

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

| | Actuals Mar-02 | Budget Mar-02 | Actuals YTD 2002 | Budget YTD 2002 |
|---|-------------------|------------------|---------------------|--------------------|
| Revenue | | | | |
| Donations from members | | | | |
| Associated with registration | \$1,672 | \$2,100 | \$5,566 | \$6,720 |
| Associated with renewals | \$14,616 | \$14,371 | \$48,274 | \$42,206 |
| Total member donations | <u>\$16,288</u> | <u>\$16,471</u> | <u>\$53,840</u> | <u>\$48,926</u> |
| Fundraising Activities | | | | |
| Corporate donations & sponsorships | \$824 | \$800 | \$4,507 | \$2,400 |
| Other fundraising activities | \$0 | \$0 | \$0 | \$0 |
| Total fundraising activities | <u>\$824</u> | <u>\$800</u> | <u>\$4,507</u> | <u>\$2,400</u> |
| Grants and other revenues | \$0 | \$0 | \$0 | \$0 |
| Deferred contributions (note 1) | \$29,013 | \$12,245 | \$29,013 | \$12,245 |
| Total operating revenue | <u>\$46,125</u> | <u>\$29,516</u> | <u>\$87,360</u> | <u>\$63,571</u> |
| Community Networks Projects (see below) | \$4,553 | \$28,362 | \$30,972 | \$85,086 |
| Total operating and project revenue | <u>\$50,678</u> | <u>\$57,878</u> | <u>\$118,332</u> | <u>\$148,657</u> |
| Expenses | | | | |
| System access telecommunications | \$6,083 | \$5,350 | \$16,707 | \$16,050 |
| System administration | \$2,037 | \$1,478 | \$6,383 | \$4,433 |
| Office staff and supplies | \$3,708 | \$3,276 | \$10,517 | \$9,828 |
| Volunteer Coordination | \$0 | \$42 | \$100 | \$125 |
| Administration and professional fees | \$5,427 | \$3,342 | \$16,209 | \$10,026 |
| Promotional and other costs | \$0 | \$250 | \$150 | \$250 |
| Depreciation (note 1) | \$30,869 | \$12,245 | \$30,869 | \$12,245 |
| Total operating expenses | <u>\$48,125</u> | <u>\$25,982</u> | <u>\$80,935</u> | <u>\$52,957</u> |
| Related to Community Network Projects (see below) | \$6,068 | \$28,012 | \$18,382 | \$84,036 |
| Total operating and project expenses | <u>\$54,192</u> | <u>\$53,994</u> | <u>\$99,318</u> | <u>\$136,993</u> |
| Excess of revenue over expenses | <u>(\$3,515)</u> | \$3,884 | \$19,014 | \$11,664 |
| Surplus, beginning of period | \$56,843 | \$55,720 | \$34,315 | \$47,939 |
| Surplus, end of period | <u>\$53,329</u> | <u>\$59,603</u> | <u>\$53,329</u> | <u>\$59,603</u> |

National Capital Freenet
Net Revenue from Community Projects

| | Actuals Mar-02 | Budget Mar-02 | Actuals YTD 2002 | Budget YTD 2002 |
|---|-------------------|------------------|---------------------|--------------------|
| Community Networks Projects | | | | |
| Thin Client Network Project | \$2,989 | \$9,500 | \$13,372 | \$28,500 |
| VolNet Web Hosting | \$350 | \$350 | \$1,050 | \$1,050 |
| Web Mail Project | \$0 | \$0 | \$0 | \$0 |
| Smart Capital Project | (\$1,736) | \$4,779 | \$8,544 | \$14,337 |
| Smart Capital Thin Client | \$1,683 | \$7,202 | \$4,220 | \$21,605 |
| Smart Capital Web Mail | \$668 | \$4,869 | \$2,036 | \$14,606 |
| Smart Capital Extended Access | \$598 | \$1,662 | \$1,750 | \$4,987 |
| Total Project Revenue | <u>\$4,553</u> | <u>\$28,362</u> | <u>\$30,972</u> | <u>\$85,086</u> |
| Community Networks Projects | | | | |
| General Project costs | \$0 | \$0 | \$0 | \$0 |
| Thin Client Network Project | \$2,989 | \$9,500 | \$13,372 | \$28,500 |
| VolNet Web Hosting | \$10 | \$0 | \$10 | \$0 |
| Web Mail Project | \$0 | \$0 | \$0 | \$0 |
| Smart Capital Project | \$264 | \$4,779 | \$822 | \$14,337 |
| Smart Capital Thin Client | \$1,683 | \$7,202 | \$2,142 | \$21,605 |
| Smart Capital Web Mail | \$668 | \$4,869 | \$1,199 | \$14,606 |
| Smart Capital Extended Access | \$454 | \$1,662 | \$837 | \$4,987 |
| Total Project Costs | <u>\$6,068</u> | <u>\$28,012</u> | <u>\$18,382</u> | <u>\$84,036</u> |
| Net Revenue form Community Network Projects | <u>(\$1,515)</u> | <u>\$350</u> | <u>\$12,590</u> | <u>\$1,050</u> |

Note 1: Amortization and depreciation are significantly higher than budgeted due to the significant project related capital donations received during the period.

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

| | Actuals Mar-02 | Budget Mar-02 |
|---|-------------------------|-------------------------|
| Assets | | |
| Cash | \$21,051 | \$41,502 |
| Segregated Cash | \$14,302 | \$6,537 |
| Accounts receivable and other current assets (note 2) | \$23,511 | \$9,794 |
| | <u>\$58,864</u> | <u>\$57,833</u> |
| Capital equipment | | |
| Computer equipment | \$117,103 | \$145,498 |
| Systems software | \$594,764 | \$100,139 |
| Telecommunications equipment | \$162,813 | \$162,813 |
| Business equipment | \$8,076 | \$7,576 |
| | <u>\$882,755</u> | <u>\$416,025</u> |
| Less accumulated depreciation | <u>\$340,030</u> | <u>\$334,717</u> |
| | <u>\$542,725</u> | <u>\$81,308</u> |
| Total assets | <u><u>\$601,589</u></u> | <u><u>\$139,141</u></u> |
| Liabilities and Surplus | | |
| Accounts payable and accrued liabilities | \$7,930 | \$10,175 |
| Unearned Revenues | \$14,302 | \$6,537 |
| Deferred contributions, net of amortization | \$526,028 | \$62,826 |
| Surplus | \$53,329 | \$59,603 |
| Total liabilities and surplus | <u><u>\$601,589</u></u> | <u><u>\$139,141</u></u> |

Note 2: Receivables relate to the Smart Capital projects, HRDC Webmail, and Volnet web hosting.

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

| | Actuals Mar-02 | Budget Mar-02 | Actuals YTD 2002 | Budget YTD 2002 |
|--|------------------------|------------------------|------------------------|------------------------|
| Operating activities | | | | |
| Excess of revenue over expenses | (\$3,515) | \$3,884 | \$19,014 | \$11,664 |
| Items not involving cash: | | | | |
| Deferred contributions | (\$29,013) | (\$12,245) | (\$29,013) | (\$12,245) |
| Depreciation | \$30,869 | \$12,245 | \$30,869 | \$12,245 |
| Net change in non-cash working capital items | | | | |
| Accounts receivable and other current assets | (\$663) | \$184 | (\$17,311) | \$3,379 |
| Accounts payable & accrued liabilities | (\$1,098) | (\$8,855) | (\$30,815) | (\$31,005) |
| Cash provided by (used in) operations | <u>(\$3,420)</u> | <u>(\$4,787)</u> | <u>(\$27,256)</u> | <u>(\$15,962)</u> |
| Investing activities | | | | |
| Purchase of equipment for cash | \$0 | \$0 | \$0 | \$0 |
| Cash applied to investing activities | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
| Increase in cash during the period | <u>(\$3,420)</u> | <u>(\$4,787)</u> | <u>(\$27,256)</u> | <u>(\$15,962)</u> |
| Cash, beginning of period | <u>\$38,773</u> | <u>\$52,826</u> | <u>\$62,609</u> | <u>\$64,001</u> |
| Less Segregated Cash | <u>(\$14,302)</u> | <u>(\$6,537)</u> | <u>(\$14,302)</u> | <u>(\$6,537)</u> |
| Cash, end of period | <u><u>\$21,051</u></u> | <u><u>\$41,502</u></u> | <u><u>\$21,051</u></u> | <u><u>\$41,502</u></u> |