



MEYERS NORRIS PENNY LLP

**Seymour Arm Water Users Community  
Financial Statements**

*April 30, 2010*

*(Unaudited - see Notice to Reader)*

*[www.mnp.ca](http://www.mnp.ca)*

## Notice To Reader

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On the basis of information provided by management, we have compiled the statement of financial position of Seymour Arm Water Users Community as at April 30, 2010 and the statements of earnings, changes in net assets and cash flows 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.

Vernon, British Columbia

July 6, 2010

*Meyers Norris Penny LLP*

Chartered Accountants

# Seymour Arm Water Users Community Statement of Financial Position

*As at April 30, 2010  
(Unaudited - see Notice to Reader)*

	2010	2009
<b>Assets</b>		
<b>Current</b>		
Cash	18,646	26,365
Term deposits	291,079	261,118
Accounts receivable	4,054	2,905
	313,779	290,388
<b>Capital assets</b> (Note 2)	105,328	91,019
	419,107	381,407
<b>Liabilities</b>		
<b>Current</b>		
Accounts payable and accruals	2,500	2,125
Customer deposits	2,918	3,589
	5,418	5,714
<b>Net Assets</b>		
Unrestricted	124,111	118,024
Capital reserve fund (Note 3)	184,250	166,650
Equity in capital assets	105,328	91,019
	413,689	375,693
	419,107	381,407

Approved on behalf of the Board

\_\_\_\_\_  
Director

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Director

# Seymour Arm Water Users Community Statement of Revenues and Expenses

For the year ended April 30, 2010  
(Unaudited - see Notice to Reader)

	2010	2009
<b>Revenue</b>		
Assessments	52,100	51,050
Interest	11,961	7,673
Hook-ups, parts and repairs	11,222	9,038
Water licenses	9,000	15,000
	<b>84,283</b>	82,761
<b>Expenses</b>		
Repairs and maintenance	12,622	10,918
Supplies	10,897	9,356
Insurance	6,594	6,594
Office	2,440	2,324
Professional fees	2,425	2,295
Easements	1,210	2,452
Utilities	937	739
Licences and fees	723	275
Interest and bank charges	40	36
Amortization	8,399	7,673
	<b>46,287</b>	42,662
<b>Excess of revenues over expenses</b>	<b>37,996</b>	40,099

**Seymour Arm Water Users Community**  
**Statement of Changes in Net Assets**

*For the year ended April 30, 2010*  
*(Unaudited - see Notice to Reader)*

	<i>Unrestricted</i>	<i>Capital reserve fund</i>	<i>Equity in capital assets</i>	<i>2010</i>	<i>2009</i>
<b>Net assets, beginning of year</b>	118,024	166,650	91,019	<b>375,693</b>	335,594
<b>Excess of revenues over expenses</b>	37,996	-	-	<b>37,996</b>	40,099
<b>Allocation to capital reserve fund</b>	(17,600)	17,600	-	-	-
<b>Purchase of capital assets</b>	(22,708)	-	22,708	-	-
<b>Amortization</b>	8,399	-	(8,399)	-	-
<b>Net assets, end of year</b>	<b>124,111</b>	<b>184,250</b>	<b>105,328</b>	<b>413,689</b>	375,693

# Seymour Arm Water Users Community Statement of Cash Flows

For the year ended April 30, 2010  
(Unaudited - see Notice to Reader)

	2010	2009
<b>Cash provided by (used for) the following activities</b>		
<b>Operating activities</b>		
Cash receipts from customers	82,463	85,665
Cash paid to suppliers	(37,473)	(35,624)
Interest paid	(40)	(36)
	<b>44,950</b>	50,005
<b>Investing activities</b>		
Purchase of capital assets	(22,708)	(5,550)
	<b>22,242</b>	44,455
<b>Increase in cash resources</b>	<b>22,242</b>	44,455
<b>Cash resources, beginning of year</b>	<b>287,483</b>	243,028
<b>Cash resources, end of year</b>	<b>309,725</b>	287,483
<b>Cash resources are composed of:</b>		
Cash	18,646	26,365
Term deposits	291,079	261,118
	<b>309,725</b>	287,483

# Seymour Arm Water Users Community

## Notes to the Financial Statements

*For the year ended April 30, 2010  
(Unaudited - see Notice to Reader)*

### 1. Incorporation and operations

The Seymour Arm Water Users Community was incorporated under section 76 (now section 51) of the *Water Act of British Columbia* as a public corporate body on October 21, 1996. The organization provides potable water to the community of Seymour Arm, British Columbia. The organization is exempt from income tax under subsection 149(1)(c) of the Income Tax Act.

### 2. Capital assets

	<b>Cost</b>	<b>Accumulated amortization</b>	<b>2010 Net book value</b>	<b>2009 Net book value</b>
Computer equipment	1,900	285	1,615	-
Water system	329,031	225,318	103,713	91,019
	<b>330,931</b>	<b>225,603</b>	<b>105,328</b>	91,019

### 3. Capital reserve fund

The members, at their annual general meeting on August 4, 2003, voted to increase the annual fees for service by \$50 per license. This money is then to be allocated to a separate Capital Reserve Fund. The purpose of this fund is to provide cash for long term capital projects.

The members, at their annual general meeting on August 4, 2003, voted to add to the Capital Reserve Fund all monies received from the issuance of new licenses.

	<b>2010</b>	<b>2009</b>
Capital Reserve Fund - opening balance	<b>166,650</b>	143,600
Transfer in - annual levy	<b>8,600</b>	8,050
Transfer in - license transfer	<b>9,000</b>	15,000
Capital Reserve Fund - ending balance	<b>184,250</b>	166,650

The cash assets supporting the Capital Reserve Fund are held in term deposits in the amount of \$291,079 (2009: \$255,141).