

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

	Actuals Jun-02	Budget Jun-02	Actuals YTD 2002	Budget YTD 2002
<b>Revenue</b>				
Donations from members				
Associated with registration	\$1,664	\$1,560	\$10,954	\$11,670
Associated with renewals	\$6,955	\$14,569	\$84,308	\$86,867
Total member donations	<u>\$8,619</u>	<u>\$16,129</u>	<u>\$95,261</u>	<u>\$98,537</u>
 Fundraising Activities				
Corporate donations & sponsorships	\$479	\$800	\$6,504	\$4,800
Other fundraising activities	\$0	\$0	\$0	\$0
Total fundraising activities	<u>\$479</u>	<u>\$800</u>	<u>\$6,504</u>	<u>\$4,800</u>
 Grants and other revenues (note1)	\$12,632	\$0	\$12,632	\$0
Deferred contributions (note 2)	\$35,081	\$12,245	\$64,094	\$24,490
Total operating revenue	<u>\$56,811</u>	<u>\$29,174</u>	<u>\$178,491</u>	<u>\$127,827</u>
 Community Networks Projects (see below)	\$5,300	\$27,862	\$61,803	\$168,672
Total operating and project revenue	<u>\$62,111</u>	<u>\$57,036</u>	<u>\$240,294</u>	<u>\$296,499</u>
 <b>Expenses</b>				
System access telecommunications	\$5,592	\$5,350	\$28,577	\$32,100
System administration	\$229	\$1,478	\$10,397	\$8,867
Office staff and supplies	\$3,516	\$3,276	\$20,412	\$19,655
Volunteer Coordination	\$0	\$42	\$275	\$250
Administration and professional fees	\$3,089	\$3,342	\$27,257	\$20,152
Promotional and other costs	\$50	\$0	\$349	\$250
Depreciation (note 2)	\$35,603	\$12,245	\$66,472	\$24,490
Total operating expenses	<u>\$48,078</u>	<u>\$25,732</u>	<u>\$153,739</u>	<u>\$105,764</u>
 Related to Community Network Projects (see below)	\$5,300	\$27,512	\$45,584	\$166,572
Total operating and project expenses	<u>\$53,378</u>	<u>\$53,244</u>	<u>\$199,323</u>	<u>\$272,336</u>
 Excess of revenue over expenses	\$8,733	\$3,792	\$40,971	\$24,163
Surplus, beginning of period	\$66,553	\$68,311	\$34,315	\$47,939
 Surplus, end of period	<u>\$75,286</u>	<u>\$72,102</u>	<u>\$75,286</u>	<u>\$72,102</u>

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

	Actuals Jun-02	Budget Jun-02	Actuals YTD 2002	Budget YTD 2002
<b>Community Networks Projects</b>				
Thin Client Network Project	\$1,697	\$12,200	\$36,063	\$65,100
VolNet Web Hosting	\$0	\$350	\$1,050	\$2,100
Web Mail Project	\$0	\$0	\$0	\$0
Smart Capital Project	\$157	\$4,075	\$9,962	\$26,562
Smart Capital Thin Client	\$1,400	\$5,776	\$6,486	\$38,933
Smart Capital Web Mail	\$2,046	\$3,818	\$6,492	\$26,060
Smart Capital Extended Access	\$0	\$1,644	\$1,750	\$9,918
Total Project Revenue	<u>\$5,300</u>	<u>\$27,862</u>	<u>\$61,803</u>	<u>\$168,672</u>
 <b>Community Networks Projects</b>				
General Project costs	\$0	\$0	\$0	\$0
Thin Client Network Project	\$1,697	\$12,200	\$32,434	\$65,100
VolNet Web Hosting	\$0	\$0	\$10	\$0
Web Mail Project	\$0	\$0	\$0	\$0
Smart Capital Project	\$157	\$4,075	\$2,240	\$26,562
Smart Capital Thin Client	\$1,400	\$5,776	\$4,408	\$38,933
Smart Capital Web Mail	\$2,046	\$3,818	\$5,655	\$26,060
Smart Capital Extended Access	\$0	\$1,644	\$837	\$9,918
Total Project Costs	<u>\$5,300</u>	<u>\$27,512</u>	<u>\$45,584</u>	<u>\$166,572</u>
 Net Revenue form Community Network Projects	<u>\$0</u>	<u>\$350</u>	<u>\$16,219</u>	<u>\$2,100</u>

Note 1: Other revenue includes gain on return of communications equipment to vendor for full refund

Note 2: Deferred Contributions and Depreciation are greater than budget due to the significant contributions made by vendors in support of the Network Projects

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

	Actuals Jun-02	Budget Jun-02
<b>Assets</b>		
Cash	\$62,954	\$63,461
Segregated Cash (note 3)	\$1,748	\$0
Accounts receivable and other current assets	\$10,356	\$2,269
	<u>\$75,057</u>	<u>\$65,730</u>
Capital equipment		
Computer equipment	\$182,215	\$145,498
Systems software	\$626,746	\$100,139
Telecommunications equipment	\$141,407	\$162,813
Business equipment	\$8,076	\$7,576
	<u>\$958,444</u>	<u>\$416,025</u>
Less accumulated depreciation	<u>\$363,001</u>	<u>\$346,962</u>
	<u>\$595,443</u>	<u>\$69,063</u>
 Total assets	 <u><u>\$670,500</u></u>	 <u><u>\$134,794</u></u>
 <b>Liabilities and Surplus</b>		
Accounts payable and accrued liabilities	\$5,425	\$12,110
Unearned Revenues (note 3)	\$1,748	\$0
Deferred contributions, net of amortization	\$588,042	\$50,581
 Surplus	 \$75,286	 \$72,102
 Total liabilities and surplus	 <u><u>\$670,500</u></u>	 <u><u>\$134,794</u></u>

Note 3: Segregated Cash and Unearned Revenues relates to the Network Projects

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

	Actuals Jun-02	Budget Jun-02	Actuals YTD 2002	Budget YTD 2002
<b>Operating activities</b>				
Excess of revenue over expenses	\$8,733	\$3,792	\$40,971	\$24,163
Items not involving cash:				
Deferred contributions	(\$35,081)	(\$12,245)	(\$64,094)	(\$24,490)
Depreciation	\$35,603	\$12,245	\$66,472	\$24,490
Gain (Loss) on Disposal of Assets (note 1)	(\$12,632)	\$0	(\$12,632)	\$0
 Net change in non-cash working capital items				
Accounts receivable and other current assets	(\$550)	\$184	(\$4,156)	\$10,904
Accounts payable & accrued liabilities	(\$2,908)	\$645	(\$45,875)	(\$35,607)
Cash provided by (used in) operations	<u>(\$6,835)</u>	<u>\$4,621</u>	<u>(\$19,314)</u>	<u>(\$540)</u>
 <b>Investing activities</b>				
Purchase of equipment for cash	\$0	\$0	(\$21,406)	\$0
Cash applied to investing activities	<u>\$0</u>	<u>\$0</u>	<u>(\$21,406)</u>	<u>\$0</u>
 Increase in cash during the period	 <u>(\$6,835)</u>	 <u>\$4,621</u>	 <u>\$2,092</u>	 <u>(\$540)</u>
Cash, beginning of period	\$71,537	\$58,841	\$62,609	\$64,001
 Less Segregated Cash	 (\$1,748)	 \$0	 (\$1,748)	 \$0
 Cash, end of period	 <u><u>\$62,954</u></u>	 <u><u>\$63,461</u></u>	 <u><u>\$62,954</u></u>	 <u><u>\$63,461</u></u>