

SOUTH YELLOWHEAD WATER CORPORATION

Financial Statements

Year Ended December 31, 2019

(Unaudited - See Notice To Reader)

NOTICE TO READER

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, 2019 and the statements of revenues and expenditures and changes in net assets for the year then ended.

We have not performed an audit or a review engagement in respect of these financial statements and, accordingly, we express no assurance thereon.

Readers are cautioned that these statements may not be appropriate for their purposes.

HVB Chartered Accountants Prof. Corp.

Saskatoon, Saskatchewan
February 25, 2020

CHARTERED PROFESSIONAL ACCOUNTANTS

SOUTH YELLOWHEAD WATER CORPORATION

Statement of Financial Position

December 31, 2019

(Unaudited - See Notice To Reader)

	2019	2018
ASSETS		
Current		
Cash	\$ 154,824	\$ 137,531
Accounts receivable	14,596	12,418
Goods and services tax recoverable	769	585
Loans for members' capital	3,723	4,029
	173,912	154,563
Capital assets (Note 3)	338,163	338,163
	\$ 512,075	\$ 492,726
LIABILITIES AND NET ASSETS		
Current		
Accounts payable and accrued liabilities	\$ 1,708	\$ -
Net assets		
Member's capital	396,426	396,426
General fund	54,289	43,088
Maintenance reserve fund	59,652	53,212
	510,367	492,726
	\$ 512,075	\$ 492,726

See notes to financial statements

SOUTH YELLOWHEAD WATER CORPORATION

Statement of Revenues and Expenditures

Year Ended December 31, 2019

(Unaudited - See Notice To Reader)

	2019	2018
Revenues		
Interest received on members' capital loans	\$ 280	\$ 301
Membership fees	1,150	1,150
Other	4,251	3,822
Water distribution charges	46,075	43,063
	<u>51,756</u>	<u>48,336</u>
Expenditures		
Insurance	1,120	1,067
Interest and bank charges	33	40
Office	558	50
Professional fees	4,278	4,225
Repairs and maintenance	4,847	5,061
Water charges and supplies	29,719	24,378
	<u>40,555</u>	<u>34,821</u>
Excess of revenues over expenditures from operations	11,201	13,515
Other income		
Maintenance fund charges	6,440	6,440
Excess of revenues over expenditures for the year	<u>\$ 17,641</u>	<u>\$ 19,955</u>

See notes to financial statements

SOUTH YELLOWHEAD WATER CORPORATION

Statement of Changes in Net Assets

Year Ended December 31, 2019

(Unaudited - See Notice To Reader)

	General Fund	Restricted Fund	2019	2018
Net assets - beginning of year	\$ 43,088	\$ 53,212	\$ 96,300	\$ 76,345
Excess of revenues over expenditures	11,201	6,440	17,641	19,955
Net assets - end of year	\$ 54,289	\$ 59,652	\$ 113,941	\$ 96,300

See notes to financial statements

SOUTH YELLOWHEAD WATER CORPORATION

Notes to Financial Statements

Year Ended December 31, 2019

(Unaudited - See Notice To Reader)

1. Purpose of the corporation

South Yellowhead Water Corporation is incorporated under the Non-Profit Corporations Act of Saskatchewan as a not-for-profit organization and was formed in order 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.

2. Summary of significant accounting policies

Capital assets

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

Capital assets acquired during the year but not placed into use are not amortized until they are placed into use.

3. Capital Assets

	2019	2018
Pipeline - Main Line	\$ 237,770	\$ 237,770
Equipment	592	592
Pipeline-capitalized startup costs	9,051	9,051
	247,413	247,413
Prairie Haven extention	90,750	90,750
	\$ 338,163	\$ 338,163