

Financial Statements of

**SUN PEAKS MOUNTAIN
RESORT ASSOCIATION
(DBA TOURISM SUN PEAKS)**

Year ended March 31, 2007



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AUDITORS' REPORT

To the Members of Sun Peaks Mountain Resort Association (dba Tourism Sun Peaks)

We have audited the statement of financial position of Sun Peaks Mountain Resort Association (dba Tourism Sun Peaks) as at March 31, 2007 and the statements of financial activity and net assets and cash flows for the year then ended. These financial statements are the responsibility of the Association's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of Sun Peaks Mountain Resort Association (dba Tourism Sun Peaks) as at March 31, 2007 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Chartered Accountants

Kamloops, Canada
May 4, 2007

SUN PEAKS MOUNTAIN RESORT ASSOCIATION (DBA TOURISM SUN PEAKS)

Statement of Financial Position

March 31, 2007, with comparatives for 2006

	2007	2006
Assets		
Current assets:		
Cash	\$ 74,752	\$ -
Accounts receivable (note 2)	379,592	428,814
Prepaid expenses	30,932	26,118
	485,276	454,932
Capital assets (note 3)	59,560	60,246
	\$ 544,836	\$ 515,178

Liabilities and Net Assets

Current liabilities:		
Cheques issued in excess of funds on deposit (note 4)	\$ -	\$ 219,809
Accounts payable and accrued liabilities	184,995	178,420
Horizon Air revenue guarantee	-	60,710
Deferred revenue	13,167	15,889
	198,162	474,828
Net assets:		
Unrestricted net assets (deficiency)	287,114	(19,896)
Net assets invested in capital assets (note 11)	59,560	60,246
	346,674	40,350
Commitments (note 8)		
	\$ 544,836	\$ 515,178

See accompanying notes to financial statements.

On behalf of the Board:

_____ Director

_____ Director

SUN PEAKS MOUNTAIN RESORT ASSOCIATION (DBA TOURISM SUN PEAKS)

Statement of Financial Activity and Net Assets (Deficiency)

Year ended March 31, 2007, with comparatives for 2006

	2007 Budget (unaudited)	2007	2006
Revenue:			
Assessments (note 5)	\$ 1,431,000	\$ 1,391,894	\$ 1,348,309
Central reservation commissions	260,750	264,597	285,124
Activity centre	34,680	37,170	32,143
Interest and miscellaneous	3,000	5,439	6,096
Accommodation tax revenues	196,500	240,231	183,427
Sports centre (note 10)	-	-	19,013
	<u>1,925,930</u>	<u>1,939,331</u>	<u>1,874,112</u>
Expenditures:			
Audit, accounting, and legal	22,000	12,707	11,703
Bad debt	3,600	1,906	763
Equipment leases	49,836	46,491	45,511
Insurance	4,500	3,824	4,363
Interest and bank charges	14,181	27,459	22,245
Management fees, Sports Centre (note 10)	58,200	72,783	7,466
Marketing - Summer	228,075	214,889	203,169
Marketing - Winter	638,475	608,218	716,365
Office and miscellaneous	19,400	19,383	20,992
Outside services	-	-	3,086
Rent	38,750	9,000	9,000
Repairs and maintenance	-	169	3,976
Supplies	19,500	33,907	37,656
Telephone and utilities	31,339	28,253	68,306
Travel and promotion	12,000	8,482	9,416
Wages and benefits	590,075	523,786	550,974
	<u>1,671,731</u>	<u>1,611,257</u>	<u>1,714,991</u>
Excess of revenue over expenditures before other expenses	254,199	328,074	159,121
Other expenses:			
Amortization	(16,200)	(20,956)	(27,918)
Loss on disposition of capital assets	-	(794)	-
	<u>(16,200)</u>	<u>(21,750)</u>	<u>(27,918)</u>
Excess of revenue over expenditures	237,999	306,324	131,203
Net assets (deficiency), beginning of year	40,350	40,350	(90,853)
Net assets, end of year	<u>\$ 278,349</u>	<u>\$ 346,674</u>	<u>\$ 40,350</u>
Represented by:			
Unrestricted net assets (deficiency)		\$ 287,114	\$ (19,896)
Net assets invested in capital assets		59,560	60,246
		<u>\$ 346,674</u>	<u>\$ 40,350</u>

See accompanying notes to financial statements.