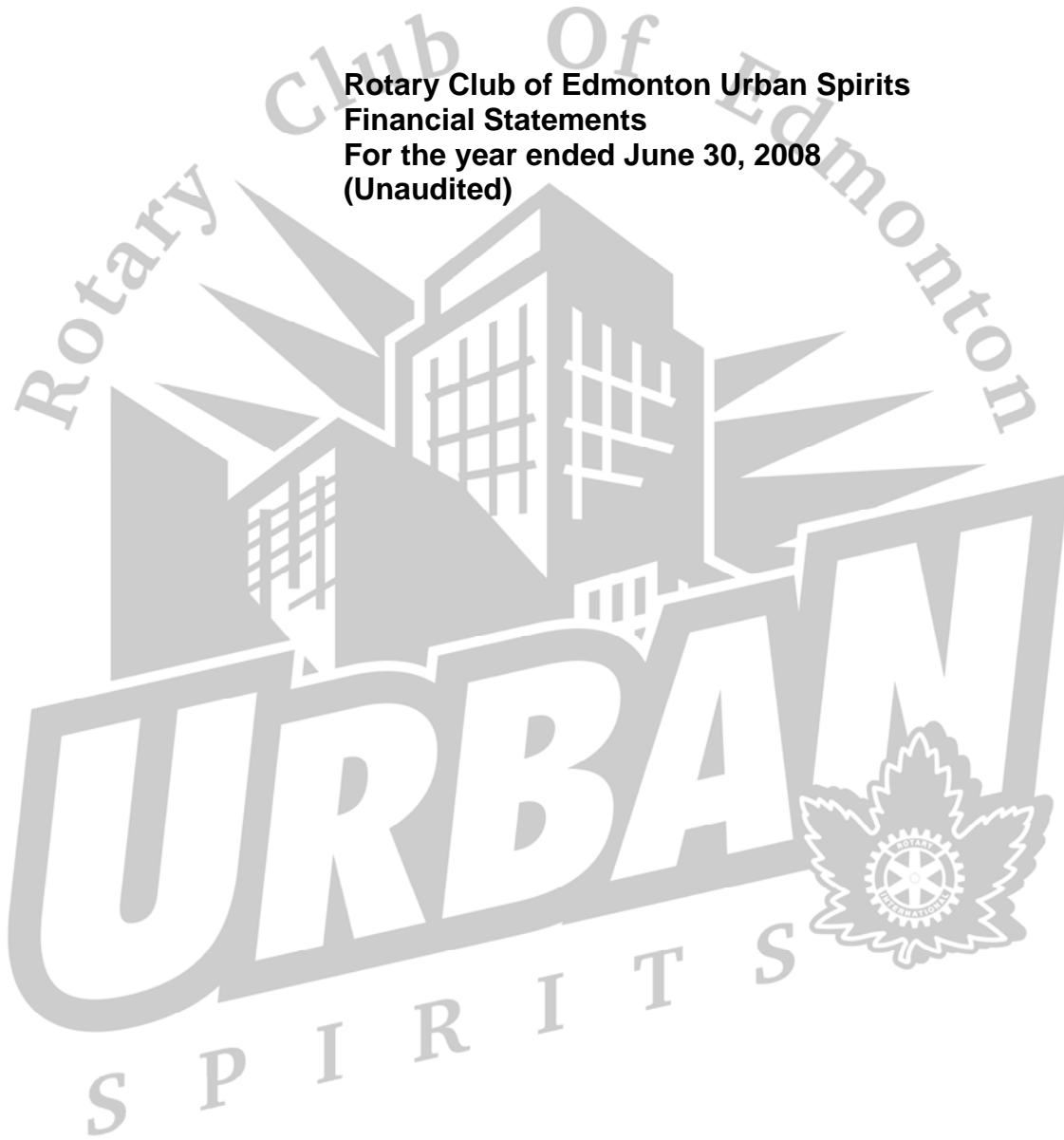


**Rotary Club of Edmonton Urban Spirits
Financial Statements
For the year ended June 30, 2008
(Unaudited)**



July 24, 2008

To the members of the Rotary Club of Edmonton Urban Spirits

The mission of the Rotary Club of Edmonton Urban Spirits is to support kids at risk in the Edmonton area and abroad, as well to support the many directives and initiatives of Rotary International.

The statement enclosed, with comparative figures, represent the activity of the club for the year ended June 30, 2008. These statements have been produced in accordance with Canadian Generally Accepted Accounting Principles.

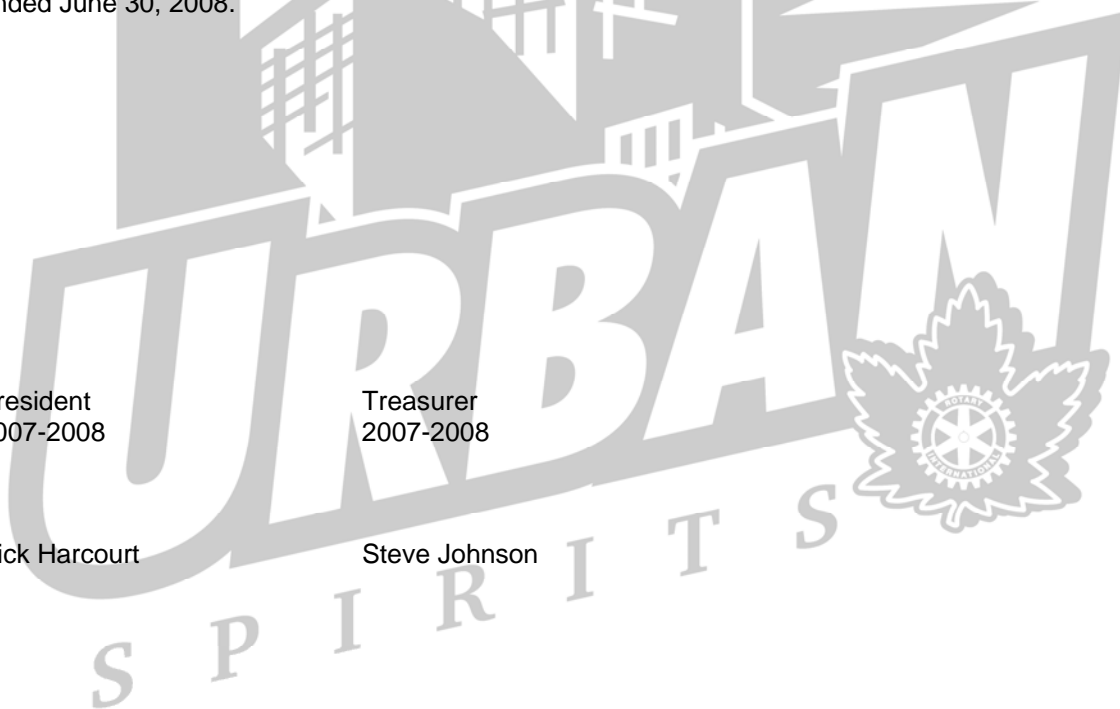
To the best of the Executive Committee's knowledge, these statements present fairly, in all material respects, the true financial position of the Rotary Club of Edmonton Urban Spirits for the year ended June 30, 2008.

President
2007-2008

Treasurer
2007-2008

Rick Harcourt

Steve Johnson



Rotary Club of Edmonton Urban Spirits
Statement of Financial Position
As at June 30, 2008
(Unaudited)

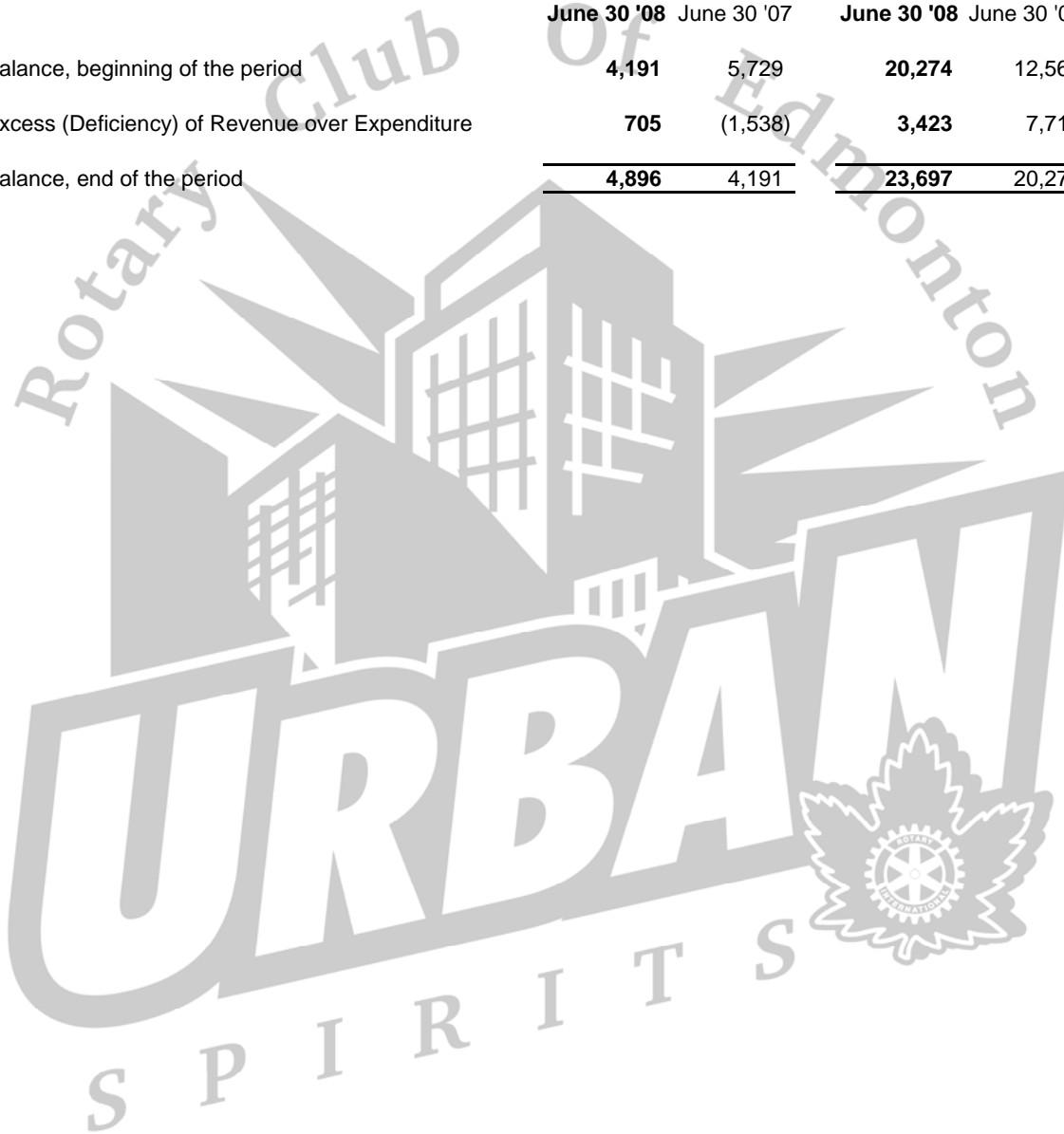
	<u>Club Operations</u>		<u>Fundraising</u>	
	June 30 '08	June 30 '07	June 30 '08	June 30 '07
Assets				
Cash	7,924	10,964	21,383	21,274
Accounts Receivable	-	-	630	-
Inter Bank Accounts Receivable	-	-	1,838	-
Total Assets	7,924	10,964	23,851	21,274
Liabilities				
50/50 Payable	-	228	-	-
Donations Payable	-	-	-	1,000
Foundation Payable (Note 4)	-	-	155	-
Accounts Payable	942	3,097	-	-
Inter Bank Accounts Payable	1,838	-	-	-
Member Prepaid Meals	249	1,198	-	-
Membership Dues Prepaid	-	2,250	-	-
Total Liabilities	3,028	6,773	155	1,000
Net Assets				
Unrestricted Net Assets	4,896	4,191	-	-
Net Assets Restricted for Fundraising	-	-	23,697	20,274
Total Net Assets	4,896	4,191	23,697	20,274
Total Liabilities and Net Assets	7,924	10,964	23,851	21,274

Rotary Club of Edmonton Urban Spirits
Statement of Operations
For the year ended June 30, 2008
(Unaudited)

	<u>Club Operations</u>		<u>Fundraising</u>	
	June 30 '08	June 30 '07	June 30 '08	June 30 '07
Campaign (Note 3)				
Income	-	-	30,401	32,560
Expense	-	-	(9,775)	(13,002)
Donations Paid	-	-	(16,758)	(11,845)
	-	-	3,868	7,713
Meals				
Prepaid	7,630	9,673	-	-
Regular	6,300	7,987	-	-
Christmas Dinner Revenue	800	-	-	-
Christmas Dinner Expense	(862)	-	-	-
Meals Expense	(13,785)	(17,664)	-	-
	83	(4)	-	-
Member Dues				
Collected	7,819	6,254	-	-
Rotary International	(2,187)	(2,350)	-	-
District	(2,613)	(1,995)	-	-
	3,019	1,909	-	-
Rotary Foundation (Note 4)				
Collected	1,105	-	-	-
To Foundation	(3,105)	(120)	(445)	-
	(2,000)	(120)	(445)	-
Other Income/Expense				
Fines, 50/50 and Miscellaneous	2,341	2,055	-	-
Supplies	(1,731)	(4,547)	-	-
Training	(405)	(430)	-	-
Bank Charges	(602)	(401)	-	-
	(397)	(3,323)	-	-
Excess (Deficiency) of Revenue over Expenditure	705	(1,538)	3,423	7,713

Rotary Club of Edmonton Urban Spirits
 Statement of Changes in Net Assets
 For the year ended June 30, 2008
 (Unaudited)

	<u>Club Operations</u>		<u>Fundraising</u>	
	June 30 '08	June 30 '07	June 30 '08	June 30 '07
Balance, beginning of the period	4,191	5,729	20,274	12,561
Excess (Deficiency) of Revenue over Expenditure	705	(1,538)	3,423	7,713
Balance, end of the period	<u>4,896</u>	<u>4,191</u>	<u>23,697</u>	<u>20,274</u>



Note 1 – Significant Accounting Policies

Fund Accounting:

- The Rotary Club of Edmonton Urban Spirits follows the restricted fund method of accounting for its activities.
 - Club Operations
The Club Operations account is for the club's operating and administrative activities.
 - Fundraising
The Fundraising account is for the funds raised for the following activities and their related expenses. (See note 3 for breakdown of Donations)
 - International Services
 - The Avenue of International Service offers a broad range of humanitarian, intercultural, and educational programs and opportunities designed to improve the human condition and advance Rotary's ultimate goal of world understanding and peace.
 - Community Services
 - The Avenue of Community Service covers projects and activities our club undertakes to improve the lives of children at risk in our community.
 - Vocational Services
 - The Avenue of Vocational Service covers projects and activities our club undertakes to promote professional development and mentoring in our community.

Note 2 – Change in Accounting System

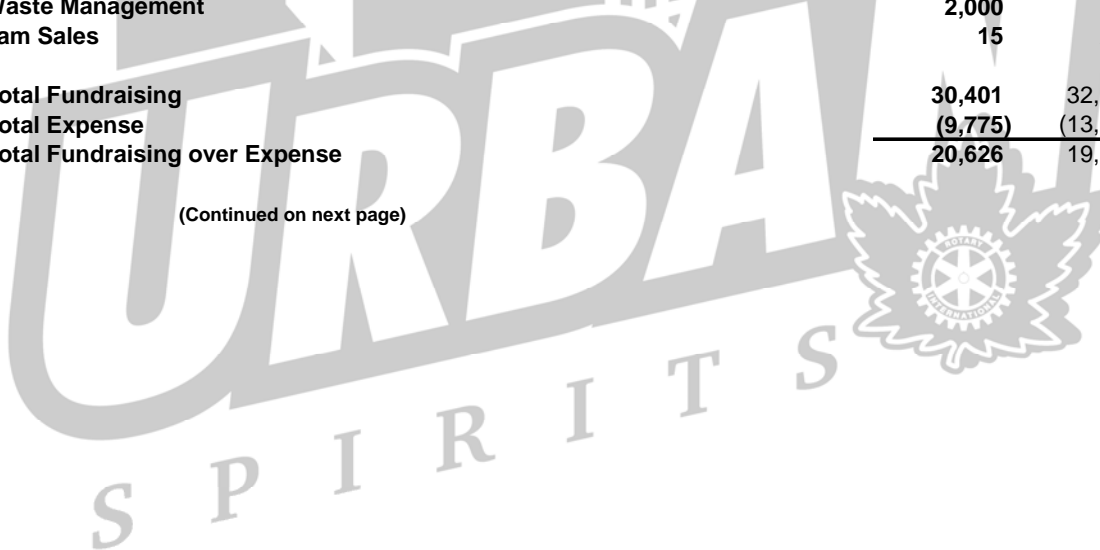
For the 2007-2008 year, the Rotary Club of Edmonton Urban Spirits updated its accounting system to QuickBooks from Excel. As such, several comparative figures for the period ended June 30, 2007 are reported on a net basis. The reader should take this into account when referring to the comparative figures.

Rotary Club of Edmonton Urban Spirits
Notes to the Financial Statement
(Continued)
(Unaudited)

Note 3 - Campaign (Fundraising Activities)

	June 30 '08	June 30 '07
Mystery Dinner		
Revenue	625	-
Expense	(180)	-
	<u>445</u>	<u>-</u>
District Conference		
Revenue	85	7,985
Expense	(513)	(3,912)
	<u>(428)</u>	<u>4,073</u>
Jazz Night, Silent Auction and Poker Challenge		
Revenue	15,281	10,910
Expense	(3,279)	(3,544)
	<u>12,002</u>	<u>7,366</u>
Oktoberfest		
Revenue	7,229	7,545
Expense	(5,803)	(5,545)
	<u>1,426</u>	<u>2,000</u>
Christmas Wreaths	879	1,771
Grand Prix (Note 5)	4,287	4,102
Waste Management	2,000	-
Jam Sales	15	247
Total Fundraising	30,401	32,560
Total Expense	(9,775)	(13,002)
Total Fundraising over Expense	20,626	19,559

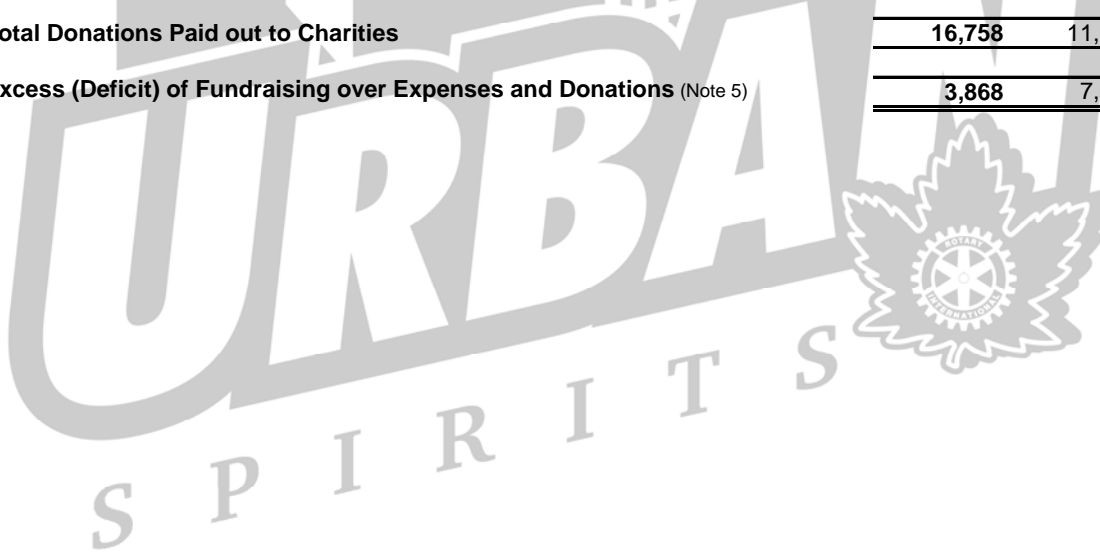
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Rotary Club of Edmonton Urban Spirits
Notes to the Financial Statement
(Continued)
(Unaudited)

Note 3 - Continued, Campaign (Disbursement of Funds Raised)

	June 30 '08	June 30 '07
International Services		
Biosand Water Filters	4,000	2,000
Play Around the World	-	1,000
Ramesh Ferris Cycle to Walk - Polio Plus/ Rotary International	2,000	-
Global Minds	-	1,000
	<u>6,000</u>	<u>4,000</u>
Community Services		
Camp fYrefly	3,000	2,750
Little Warriors	2,000	-
Zebra Foundation	1,500	1,000
Uncles and Aunts at Large	500	-
District Rotary Day	500	-
Bosco Homes	-	2,000
Rocky Mountain experience for youth	2,616	-
5 Days for the Homeless	-	350
	<u>10,116</u>	<u>6,100</u>
Vocational Services		
Rotaract Club Sponsorship	642	500
Bent Arrow Traditional Healing Society	-	750
District Integrity Awards	-	495
	<u>642</u>	<u>1,745</u>
Total Donations Paid out to Charities	<u>16,758</u>	<u>11,845</u>
Excess (Deficit) of Fundraising over Expenses and Donations (Note 5)	<u>3,868</u>	<u>7,714</u>



Rotary Club of Edmonton Urban Spirits
Notes to the Financial Statement
(Continued)
(Unaudited)

Note 4 - Rotary Foundation

	June 30 '08	June 30 '07
Collected		
50/50 Winnings Donated to Foundation	555	-
"Wheel of Fines" use Donation	150	-
Golf Tournament Proceeds	400	-
Proceeds of Mystery Dinner	445	-
	<u>1,550</u>	-
Paid to Foundation		
Proceeds paid out	1,395	-
Payable to foundation	155	
Paul Harris Fellow	<u>2,000</u>	-
Total Rotary Foundation Fundraising	<u>3,550</u>	-

Note 5 – Subsequent Event

Subsequent to year end the club received confirmation that it will no longer have access to the Grand Prix as a fundraising opportunity. This year the club raised \$4,287 (2007 - \$4,102) from this fundraiser. The effect of the Grand Prix on the Excess (Deficit) of Fundraising over Expenses and Donations has been highlighted below.

	June 30 '08	June 30 '07
Excess (Deficit) of Fundraising over Expenses and Donations	3,868	7,714
Less Grand Prix Revenue	<u>(4,287)</u>	<u>(4,102)</u>
Excess (Deficit) of Fundraising over Expenses and Donations without Grand Prix	(420)	3,612