

**SOUTH YELLOWHEAD WATER CORPORATION**  
**FINANCIAL INFORMATION**  
**DECEMBER 31, 2022**



## COMPILATION ENGAGEMENT REPORT

To the Shareholders of South Yellowhead Water Corporation

On the basis of information provided by management, we have compiled the statement of financial position of South Yellowhead Water Corporation as at December 31, 2022, and the statements of revenues and expenditures and changes in net assets for the year then ended, and Note 1, which describes the basis of accounting applied in the preparation of the compiled financial information ("financial information").

Management is responsible for the accompanying financial information, including the accuracy and completeness of the underlying information used to compile it and the selection of the basis of accounting.

We performed this engagement in accordance with Canadian Standard on Related Services (CSRS) 4200, *Compilation Engagements*, which requires us to comply with relevant ethical requirements. Our responsibility is to assist management in the preparation of the financial information.

We did not perform an audit engagement or a review engagement, nor were we required to perform procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an audit opinion or a review conclusion, or provide any form of assurance on the financial information.

Readers are cautioned that the financial information may not be appropriate for their purposes.

**March 31, 2023**  
**Saskatoon, Saskatchewan**

*Virtus Group LLP*  
**Chartered Professional Accountants**

**SOUTH YELLOWHEAD WATER CORPORATION**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT DECEMBER 31, 2022**

	2022	2021
<b>ASSETS</b>		
Current		
Cash	\$ 210,545	\$ 191,364
Accounts receivable	12,754	14,489
Goods and services tax recoverable	1,024	944
Loan receivable	2,662	3,040
	226,985	209,837
Capital assets <i>(Note 4)</i>	338,164	338,164
	\$ 565,149	\$ 548,001
<b>LIABILITIES</b>		
Current		
Accounts payable	\$ 2,112	\$ -
<b>NET ASSETS</b>		
Members' capital	396,426	396,426
General fund	94,079	85,483
Maintenance reserve fund	72,532	66,092
	563,037	548,001
	\$ 565,149	\$ 548,001

See accompanying notes to the financial information

**SOUTH YELLOWHEAD WATER CORPORATION**  
**STATEMENT OF REVENUES AND EXPENDITURES**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

	2022	2021
<b>Revenue</b>		
Interest received on members' capital loans	\$ 207	\$ 233
Membership fees	1,150	1,150
Other	4,587	3,863
Water distribution charges	52,100	52,364
	<u>58,044</u>	<u>57,610</u>
<b>Expenses</b>		
Insurance	1,325	1,261
Interest and bank charges	58	25
Memberships	-	77
Office	1,191	1,658
Professional fees	4,637	4,574
Repairs and maintenance	7,475	5,103
Water charges and supplies	34,762	34,064
	<u>49,448</u>	<u>46,762</u>
<b>Excess of revenue over expenses from operations</b>	8,596	10,848
<b>Other income (expenses)</b>		
Maintenance fund charges	6,440	6,440
	<u>6,440</u>	<u>6,440</u>
<b>Excess of revenue over expenses for the year</b>	<u>\$ 15,036</u>	<u>\$ 17,288</u>

See accompanying notes to the financial information

**SOUTH YELLOWHEAD WATER CORPORATION**  
**STATEMENT OF CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

	General Fund	Restricted Fund	2022	2021
<b>Net assets - beginning of year</b>	\$ 85,483	\$ 66,092	\$ 151,575	\$ 134,287
<b>Excess of revenue over expenses</b>	8,596	6,440	15,036	17,288
<b>Net assets - end of year</b>	<u>\$ 94,079</u>	<u>\$ 72,532</u>	<u>\$ 166,611</u>	<u>\$ 151,575</u>

See accompanying notes to the financial information

**SOUTH YELLOWHEAD WATER CORPORATION**  
**NOTES TO FINANCIAL INFORMATION**  
**YEAR ENDED DECEMBER 31, 2022**

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**1. Basis of accounting**

The basis of accounting applied in the preparation of the statement of financial position of South Yellowhead Water Corporation as at December 31, 2022, and the statements of revenues and expenditures and changes in net assets for the year then ended is the historical cost basis and reflects cash transactions with the addition of:

- accounts receivable
- goods and services tax recoverable
- loan receivable
- accounts payable

**2. Purpose of the corporation**

South Yellowhead Water Corporation (the "corporation") is incorporated under the Non-Profit Corporations Act of Saskatchewan as a not-for-profit organization. As a registered charity the corporation is exempt from the payment of income tax under Subsection 149(1) of the Income Tax Act.

The corporation was formed to construct and maintain a water pipeline near Saskatoon, Saskatchewan. Members' capital is used to finance the capital costs, and members are charged for water usage and system maintenance.

**3. Summary of significant accounting policies**

Capital assets

Capital asset purchases are fully funded by members' capital and accordingly are not amortized against operations.

**4. Capital Assets**

	2022	2021
Pipeline - Main Line	\$ 237,770	\$ 237,770
Equipment	592	592
Pipeline-capitalized startup costs	9,052	9,052
Prairie Haven Extention	90,750	90,750
	\$ 338,164	\$ 338,164