

SALT SPRING ISLAND MONETARY FOUNDATION  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED AUGUST 31, 2009

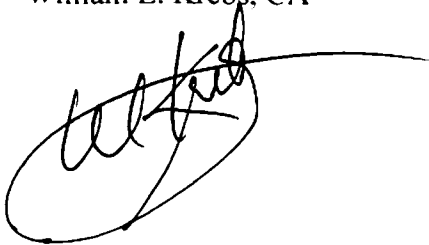
## TREASURER'S REPORT

To the members of  
**SALT SPRING ISLAND MONETARY FOUNDATION**

### Advisory to Reader

I have prepared these financial statements for the Salt Spring Island Monetary Foundation in my capacity as Treasurer. No independent firm of professional accountants has audited, reviewed, compiled, or otherwise attempted to verify the accuracy or completeness of these financial statements.

William E. Krebs, CA

A handwritten signature in black ink, appearing to read 'W. Krebs', with a long horizontal line extending to the right.

Salt Spring Island, BC  
December 30, 2009

**SALT SPRING ISLAND MONETARY FOUNDATION**

**STATEMENT OF FINANCIAL POSITION**

**AS AT AUGUST 31**

**ASSETS**

	2009	2008
<b>CURRENT</b>		
Cash	\$ 22,443	\$ 23,463
Silver & Gold	6,805	6,871
Accounts receivable	-	-
Short term investments (Note 5)	<u>10,303</u>	<u>10,303</u>
	<u>39,551</u>	<u>40,637</u>
<b>FIXED</b>		
Armoured Van (Norte 8)	15,000	18,683
	\$ 54,551	\$ 59,320
	=====	=====

**LIABILITIES**

<b>CURRENT</b>		
Accounts payable and accrued liabilities	\$ 1,379	\$ 2,353
Deferred revenue (Note 3 & 6)	<u>151,636</u>	<u>146,429</u>
	153,015	148,782
<b>LONG-TERM DEBT</b>		
Loans payable to members (Note 7)	2,675	2,675

**ASSETS NET OF LIABILITIES**

<b>ASSETS NET OF LIABILITIES</b>	<u>(101,139)</u>	<u>(92,137)</u>
	\$ 54,551	\$ 59,320
	=====	=====

**APPROVED ON BEHALF OF THE BOARD:**

“Robert McGinn” Director

“Michael Contardi” Director

**SALT SPRING ISLAND MONETARY FOUNDATION**  
**STATEMENT OF OPERATIONS AND ASSETS NET OF LIABILITIES**  
**FOR THE YEARS ENDED AUGUST 31**

	2009	2008
SALES	\$ <u>548</u>	\$ <u>822</u>
EXPENSES		
Regulatory & Professional	\$ 264	\$ -
Bank charges and interest	319	448
Merchant Terminal	475	-
Printing, Mint & Silver	159	5,114
Promotion	4,462	3,820
Postage	188	213
Vehicle	<u>3,683</u>	<u>680</u>
	9,550	10,275
EXCESS OF EXPENSES OVER REVENUE	\$ ( 9,002) =====	\$ (9,453) =====
ASSETS NET OF LIABILITIES. end of period	\$ (101,139) =====	\$ (92,137) =====

# **SALT SPRING ISLAND MONETARY FOUNDATION**

## **NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED AUGUST 31, 2009**

### **1. BASIS OF PRESENTATION**

These financial statements have been prepared for information purposes to report the results of the Salt Spring Island Monetary Foundation's operations for the year ended August 31, 2009 with comparative for 2008. The 2008 results have been restated to comply with the 2009 presentation.

### **2. PURPOSE OF THE ORGANIZATION**

The Society was incorporated on July 17, 2001 for the purposes of designing, issuing and maintaining a local currency for Salt Spring Island. The goal of these activities is to raise funds for worthwhile community projects while promoting local commerce and goodwill.

### **3. ACCOUNTING POLICIES**

#### **a) REVENUE RECOGNITION**

Cash collected from the sale of Salt Spring Dollars is shown as deferred revenue on the financial statements.

#### **b) INVENTORY**

The cost of producing Salt Spring Dollars is expensed. Inventory of issued and un-issued Salt Spring Dollars is not recorded.

#### **c) STATEMENT OF CASH FLOWS**

A statement of cash flows has not been provided as it would not provide additional useful information.

### **4. FINANCIAL INSTRUMENTS**

The Society's financial instruments consist of cash, accounts receivable, short term investments, accounts payable and accrued liabilities. The carrying amount of these financial instruments approximates their fair value.

Unless otherwise noted, it is management's opinion that the company is not exposed to significant interest or credit risks arising from these financial instruments.

# **SALT SPRING ISLAND MONETARY FOUNDATION**

## **NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED AUGUST 31, 2009**

### **5. SHORT TERM INVESTMENTS**

Investments consist of gold (6 ounces), silver (270 ounces) and term deposits. Gold and Silver are recorded at the lesser of the cost of \$6.871 and approximate market value on August 31, 2009 of \$10.542. The term deposits are recorded at a cost of \$10.303 with interest paid annually at various maturity dates within the next 12 months.

### **6. CONTINGENT LIABILITIES**

Collector sets and Silver coins have been given to various distinguished parties. The face value of the sets is \$5.878. This amount has not been recorded in the accounts as it is the opinion of the Directors it is unlikely the associated Salt Spring Dollars will ever be redeemed.

### **7. LOANS PAYABLE TO MEMBERS**

The amount represents advances to the Society without specific terms of repayment or interest and is unsecured.

### **8. ARMoured VAN**

Subsequent to August 31, 2009 the Armoured Van was sold for \$15.000. Accordingly the carrying cost has been reduced.