

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

	Actuals Dec-02	Budget Dec-02	Actuals YTD 2002	Budget YTD 2002
<b>Revenue</b>				
Donations from members				
Associated with registration	\$1,171	\$1,290	\$21,790	\$21,660
Associated with renewals	\$12,490	\$6,805	\$131,143	\$131,519
Total member donations	<u>\$13,661</u>	<u>\$8,095</u>	<u>\$152,933</u>	<u>\$153,179</u>
<b>Fundraising Activities</b>				
Corporate donations & sponsorships	\$669	\$800	\$9,394	\$9,600
Other fundraising activities	\$96	\$0	\$96	\$0
Total fundraising activities	<u>\$765</u>	<u>\$800</u>	<u>\$9,489</u>	<u>\$9,600</u>
Grants and other revenues	\$0	\$0	\$12,632	\$0
Deferred contributions	\$34,827	\$12,245	\$130,968	\$48,980
Total operating revenue	<u>\$49,253</u>	<u>\$21,140</u>	<u>\$306,022</u>	<u>\$211,759</u>
Community Networks Projects (see below)	\$24,504	\$19,862	\$208,035	\$377,742
Total operating and project revenue	<u>\$73,757</u>	<u>\$41,002</u>	<u>\$514,057</u>	<u>\$589,501</u>
<b>Expenses</b>				
System access telecommunications	\$5,627	\$5,350	\$61,359	\$64,200
System administration	\$464	\$1,478	\$16,031	\$17,733
Office staff and supplies	\$1,868	\$3,276	\$38,280	\$39,310
Volunteer Coordination	\$0	\$42	\$275	\$500
Administration and professional fees	\$2,797	\$3,342	\$46,034	\$40,204
Promotional and other costs	\$0	\$0	\$342	\$250
Depreciation	\$33,079	\$12,245	\$133,055	\$48,980
Total operating expenses	<u>\$43,836</u>	<u>\$25,732</u>	<u>\$295,376</u>	<u>\$211,177</u>
Related to Community Network Projects (see below)	\$24,504	\$19,512	\$191,816	\$373,542
Total operating and project expenses	<u>\$68,340</u>	<u>\$45,244</u>	<u>\$487,192</u>	<u>\$584,720</u>
Excess of revenue over expenses	\$5,417	(\$4,242)	\$26,865	\$4,782
Surplus, beginning of period	\$55,762	\$56,963	\$34,315	\$47,939
Surplus, end of period	<u>\$61,179</u>	<u>\$52,721</u>	<u>\$61,179</u>	<u>\$52,721</u>

**National Capital Freenet**  
**Net Revenue from Community Projects**

	Actuals Dec-02	Budget Dec-02	Actuals YTD 2002	Budget YTD 2002
<b>Community Networks Projects</b>				
Thin Client Network Project	\$1,700	\$4,200	\$59,455	\$164,200
VolNet Web Hosting	\$0	\$350	\$1,050	\$4,200
Smart Capital Project	\$7,629	\$4,075	\$32,819	\$51,011
Smart Capital Thin Client	\$4,337	\$5,776	\$48,835	\$89,586
Smart Capital Web Mail	\$1,781	\$3,818	\$42,549	\$48,966
Smart Capital Extended Access	\$597	\$1,644	\$7,625	\$19,780
Smart Capital Community Appl'ns	\$5,366	\$0	\$12,609	\$0
Smart Capital DialUp Access	\$3,094	\$0	\$3,094	\$0
Total Project Revenue	<u>\$24,504</u>	<u>\$19,862</u>	<u>\$208,035</u>	<u>\$377,742</u>
<b>Community Networks Projects</b>				
General Project costs	\$0	\$0	\$0	\$0
Thin Client Network Project	\$1,700	\$4,200	\$55,826	\$164,200
VolNet Web Hosting	\$0	\$0	\$10	\$0
Smart Capital Project	\$7,629	\$4,075	\$25,096	\$51,011
Smart Capital Thin Client	\$4,337	\$5,776	\$46,757	\$89,586
Smart Capital Web Mail	\$1,781	\$3,818	\$41,711	\$48,966
Smart Capital Extended Access	\$597	\$1,644	\$6,713	\$19,780
Smart Capital Community Appl'ns	\$5,366	\$0	\$12,609	\$0
Smart Capital DialUp Access	\$3,094	\$0	\$3,094	\$0
Total Project Costs	<u>\$24,504</u>	<u>\$19,512</u>	<u>\$191,816</u>	<u>\$373,542</u>
Net Revenue form Community Network Projects	<u>\$0</u>	<u>\$350</u>	<u>\$16,219</u>	<u>\$4,200</u>

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

	Actuals Dec-02	Budget Dec-02
<b>Assets</b>		
Cash	\$49,553	\$49,054
Segregated Cash (note 1)	\$83,462	\$0
Accounts receivable and other current assets (note 2)	\$43,777	\$1,165
	<u>\$176,791</u>	<u>\$50,219</u>
<b>Capital equipment</b>		
Computer equipment	\$188,449	\$145,498
Systems software	\$626,746	\$100,139
Telecommunications equipment	\$134,777	\$162,813
Business equipment	\$1,793	\$7,576
	<u>\$951,765</u>	<u>\$416,025</u>
Less accumulated depreciation	\$408,017	\$371,452
	<u>\$543,748</u>	<u>\$44,573</u>
<b>Total assets</b>	<u><u>\$720,539</u></u>	<u><u>\$94,792</u></u>
<b>Liabilities and Surplus</b>		
Accounts payable and accrued liabilities	\$32,490	\$15,980
Unearned Revenues (note 1)	\$83,462	\$0
Deferred contributions, net of amortization	\$543,407	\$26,091
<b>Surplus</b>	\$61,179	\$52,721
<b>Total liabilities and surplus</b>	<u><u>\$720,539</u></u>	<u><u>\$94,792</u></u>

Note 1: Segregated Cash and Unearned Revenue relate to the HRDC project

Note 2: Accounts Receivable includes approx \$43K from Smart Capital project

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

	Actuals Dec-02	Budget Dec-02	Actuals YTD 2002	Budget YTD 2002
<b>Operating activities</b>				
Excess of revenue over expenses	\$5,417	(\$4,242)	\$26,865	\$4,782
Items not involving cash:				
Deferred contributions	(\$34,827)	(\$12,245)	(\$130,968)	(\$48,980)
Depreciation	\$33,079	\$12,245	\$133,055	\$48,980
Gain (Loss) on Disposal of Assets	\$0	\$0	(\$12,632)	\$0
<b>Net change in non-cash working capital items</b>				
Accounts receivable and other current assets (note 1)	(\$6,777)	\$184	(\$37,577)	\$12,008
Accounts payable & accrued liabilities	\$107,302	\$645	\$62,905	(\$31,737)
Cash provided by (used in) operations	<u>\$104,194</u>	<u>(\$3,413)</u>	<u>\$41,648</u>	<u>(\$14,947)</u>
<b>Investing activities</b>				
Purchase of equipment for cash	(\$7,352)	\$0	(\$28,758)	\$0
Cash applied to investing activities	<u>(\$7,352)</u>	<u>\$0</u>	<u>(\$28,758)</u>	<u>\$0</u>
<b>Increase in cash during the period</b>	<u>\$111,546</u>	<u>(\$3,413)</u>	<u>\$70,405</u>	<u>(\$14,947)</u>
Cash, beginning of period	\$21,469	\$52,467	\$62,609	\$64,001
<b>Less Segregated Cash</b>	<u>(\$83,462)</u>	<u>\$0</u>	<u>(\$83,462)</u>	<u>\$0</u>
<b>Cash, end of period</b>	<u><u>\$49,553</u></u>	<u><u>\$49,054</u></u>	<u><u>\$49,553</u></u>	<u><u>\$49,054</u></u>