail maintenance. The dog trail expansion plan is complete but they waiting for private land owner to approve it. They might be able to start work this summer. They continue to work on planning the link trail as well. The committee also liaises with summer advisory group and rec sites and trails.

**13. Carbon Committee Report – Hermann**

Hermann Bruns, Brad Calkins, George Zorne, Cam Brown, Jim Beckner, Geoff Styles are currently on the committee which is open to new members and could use some gender balance. Joan Bratty and Pat Hutchins have stepped away.

1. Direct club operations- the club is paying for the offsets which are going to a protected forest near Nelson BC.

2. Cars coming to the hill- this is the biggest cost. voluntary carbon offset fund zone 4 \$2,350. Car counter 14,400 cars to mid Feb. ave trip estimated \$0.25. Cost is \$3,600. We generated 2/3 of this and hope to improve in future!
3. Events- The committee will be working with event organizers to find ways to offset carbon use.

Geoff Styles is organizing a carpool for the ski team with incentives.

The committee is looking at options for some tracksetting closer to town, which we have done in the past at the golf course and field of dreams.

Scott McKee suggested a gondola from South Canoe to town view. They met with dopplemeir rep from Kelowna, Tim Lavory, and the Trail Alliance to look into it further. The Potential cost is \$10-20,000,000 was suggested and \$1,000,000/yr to run it which is prohibitive at this time.

#### 14. **Facilities/Chalet Report – Rob**

Thanks to all those who have been doing repairs as needed. Repairs have been done following vandalism at Cec's and Penti's. The chalet roof was repaired and the volunteers did some of the more unpleasant work.

There are plans this summer for chinking the logs of the old chalet to keep cold and rodents out. Rob has hired a contractor to sand the south facing boards and restrain the chalet including the soffits. A small repair of a rotten log is also planned.

Motion lights will be installed at the bunker and game cameras will be placed at the lighting loop, Cec's, Penti's and the bunker.

#### 15. **Track Setting update – George Track Setting Report: Feb 2022**

*Tiller on Piston Bully was out service most of last month waiting for two tiller motors. Perfect storm of sorting out payment for parts, wrong parts, parts guy on holidays.*

*Our members had to at times endure less than ideal grooming conditions and limited groomed trails.*

*On a positive note, SEC stepped up and put in many long days on skidoo/Ginzue to keep the trail system open.*

*Groomed trails held up real nice for BC Cup weekend.*

*Plan to maintain daily grooming (PB and or Ginzue) for March, weather pending. Shorter PB shifts (<3 hrs) during week and longer shifts for the weekends. Work on having a decent route set for each day.*

*Skiers strongly encouraged to follow fresh grooming in the AM when ungroomed trails can be rutted and icy.*

*Maintenance is up to date on the PB. Working on more aggressive cutting edge on blade of PB to help deal with hard pack snow conditions.*

#### **Dave Millar -SEC (Small Equipment Crew) report**

A lot of maintenance was done pre-season to the machines. Chuck Wilson is the new mechanic and doing excellent job.

The new ginzu is an improvement over the '97 model and has been a big help this year with the PB problems. Thanks to the SEC crew who have worked very hard recently!

New snowmobiles were ordered and are on budget. They might arrive in the fall. Thanks to those who donated to the snowmobile fund.

16. **Registrar's Report – Jan**

Members past 3 years 1150 (2019/2020), 1475 (2020/2021), 1424 (2021/2022).

Jackrabbits 124 (2019/2020), 117 (2020/2021), 126 (2021/2022)

Ski Team 104 (2019/2020), 93 (2020/2021), 87 (2021/2022)

Explorers 4 (2019/2020), 11 (2020/2021), 11 (2021/2022)

17. **Announcements:**

- a. Tom's Shelter Committee – needs members to volunteer.
- b. Nordiq Canada fundraiser until March 21<sup>st</sup> for the 2 snowmobiles.  
Larch Hills was in the lead and is now in second. There are bonuses from Nordiq Canada for the leaders.

18. **Elections – Pauline Waelti and Hermann Bruns**

Positions up for election:

- a. President – Suzy Beckner is letting her name stand.
- b. Vice-President – Abbi May is letting her name stand.
- c. Secretary – Laura Hepburn is letting her name stand
- d. Director – Cam Brown - nominated
- e. Director – Alan Corbett – nominated

All won by acclamation.

Craig McBride and Jonathan Bakker have stepped down as directors.

19. **Additions**

**In reach – Bill P.** The in-reach was damaged and needs to be replaced. It tracks the PB and can be used to call for help via satellite by the tracksetters. We are looking at doing more frequent location updates to track the grooming. MEC \$670 to replace the old one. Used -about \$400 - \$500. The newest model is about \$970.

Suzy Motioned to spend up to \$1000 on a new device to replace the in-reach. Abbi 2<sup>nd</sup>. All in favour.

20. **Adjournment 9:30pm**



# **LARCH HILLS NORDIC SOCIETY**

## **Chalet Manager Report 2022 AGM (March 8)**

I would like to again thank everyone for their patience and understanding of the continuation of COVID Guidelines. Sure hoping that we are coming to an end of restrictions on the use of the chalet. It was another year of limited people entering and I appreciated those of you who popped in to say hi.

This year continued to have record number of users on our trial system and required many numerous hours to be donated by the dedicated group of volunteers that run this club.

### **Highlights of this year:**

- Early Bird Membership draw had donations from John's Ski Shack (3), Skookum Cycle and Ski (6), Kintec(3) and Caravan Farm Theatre (6 pairs of tickets). Thank you to our sponsors.
- Day use numbers started out slow at the beginning of December but as snow conditions improved numbers increased. Average of 400-500 sign ins per month January and February.
- I continued to update the early morning Trail Report Daily. Thank you to the skiers who stopped by to share the snow conditions so the report could be updated throughout the day with accurate information.
- E-news is a weekly send out and appreciate input from the various committees to keep our members engaged with what is happening.
- Involved with the Ski School program to assist Antje where needed and teachers. Registration on Zone 4 worked well again this year. 12 Schools, 21 teachers, 500 children, 24 host volunteers. Antje asked me to express her sincere thanks to all of the 24 volunteers that allow the children to experience the ski trails.
- Thanks to "Team Karry" - Kari Wilkinson and Kerry Miller for organizing a wonderful Lantern Ski. Many folks came out to enjoy the event. The Rotary Club matched the donations collected from participants and the food bank received almost \$5,000.
- The Loppet Committee was hopeful to go back to an in-person loppet but was required to go Virtual again. They did a great job on getting sponsors and 53 fabulous prizes. Thanks again to Skookum Cycle and Ski, Kintec, Wear Abouts, Rancho Vignola, Active Chiropractic, Larch Hills Winery, and LHNS. Over 300 loppet routes skied, 287 skiers entered their names into the prize draw and some of the school groups skied the 5 km route. Thank you to the members who participated with enthusiasm, set the courses, track set and groomed the routes and donated to the Heart and Stroke Foundation. It was a great success with lots of positive feedback.

- Cross Country BC and Nordiq Canada involved the clubs in an on-line fundraiser for the second year. This year we set our goals on the purchase of 2 new 2003 model snowmobiles. Thanks to the trail users for donating to the purchase. To date we have raised \$10,240 and secured an additional \$1,000 from CCBC. These funds include \$1,360 raised by 4 young men known as the “Teen Trek” who set out to ski every trail in the LHNS trail system. A reminder that this campaign ends March 21.
- My involvement with the Safety Committee (including Safety Hosts) continued.
  - o Thanks to George Zorn and Keith Cox for organizing the placement of safety toboggans and safety buckets out on the trail as well as facilitating many educational mock rescue simulations
  - o Thanks to Gordon Bose from Shuswap Search and Rescue for giving two afternoons to assist with the simulations and sharing his wisdom so that the safety hosts are better prepared to respond.
  - o Thanks to Wayne Buchanan and David Millard for securing the 2013 Snowmobile as our new rescue machine and taking care of all of the maintenance required.
  - o Thank you to two individuals who donated funds to new equipment.
    - An Equinox Rescue Sled was funded in total and is an upgrade to the comfort of our older toboggan for bringing injured parties down to safety.
    - A Ferno Full Body Splint was 65% funded and will be used when an injury needs to be immobilized for transport. This is a vacuum splint that molds around the persons body. This will replace the use of the back board as an immobilizer.
  - o Thank you to Jessica Klikach a new recruit in 20/21 that has shared her enthusiasm and took on the job of continuing to recruit new safety hosts for this season. 6 new volunteers joined the Safety Host team.
  - o Continue to update and organize all information we use and display on the website
- Cec’s Cabin was very popular this year. 5 bookings in Dec, 4 bookings in January, 8 bookings in February and 2 so far in March. One booking for May.
- Continue to assist visitors and members with various requests, research information for proposals, acknowledge donations, and try to assist where ever needed.

# Memo from Don Miller

**Date:** March 8, 2022

**To:** Members – Larch Hills Nordic Society

**Cc:** file

**RE:** Report

*I'll cover two items this evening:*

## **2021 FINANCIAL STATEMENTS:**

*The draft financial statement, prepared by the Society's external accounts, are attached. These documents relate to the fiscal year ended September 30, 2021. I would like to make a few comments that might be useful as you review the statements.*

- **CASH**
  - *The reported cash is made up of two segments, free cash and cash that is either legislatively or internally restricted in terms of the use of cash. I have attached a spreadsheet that discloses the various bank accounts we use*
    - **Restricted – this includes**
      - *Legislatively restricted funds - Under the provisions of the Community Gaming Grants regulations, we are required to maintain separate banking accounts for the receipts and disbursements from gaming grants.*
      - *Internally restricted – We have chosen to internally separate funds specifically earmarked for capital projects in separate banking accounts. We have segregated the funds further to design and monitor funds obtained from other project grants.*
- **CAPITAL ASSETS**
  - *These assets are detailed in Note 3 attached to the statements. I specifically draw your attention to the Trail Light item reflected at a reported cost of \$ 22,540. As noted at the bottom of Note 3, under the provisions of Canadian Accounting Standards for Not-For Profit organizations, the proceeds of capital grants obtained for specific capital projects are netted against the capital costs incurred, resulting in a much-reduced reported value for asset acquisitions where the acquisition is supported by grant funds.*
- **STATEMENT OF RECEIPTS AND DISBURSEMENTS**
  - *There was a significant increase in the accumulated receipts from memberships and from non-member trail fees.*
  - *During the summer of 2021 a project to remove selected trees from the trail network was completed. This project produced receipts of \$ 23,300. The disbursements reflect a line item designed as "Trail clearing" that includes the costs of falling and hauling of the aforementioned trees.*
- **STATEMENT OF CHANGES IN NET ASSETS**
  - *This statement is the net equity of the Society. The accounting principles split the equity between capital assets and the operating funds*
- **STATEMENT OF CASH FLOWS:**
  - *This statement is a summary of the cash transactions completed in the fiscal year, disclosing where monies came from and went to.*



# Memo from Don Miller

**Date:** March 8, 2022

**To:** Members – Larch Hills Nordic Society

**Cc:** file

**RE:** Report

- **NOTES**

- The notes disclose the accounting principles and policies that the Society utilizes in preparing the financial information. They are, I believe, reasonably understandable but if there are any questions, please drop me an e-mail and I can provide an explanation.

Move to accept the preliminary financial statements.

## **2022 INTERIM POSITION**

I've attached a copy of our internal financial statements for the four months ended January 31, 2022. Note that there will be some changes to these balances as I have not yet received the adjusting entries from the external accounts.

## **RECEIPTS AND EXPENDITURES**

- Memberships are up slightly over 2021
- Trail fees, representing the cash deposits for non-members is down. This is primarily attributed to the comparative lack of snow in December 2021 in comparison with December 2020
- The building maintenance increase is directly related to the insulation issues in the chalet that were addressed in the fall of 2021. These repairs included the drywall, painting and clean-up of that project and that were finished in November.
- Equipment repairs include significant cost related to Piston Bulley repairs. Of the balance reflect over \$ 10,100 related specifically to the PB. Although the bookkeeping has not been fully completed, I can report that in February at least an additional \$ 10,000 has been incurred in PB repairs.

## **BALANCE SHEET**

- As reflected in this statement, this date reflects some of our highest cash balances. During the summer months, the cash balance diminishes as trail maintenance and capital projects are completed.

Please have a look and should you have any questions or comments, please contact me and I will attempt to answer your queries.

Thank you

LHNS

September 30, 2021

Analysis of reported cash

Acct	"Restricted"	General	Term Deposits
1001	10.02		
1002			
1003	3,140.20		
1005		21,302.05	
1006			
1007		0.03	
1010		164.73	
1015			
1020		54,450.81	
1025	62.28		
1026	17,988.15		
1027	15.08		
1030	5.57		
1031	26,206.75		
1032-01	88,072.12		
1032-02	14.68		
1033			101,050.00
1034			144,143.65
1109			
accrued			288.51
	135,514.85	75,917.62	245,482.16

## Larch Hills Nordic Society

## Balance Sheet

As of January 31, 2022

	Jan 31, 22	Jan 31, 21
<b>ASSETS</b>		
Current Assets		
Chequing/Savings		
1001 · Gaming 981415 - Shares	70.02	68.65
1003 · Gaming 981415 - Moneymaker	258.98	12.05
1005 · General 163527 - Moneymaker	65,628.83	111,535.80
1006 · General 163527 - Registration	1,713.80	48,822.56
1007 · General 163527 - Trail fees	3,069.00	4,108.70
1010 · General 163527 - Shares	164.73	161.50
1020 · General 163527-Investor Savings	107,552.01	26,467.02
1025 · Tracksetter 1469386 - Shares	6.28	6.28
1026 · Tracksetter 1469386-Investor Sa	17,988.14	5.39
1030 · Lighting 1638444-Investor Sav	15.08	15.08
1031 · Lighting 1638444-Shares	5.57	5.45
1032 · Lighting 1638444-Lighting		
1032-01 · SASCU - Lighting TOTA	51,398.54	0.00
1032-02 · Lighting - GENERAL ACCT	162,740.88	0.00
1032 · Lighting 1638444-Lighting - Other	0.00	40,991.77
Total 1032 · Lighting 1638444-Lighting	214,139.42	40,991.77
1033 · Lighting 1638444-Patronage	14.68	14.68
1034 · Lighting acct - Term deposit	0.00	100,000.00
1110 · Term Deposits	144,143.65	126,160.90
1150 · Cash Float	60.00	0.00
Total Chequing/Savings	554,830.19	458,375.83
Accounts Receivable		
1201 · Accrued Interest Receivable	1,038.39	1,038.39
1203 · Deposit Clearing	454.00	0.00
Total Accounts Receivable	1,492.39	1,038.39
Other Current Assets		
1210 · Prepaids	8,795.00	4,826.00
1215 · Suspense Posting	-1,243.55	0.00
1250 · Registration clearing	-214.50	0.00
1255 · Payroll Clearing	-1,453.40	-1,399.19
Total Other Current Assets	5,883.55	3,426.81
Total Current Assets	562,206.13	462,841.03
Fixed Assets		
1301 · Buildings	318,164.33	318,164.33
1302 · Building-New Chalet	301,192.56	301,192.56
1305 · Accum Amort-Buildings	-247,476.23	-247,476.23
1310 · Small Tools	13,550.12	12,837.97
1315 · Accum Amort-Small Tools	-12,837.97	-12,837.97
1320 · Vehicles	251,951.78	243,451.78
1325 · Accum Amort-Vehicles	-199,582.77	-199,582.77
1330 · Equipment	47,209.68	29,768.80
1335 · Accum Amort-Equipment	-18,112.87	-18,112.87
1350 · Trail Lighting summary		
1350-1 · Trail Lighting - Phase I and II	297,244.85	4,450.00
1350-02 · Trail Lighting - LOOP 3	26,545.88	0.00
Total 1350 · Trail Lighting summary	323,790.73	4,450.00
1399 · Grants-asset		
1399-02 · Gaming Grant - Lighting	-170,000.00	0.00
1399-03 · TOTA grant - Lighting	-170,000.00	0.00
Total 1399 · Grants-asset	-340,000.00	0.00
Total Fixed Assets	437,849.36	431,855.60
<b>TOTAL ASSETS</b>	<b>1,000,055.49</b>	<b>894,696.63</b>

## Larch Hills Nordic Society

## Balance Sheet

As of January 31, 2022

	Jan 31, 22	Jan 31, 21
<b>LIABILITIES &amp; EQUITY</b>		
<b>Liabilities</b>		
<b>Current Liabilities</b>		
<b>Accounts Payable</b>		
2010 · Accounts Payable	12,777.09	0.00
<b>Total Accounts Payable</b>	12,777.09	0.00
<b>Other Current Liabilities</b>		
2001 · Accrued Payables	9,500.00	4,000.00
2015 · Payroll Deduction Liability	1,631.62	1,455.57
2016 · Vacation pay liability	451.00	365.20
2025 · Grants/ Fundraising deferred		
2025-1 · Via Sport grant	1,647.50	2,000.00
2025-2 · Fundraising for snowmobile	1,300.00	0.00
<b>Total 2025 · Grants/ Fundraising deferred</b>	2,947.50	2,000.00
2030 · Carbon Offset liability	2,346.75	0.00
2035 · Lantern ski	2,418.50	0.00
2315 · GST Collected on Sales	0.00	702.86
2550 · GST/HST Payable	-487.87	580.32
<b>Total Other Current Liabilities</b>	18,807.50	9,103.95
<b>Total Current Liabilities</b>	31,584.59	9,103.95
<b>Total Liabilities</b>	31,584.59	9,103.95
<b>Equity</b>		
3001 · Transfer of Capital Assets to	116,102.90	116,102.90
3002 · Restricted Net Assets-Operatio	154,179.11	154,179.11
3005 · Unrestricted Net Assets - Cap	476,370.08	476,370.08
3010 · Purchase of Capital Assets	-116,102.90	-116,102.90
3100 · Amortization - Capital	-41,438.33	-41,438.33
3200 · Retained Earnings	288,100.87	142,695.25
Net Income	91,259.17	153,786.57
<b>Total Equity</b>	968,470.90	885,592.68
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>1,000,055.49</b>	<b>894,696.63</b>

**LARCH HILLS NORDIC SOCIETY**  
**Financial Statements**  
**Year Ended September 30, 2021**

**PRELIMINARY**  
FOR DISCUSSION PURPOSES ONLY

**PRELIMINARY**  
FOR DISCUSSION PURPOSES ONLY

**LARCH HILLS NORDIC SOCIETY**  
**Index to Financial Statements**  
**Year Ended September 30, 2021**

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**PRELIMINARY**  
FOR DISCUSSION PURPOSES ONLY

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PRELIMINARY  
FOR DISCUSSION PURPOSES ONLY

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## INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

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To the Members of Larch Hills Nordic Society

We have reviewed the accompanying financial statements of Larch Hills Nordic Society (the Company) that comprise the statement of financial position as at September 30, 2021, and the statements of receipts and disbursements, changes in net assets 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 (ASNPO), 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.

### *Practitioner's 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 financial position of Larch Hills Nordic Society as at September 30, 2021, and the results of its operations and its cash flows for the year then ended in accordance with ASNPO.

PRELIMINARY  
FOR DISCUSSION PURPOSES ONLY

Salmon Arm, British Columbia  
March 2, 2022

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Trent Sismey Inc.  
Chartered Professional Accountant

**LARCH HILLS NORDIC SOCIETY**  
**Statement of Financial Position**  
**September 30, 2021**

	2021	2020
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	\$ 211,362	\$ 113,441
Term deposits	245,482	108,152
Interest receivable	876	1,038
Goods and services tax recoverable	12,021	-
Prepaid expenses	5,341	4,826
	<b>475,082</b>	227,457
<b>CAPITAL ASSETS (Note 3)</b>	<b>422,150</b>	427,406
<b>TERM DEPOSIT</b>	-	100,000
	<b>\$ 897,232</b>	<b>\$ 754,863</b>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT</b>		
Accounts payable	\$ 60,064	\$ 14,089
Goods and services tax payable	-	1,769
Employee deductions payable	607	436
Prepaid memberships	-	4,762
Grant received	1,648	2,000
Due to related parties (Note 4)	1,167	-
	<b>63,486</b>	23,056
<b>NET ASSETS</b>	<b>833,746</b>	731,807
	<b>\$ 897,232</b>	<b>\$ 754,863</b>

**PRELIMINARY**  
FOR DISCUSSION PURPOSES ONLY

**PRELIMINARY**  
FOR DISCUSSION PURPOSES ONLY

**On behalf of the Board**

\_\_\_\_\_ Member

\_\_\_\_\_ Member

See notes to financial statements



**LARCH HILLS NORDIC SOCIETY**  
**Statement of Receipts and Disbursements**  
**Year Ended September 30, 2021**

	2021	2020
<b>RECEIPTS</b>		
Memberships	\$ 129,476	\$ 100,117
Trail lighting project donations	54,106	125,885
Trail fees	43,995	35,233
CCBC fees collected	26,298	22,298
Timber sales from trail clearance	23,300	68,452
Donations	9,222	12,176
Other receipts	5,826	11,650
Jack rabbit fees and donations	2,857	3,337
	<u>295,080</u>	<u>379,148</u>
<b>DISBURSEMENTS</b>		
Repairs and maintenance	41,375	60,581
CCBC fees paid out	24,439	20,711
Personnel costs	18,467	14,549
Insurance	13,358	12,060
Gas & oil	12,873	21,223
Trail clearing	7,764	71,211
Professional fees	6,410	4,973
Honorariums	4,500	2,700
Jack Rabbit program	3,694	1,702
Telephone	3,572	2,688
Safety committee	3,402	950
Hydro	3,279	2,708
Snow removal	2,750	7,005
Office	2,579	4,378
Miscellaneous	1,762	2,098
Other fees	1,423	3,741
Rent expenses	1,174	748
Scholarships	1,000	2,000
Advertising	911	106
Bank charges	52	28
Ski swap	-	6,104
Unrecovered GST	-	7
	<u>154,784</u>	<u>242,271</u>
<b>EXCESS OF RECEIPTS OVER DISBURSEMENTS FROM OPERATIONS</b>	<u>140,296</u>	<u>136,877</u>
<b>OTHER INCOME (EXPENSES)</b>		
Reino Keski-Salmi Loppet (net)	(1,167)	7,167
Larch Hills Jr Racing Team (net)	-	(1,348)
	<u>(1,167)</u>	<u>5,819</u>
<b>EXCESS OF RECEIPTS OVER DISBURSEMENTS</b>	<u>\$ 139,129</u>	<u>\$ 142,696</u>

PRELIMINARY  
FOR DISCUSSION PURPOSES ONLY

PRELIMINARY  
FOR DISCUSSION PURPOSES ONLY

See notes to financial statements

**LARCH HILLS NORDIC SOCIETY**  
**Statement of Changes in Net Assets**  
**Year Ended September 30, 2021**

	2020 Balance	Excess of receipts over disbursements	Capital Asset Additions	Amortization	2021 Balance
Operating Fund	\$ 304,401	\$ 139,129	\$ (31,933)	\$ -	\$ 411,597
Capital Asset Fund	427,406	-	31,933	(37,190)	422,149
	<u>\$ 731,807</u>	<u>\$ 139,129</u>	<u>\$ -</u>	<u>\$ (37,190)</u>	<u>\$ 833,746</u>

  

	2019 Balance	Excess of receipts over disbursements	Capital Asset Additions	Amortization	2020 Balance
Operating Fund	\$ 154,179	\$ 142,696	\$ 7,526	\$ -	\$ 304,401
Capital Asset Fund	476,370	-	(7,526)	(41,438)	427,406
	<u>\$ 630,549</u>	<u>\$ 142,696</u>	<u>\$ -</u>	<u>\$ (41,438)</u>	<u>\$ 731,807</u>

**PRELIMINARY**  
FOR DISCUSSION PURPOSES ONLY

**PRELIMINARY**  
FOR DISCUSSION PURPOSES ONLY

**LARCH HILLS NORDIC SOCIETY**  
**Statement of Cash Flows**  
**Year Ended September 30, 2021**

	2021	2020
<b>OPERATING ACTIVITIES</b>		
Cash receipts from other activities	\$ 116,846	\$ 248,560
Cash paid to supplies and disbursements	(110,672)	(245,840)
Interest received	162	(176)
Cash receipts from memberships	129,476	100,116
Cash receipts from trail fees	43,995	35,233
Goods and services tax	(13,790)	1,769
Cash flow from operating activities	<u>166,017</u>	<u>139,662</u>
<b>INVESTING ACTIVITIES</b>		
Purchase of capital assets	(31,933)	(29,937)
Proceeds on disposal of capital assets	-	37,463
Term deposits	(37,330)	(101,861)
Cash flow used by investing activities	<u>(69,263)</u>	<u>(94,335)</u>
<b>FINANCING ACTIVITY</b>		
Advances from related parties	<u>1,167</u>	<u>-</u>
<b>INCREASE IN CASH FLOW</b>	<b>97,921</b>	<b>45,327</b>
Cash - beginning of year	<u>113,441</u>	<u>68,114</u>
<b>CASH - END OF YEAR</b>	<b>\$ 211,362</b>	<b>\$ 113,441</b>
<b>CASH CONSISTS OF:</b>		
Cash	<u>\$ 211,362</u>	<u>\$ 113,441</u>

**PRELIMINARY**  
FOR DISCUSSION PURPOSES ONLY

**PRELIMINARY**  
FOR DISCUSSION PURPOSES ONLY

**LARCH HILLS NORDIC SOCIETY**  
**Notes to Financial Statements**  
**Year Ended September 30, 2021**  
*(Unaudited)*

**PRELIMINARY**  
FOR DISCUSSION PURPOSES ONLY

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1. PURPOSE OF THE SOCIETY

Larch Hills Nordic Society is a not-for-profit organization incorporated provincially under the Society Act of British Columbia on August 7, 1980. Management has determined that they are exempt from payment of income tax under Section 149(1) of the Income Tax Act.

The Society runs and operates a cross country ski area in the Larch Hills. The operations are run by the directors and board members, each with specific tasks. The Society operates the area under a Licence issued by the Province of British Columbia commencing August 1, 2015 for a term of 30 years.

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2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNFPPO).

Revenue recognition

Larch Hills Nordic Society follows the restricted fund method of accounting for contributions.

Restricted contributions related to general operations are recognized as revenue of the Operating Fund in the year in which the related expenses are incurred. All other restricted contributions are recognized as revenue of the appropriate restricted fund.

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.

Investment income earned on the Restricted Fund resources is recognized as revenue of the Operating Fund when earned.

Financial instruments policy

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

Cash and short term investments

Cash and cash equivalents consist primarily of deposits and Credit Union Equity and Patronage accounts with short term maturities. Because of the short term maturity of these investments, their carrying amount approximates fair value.

Goods and Services Tax

In 2020, the Treasurer along with a CRA representative, determined that the Society could be taxable for GST and subsequently has registered for GST. "Memberships in a club are taxable if the main purpose of the club is to provide dining, recreational or sporting facilities to its members".

**PRELIMINARY**  
FOR DISCUSSION PURPOSES ONLY (continues)



**LARCH HILLS NORDIC SOCIETY**  
**Notes to Financial Statements**  
**Year Ended September 30, 2021**  
*(Unaudited)*

**PRELIMINARY**  
FOR DISCUSSION PURPOSES ONLY

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Measurement uncertainty

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 amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

Capital assets

Capital assets are stated at cost or deemed cost less accumulated amortization. Capital assets are amortized over their estimated useful lives on a declining balance basis at the following rates and methods:

Trail Lighting	4%	declining balance method
Building - New Chalet	27 years	straight-line method
Buildings	10%	declining balance method
Tracksetting equipment	30%	declining balance method
Equipment	20%	declining balance method
Small tools	100%	declining balance method

The company regularly reviews its capital assets to eliminate obsolete items. Government and other grants are treated as a reduction of capital assets cost when received.

Capital assets acquired during the year but not placed into use are not amortized until they are placed into use.

Comparative figures

Certain comparative amounts have been reclassified to conform to the current year's presentation.

3. CAPITAL ASSETS

	Cost	Accumulated amortization	2021 Net book value	2020 Net book value
Buildings	\$ 619,357	\$ 267,359	\$ 351,998	\$ 371,881
Tracksetting equipment	251,952	214,018	37,934	43,869
Equipment	30,662	20,533	10,129	11,656
Small tools	12,838	12,838	-	-
Trail Lighting	22,540	451	22,089	-
	<u>\$ 937,349</u>	<u>\$ 515,199</u>	<u>\$ 422,150</u>	<u>\$ 427,406</u>

During the year, the Society incurred capital costs of \$277,540 in regards to the Trail Lighting improvements. The Society, then received capital grants in the amount of \$255,000 which were accounted for as a reduction in capital cost.

**PRELIMINARY**  
FOR DISCUSSION PURPOSES ONLY

**LARCH HILLS NORDIC SOCIETY**  
**Notes to Financial Statements**  
**Year Ended September 30, 2021**  
*(Unaudited)*

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4. DUE TO RELATED PARTIES

	<u>2021</u>	<u>2020</u>
Reino Keski-Salmi Loppet	<u>\$ 1,167</u>	<u>\$ -</u>

Advances from a related party is non-interest bearing and has no set repayment terms.

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**PRELIMINARY**  
FOR DISCUSSION PURPOSES ONLY

**PRELIMINARY**  
FOR DISCUSSION PURPOSES ONLY

# Larch Hills Nordic Society

Year End: September 30, 2021

## Other income and expenses

Account	Prelim	Adj's	Reclass	Rep	Annotation	Rep 09/20	%Chg
4003 Revenue - RKS Loppet	0.00	-33.20	0.00	-33.20		-18,165.33	-100
5003 Expenses - RKS Loppet	0.00	1,200.00	0.00	1,200.00		10,998.17	-89
70 Other income or expense	0.00	1,166.80	0.00	1,166.80	<sup>1</sup> 1.2	-7,167.16	-116
4056 Received on behalf of race team	-14,450.00	0.00	0.00	-14,450.00		-14,265.85	1
5050 Jr Racing Team	14,450.00	0.00	0.00	14,450.00		15,614.05	-7
70. 2	0.00	0.00	0.00	0.00	1.2	1,348.20	-100
	<u>0.00</u>	<u>1,166.80</u>	<u>0.00</u>	<u>1,166.80</u>	1.2	<u>-5,818.96</u>	<u>-120</u>

1. The Loppet was done virtually in the year

Completed by	Reviewed by
CM 2022-03-02	