



KOHN COLODNY LLP

CERTIFIED PUBLIC ACCOUNTANTS & MANAGEMENT CONSULTANTS

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Sugar Bowl Ski Team Foundation

We have audited the accompanying statement of financial position of Sugar Bowl Ski Team Foundation (a nonprofit organization) as of June 30, 2008, and the related statements of activities and cash flows for the year then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year summarized comparative information has been derived from the Organization's 2007 financial statements and in our report dated August 24, 2007 we expressed an unqualified opinion on those financial statements.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements and assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Sugar Bowl Ski Team Foundation as of June 30, 2008, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The schedule of functional expenses on page 12 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Kohn Colodny

Reno, Nevada
August 28, 2008

SUGAR BOWL SKI TEAM FOUNDATION
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2008
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2007)

2

	2008	2007 (Memorandum Only)
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 621,042	\$ 158,420
Investments	-	21,320
Accounts receivable less allowance for doubtful accounts of \$15,128 at June 30, 2008	46,392	102,497
Pledges receivable less allowance for doubtful accounts of \$0 at June 30, 2008	-	10,000
Prepaid expenses	33,721	63,190
Total current assets	701,155	355,427
PROPERTY AND EQUIPMENT, net	3,922,821	4,177,076
Total assets	\$ 4,623,976	\$ 4,532,503
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Current portion of long-term debt	\$ 42,743	\$ 42,505
Accounts payable	14,463	70,044
Accrued payroll	8,298	32,603
Deferred academy income and ski team membership fees	33,778	40,630
Total current liabilities	99,282	185,782
LONG-TERM LIABILITIES	134,524	177,226
Total liabilities	233,806	363,008
NET ASSETS		
Unrestricted		
Invested in property and equipment net of related debt	3,745,554	3,957,345
Unrestricted, undesignated	644,616	212,150
Total unrestricted net assets	4,390,170	4,169,495
Total liabilities and unrestricted net assets	\$ 4,623,976	\$ 4,532,503

See accompanying notes

SUGAR BOWL SKI TEAM FOUNDATION
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2008
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2007)

3

	2008	2007 (Memorandum Only)
UNRESTRICTED PUBLIC SUPPORT AND REVENUE		
Revenue from operations		
Ski team fees, net of scholarships of \$38,669	\$ 961,616	\$ 754,994
In-kind contributions	103,872	127,650
Program expenses	(977,106)	(971,612)
Net income (loss) from ski team operations	88,382	(88,968)
Academy fees, net of scholarships of \$152,571	451,086	576,398
In-kind contributions	6,548	11,685
Program expenses	(814,407)	(844,617)
Net loss from academy operations	(356,773)	(256,534)
Public support		
General contributions	291,027	262,395
Gold Medal Council	172,000	161,300
Annual fund	147,720	154,349
Scholarship contributions	7,425	6,450
In-kind contributions	23,860	13,415
Total public support	642,032	597,909
Special events and fund raising		
Golf tournament	32,671	32,676
Sugar Ball	63,650	31,095
Tiki/Silver Belt	73,413	61,008
Music festival		
Ticket sales	1,403	40,673
Contributions	-	154,754
Other events	7,050	14,838
Investment income	18,598	2,566
Gain (loss) on sale of investments and assets	(75,302)	3,888
Race arena income (loss), net of related expenses of \$36,249	(15,122)	21,427
Race camps income, net of related expenses of \$303,079	7,834	2,683
Rental income	73,475	80,836
Other income	69,921	28,695
Unrealized gain on investments	-	4,199
Total other revenue	257,591	479,338
Total unrestricted public support and revenue, net of program expenses	631,232	731,745
SUPPORTING EXPENSES		
General and administrative	386,149	457,544
Fund raising and marketing	24,408	228,310
Total supporting expenses	410,557	685,854
INCREASE IN UNRESTRICTED NET ASSETS	220,675	45,891
UNRESTRICTED NET ASSETS, beginning of year	4,169,495	4,123,604
UNRESTRICTED NET ASSETS, end of year	\$ 4,390,170	\$ 4,169,495

See accompanying notes

SUGAR BOWL SKI TEAM FOUNDATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2008
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDING JUNE 30, 2007)

4

	2008	2007 (Memorandum Only)
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in net assets	\$ 220,675	\$ 45,891
Adjustments to reconcile the increase in net assets to net cash provided by operating activities		
Depreciation	158,667	193,210
(Gain) or loss on sale of investments	5,817	(3,888)
Loss on disposal of assets	69,485	-
Write off of asset based on revised ownership percentage	34,697	-
Unrealized gain on investments	-	(4,199)
Contributions of investments	-	(23,495)
Reinvested dividends	-	(814)
Changes in certain components of working capital		
(Increase) decrease in:		
Accounts receivable, net	56,105	(41,556)
Pledges receivable, net	10,000	53,650
Prepaid expenses	29,469	(32,003)
Increase (decrease) in:		
Accounts payable	(55,581)	12,359
Accrued payroll	(24,305)	32,603
Deferred academy income and ski team membership fees	(6,852)	(64,176)
Net cash provided by operating activities	498,177	167,582
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayments of principal on long-term debt	(42,464)	(44,290)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of investments	15,503	24,196
Acquisition of equipment	(8,594)	(96,241)
Net cash provided (used) by investing activities	6,909	(72,045)
NET INCREASE IN CASH AND CASH EQUIVALENTS	462,622	51,247
CASH AND CASH EQUIVALENTS, beginning of year	158,420	107,173
CASH AND CASH EQUIVALENTS, end of year	\$ 621,042	\$ 158,420
SUPPLEMENTAL CASH FLOW DATA		
Cash paid during the year for interest	\$ 14,635	\$ 15,088

See accompanying notes