

**SOUTH YELLOWHEAD WATER CORPORATION**  
**FINANCIAL INFORMATION**  
**DECEMBER 31, 2023**



## 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, 2023, 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 21, 2024**  
**Saskatoon, Saskatchewan**

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

**SOUTH YELLOWHEAD WATER CORPORATION**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT DECEMBER 31, 2023**

	2023	2022
<b>ASSETS</b>		
Current		
Cash	\$ 85,443	\$ 210,545
Term deposits	116,581	-
Accounts receivable	15,346	12,754
Goods and services tax recoverable	2,052	1,024
Loan receivable	2,255	2,662
	221,677	226,985
Capital assets <i>(Note 4)</i>	338,164	338,164
	\$ 559,841	\$ 565,149
<b>LIABILITIES</b>		
Current		
Accounts payable	\$ 1,847	\$ 2,112
<b>NET ASSETS</b>		
Members' capital	396,426	396,426
General fund	82,596	94,079
Maintenance reserve fund	78,972	72,532
	557,994	563,037
	\$ 559,841	\$ 565,149

See accompanying notes to the financial information

**SOUTH YELLOWHEAD WATER CORPORATION**  
**STATEMENT OF REVENUES AND EXPENDITURES**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

	2023	2022
<b>Revenue</b>		
Interest received on members' capital loans	\$ 180	\$ 207
Membership fees	1,150	1,150
Other	6,699	4,587
Water distribution charges	52,404	52,100
	<u>60,433</u>	<u>58,044</u>
<b>Expenses</b>		
Delivery, freight and express	18	-
Insurance	1,363	1,325
Interest and bank charges	11	58
Memberships	58	-
Office	1,696	1,191
Professional fees	4,849	4,637
Repairs and maintenance	30,024	7,475
Water charges and supplies	33,897	34,762
	<u>71,916</u>	<u>49,448</u>
<b>Excess (deficiency) of revenue over expenses from operations</b>	(11,483)	8,596
<b>Other income (expenses)</b>		
Maintenance fund charges	6,440	6,440
<b>Excess (deficiency) of revenue over expenses for the year</b>	<u>\$ (5,043)</u>	<u>\$ 15,036</u>

See accompanying notes to the financial information

**SOUTH YELLOWHEAD WATER CORPORATION**  
**STATEMENT OF CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

	General Fund	Restricted Fund	2023	2022
<b>Net assets - beginning of year</b>	\$ 94,079	\$ 72,532	\$ 166,611	\$ 151,575
<b>Deficiency of revenue over expenses</b>	(11,483)	6,440	(5,043)	15,036
<b>Net assets - end of year</b>	<u>\$ 82,596</u>	<u>\$ 78,972</u>	<u>\$ 161,568</u>	<u>\$ 166,611</u>

See accompanying notes to the financial information

**SOUTH YELLOWHEAD WATER CORPORATION**  
**NOTES TO FINANCIAL INFORMATION**  
**YEAR ENDED DECEMBER 31, 2023**

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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, 2023, 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
- 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**

	2023	2022
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