

National Capital Freenet
Statement of Revenue, Expenses, and Surplus
Period ended as stated

	Actuals Sep-02	Budget Sep-02	Actuals YTD 2002	Budget YTD 2002
Revenue				
Donations from members				
Associated with registration	\$1,525	\$1,890	\$16,570	\$16,800
Associated with renewals	\$6,600	\$8,113	\$102,039	\$111,362
Total member donations	<u>\$8,125</u>	<u>\$10,003</u>	<u>\$118,609</u>	<u>\$128,162</u>
Fundraising Activities				
Corporate donations & sponsorships	\$109	\$800	\$7,049	\$7,200
Other fundraising activities	\$0	\$0	\$0	\$0
Total fundraising activities	<u>\$109</u>	<u>\$800</u>	<u>\$7,049</u>	<u>\$7,200</u>
Grants and other revenues	\$0	\$0	\$12,632	\$0
Deferred contributions (note 1)	\$32,047	\$12,245	\$96,141	\$36,735
Total operating revenue	<u>\$40,281</u>	<u>\$23,048</u>	<u>\$234,431</u>	<u>\$172,097</u>
Community Networks Projects (see below)	\$14,779	\$40,695	\$134,700	\$318,157
Total operating and project revenue	<u>\$55,060</u>	<u>\$63,743</u>	<u>\$369,131</u>	<u>\$490,254</u>
Expenses				
System access telecommunications	\$5,312	\$5,350	\$44,644	\$48,150
System administration	\$3,597	\$1,478	\$15,238	\$13,300
Office staff and supplies	\$3,428	\$3,276	\$30,271	\$29,483
Volunteer Coordination	\$0	\$42	\$275	\$375
Administration and professional fees	\$4,362	\$3,342	\$37,566	\$30,178
Promotional and other costs	\$0	\$0	\$342	\$250
Depreciation (note 1)	\$33,504	\$12,245	\$99,976	\$36,735
Total operating expenses	<u>\$50,202</u>	<u>\$25,732</u>	<u>\$228,311</u>	<u>\$158,470</u>
Related to Community Network Projects (see below)	\$14,779	\$40,345	\$118,482	\$315,007
Total operating and project expenses	<u>\$64,981</u>	<u>\$66,077</u>	<u>\$346,793</u>	<u>\$473,477</u>
Excess of revenue over expenses	<u>(\$9,921)</u>	<u>(\$2,334)</u>	<u>\$22,339</u>	<u>\$16,777</u>
Surplus, beginning of period	\$66,575	\$67,050	\$34,315	\$47,939
Surplus, end of period	<u>\$56,653</u>	<u>\$64,716</u>	<u>\$56,653</u>	<u>\$64,716</u>

National Capital Freenet
Net Revenue from Community Projects

	Actuals Sep-02	Budget Sep-02	Actuals YTD 2002	Budget YTD 2002
Community Networks Projects				
Thin Client Network Project	\$9,370	\$19,700	\$51,931	\$151,600
VolNet Web Hosting	\$0	\$350	\$1,050	\$3,150
Web Mail Project	\$0	\$0	\$0	\$0
Smart Capital Project	\$890	\$4,075	\$13,287	\$38,786
Smart Capital Thin Client	\$4,140	\$11,109	\$33,655	\$72,259
Smart Capital Web Mail	\$380	\$3,818	\$33,028	\$37,513
Smart Capital Extended Access	\$0	\$1,644	\$1,750	\$14,849
Total Project Revenue	<u>\$14,779</u>	<u>\$40,695</u>	<u>\$134,700</u>	<u>\$318,157</u>
Community Networks Projects				
General Project costs	\$0	\$0	\$0	\$0
Thin Client Network Project	\$9,370	\$19,700	\$48,302	\$151,600
VolNet Web Hosting	\$0	\$0	\$10	\$0
Web Mail Project	\$0	\$0	\$0	\$0
Smart Capital Project	\$890	\$4,075	\$5,565	\$38,786
Smart Capital Thin Client	\$4,140	\$11,109	\$31,577	\$72,259
Smart Capital Web Mail	\$380	\$3,818	\$32,190	\$37,513
Smart Capital Extended Access	\$0	\$1,644	\$837	\$14,849
Total Project Costs	<u>\$14,779</u>	<u>\$40,345</u>	<u>\$118,482</u>	<u>\$315,007</u>
Net Revenue form Community Network Projects	<u>\$0</u>	<u>\$350</u>	<u>\$16,219</u>	<u>\$3,150</u>

Note 1: Amortization and Depreciation are higher than budget due to considerable unbudgeted equipment donations related to the projects

**National Capital Freenet
Balance Sheet
For the period ended as stated**

		Actuals Sep-02	Budget Sep-02
Assets			
Cash (note 2)	\$50,709	\$22,931	\$58,562
Segregated Cash		\$0	\$0
Accounts receivable and other current assets (note 2)		\$69,960	\$1,717
		<u>\$92,891</u>	<u>\$60,279</u>
Capital equipment			
Computer equipment		\$194,652	\$145,498
Systems software		\$626,746	\$100,139
Telecommunications equipment		\$141,407	\$162,813
Business equipment		\$8,076	\$7,576
		<u>\$970,881</u>	<u>\$416,025</u>
Less accumulated depreciation		<u>\$396,505</u>	<u>\$359,207</u>
		\$574,376	\$56,818
Total assets		<u><u>\$667,267</u></u>	<u><u>\$117,097</u></u>
Liabilities and Surplus			
Accounts payable and accrued liabilities (note 2)		\$42,182	\$14,045
Unearned Revenues		\$0	\$0
Deferred contributions, net of amortization		\$568,432	\$38,336
Surplus		\$56,653	\$64,716
Total liabilities and surplus		<u><u>\$667,267</u></u>	<u><u>\$117,097</u></u>

Note 1: Cash is lower than budget due to the funding of the network projects, all of which is receivable from the funding agency. Cash plus project receivables less project payables yields an current position of \$51,000 compared to a budget of \$59,000.

Subsequent event: On Oct. 3rd, the NCF received \$16,600 from Smart Capital in payment for claims outstanding for the period ending July 31, 2002

**National Capital Freenet
Statement of Changes in Financial Position
For the period ended as stated**

	Actuals Sep-02	Budget Sep-02	Actuals YTD 2002	Budget YTD 2002
Operating activities				
Excess of revenue over expenses	(\$9,921)	(\$2,334)	\$22,339	\$16,777
Items not involving cash:				
Deferred contributions	(\$32,047)	(\$12,245)	(\$96,141)	(\$36,735)
Depreciation	\$33,504	\$12,245	\$99,976	\$36,735
Gain (Loss) on Disposal of Assets	\$0	\$0	(\$12,632)	\$0
Net change in non-cash working capital items				
Accounts receivable and other current assets (note 1)	(\$6,253)	\$184	(\$63,761)	\$11,456
Accounts payable & accrued liabilities (note 1)	(\$7,606)	\$645	(\$10,865)	(\$33,672)
Cash provided by (used in) operations	<u>(\$22,323)</u>	<u>(\$1,505)</u>	<u>(\$61,084)</u>	<u>(\$5,440)</u>
Investing activities				
Purchase of equipment for cash	\$0	\$0	(\$21,406)	\$0
Cash applied to investing activities	\$0	\$0	(\$21,406)	\$0
Increase in cash during the period	<u>(\$22,323)</u>	<u>(\$1,505)</u>	<u>(\$39,678)</u>	<u>(\$5,440)</u>
Cash, beginning of period	\$45,254	\$60,067	\$62,609	\$64,001
Less Segregated Cash	\$0	\$0	\$0	\$0
Cash, end of period	<u><u>\$22,931</u></u>	<u><u>\$58,562</u></u>	<u><u>\$22,931</u></u>	<u><u>\$58,562</u></u>