

Financial Statements of

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

Year ended March 31, 2012



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INDEPENDENT AUDITORS' REPORT

To the Members of Sun Peaks Mountain Resort Association

We have audited the accompanying financial statements of the Sun Peaks Mountain Resort Association, which comprise the statement of financial position as at March 31, 2012, the statements of operations, changes in net assets and cash flows for the year then ended and notes, comprising 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 generally accepted accounting principles, 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.

Auditors' Responsibility

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 comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Sun Peaks Mountain Resort Association as at March 31, 2012 and its results of operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

The comparative figures for March 31, 2011 were reported on by another firm of chartered accountants.

KPMG LLP

Chartered Accountants

Kamloops, Canada
June 23, 2012

SUN PEAKS MOUNTAIN RESORT ASSOCIATION

Statement of Financial Position

March 31, 2012, with comparative figures for 2011


	2012	2011
Assets		
Current assets:		
Cash	\$ 135,304	\$ 230,138
Accounts receivable (note 2)	386,724	570,643
Prepaid expenses	28,823	13,830
	<u>550,851</u>	<u>814,611</u>
Capital assets (note 3)	138,960	160,937
	<u>\$ 689,811</u>	<u>\$ 975,548</u>

Liabilities and Net Assets

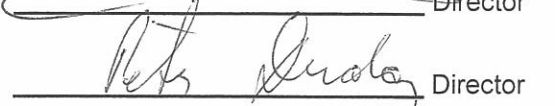
Current liabilities:		
Accounts payable and accrued liabilities	\$ 122,975	\$ 467,004
Term loan due on demand	-	3,099
Deferred revenue	27,978	12,335
	<u>150,953</u>	<u>482,438</u>
Net assets:		
Unrestricted net assets	74,898	10,272
Internally restricted (note 10)	325,000	325,000
Net assets invested in capital assets	138,960	157,838
	<u>538,858</u>	<u>493,110</u>
Commitments (note 8)		
Contingencies (note 9)		
	<u>\$ 689,811</u>	<u>\$ 975,548</u>

See accompanying notes to financial statements.

On behalf of the Board:



Director



Director

SUN PEAKS MOUNTAIN RESORT ASSOCIATION

Statement of Operations

Year ended March 31, 2012, with comparative figures for 2011

	2012 Budget (unaudited)	2012	2011
Revenue:			
Assessments	\$ 1,545,500	\$ 1,567,871	\$ 1,536,297
Central reservation commissions	322,100	325,099	352,126
Adventure Centre	40,435	40,801	45,377
Accommodation tax revenues	243,275	204,491	204,653
Interest income	5,200	8,142	4,459
	<u>2,156,510</u>	<u>2,146,404</u>	<u>2,142,912</u>
Expenses:			
Audit, accounting, and legal	18,000	14,902	12,633
Bad debt	6,000	21,194	12,900
Credit card fees and bank charges	26,060	33,943	32,679
Equipment leases	19,956	10,427	17,759
Insurance	4,750	2,614	5,396
Management fees, Sports Centre (note 12)	60,000	60,000	60,000
Marketing - summer	298,927	292,145	266,138
Marketing - winter	738,457	759,613	745,791
Office and general	31,860	27,503	29,841
Rent	57,750	56,668	56,357
Repairs and maintenance	57,285	43,736	55,611
Supplies	17,115	12,311	15,866
Telephone and utilities	49,400	43,028	45,464
Wages and benefits	745,206	692,676	721,762
	<u>2,130,766</u>	<u>2,070,760</u>	<u>2,078,197</u>
Excess of revenue over expenses before other expenses	25,744	75,644	64,715
Other expenses:			
Amortization	(25,744)	(29,562)	(23,306)
Loss on disposal of capital assets	-	(334)	(16,883)
Excess of revenue over expenses	<u>\$ -</u>	<u>\$ 45,748</u>	<u>\$ 24,526</u>

See accompanying notes to financial statements.