

Saskatchewan Irrigation Projects Association Inc.

Financial Statements
(Unaudited)
August 31, 2020



Independent Practitioner's Review Engagement Report

To the Directors of Saskatchewan Irrigation Projects Association Inc.

We have reviewed the accompanying financial statements of Saskatchewan Irrigation Projects Association Inc. that comprise the balance sheet as at August 31, 2020 and the statement of changes in fund balances, statement of operations, and statement of cash flows for the year then ended, and the related notes, which comprise a summary of significant accounting policies and other explanatory information.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Practitioner's responsibility

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the financial statements do not present fairly, in all material respects, the financial position of Saskatchewan Irrigation Projects Association Inc. as at August 31, 2020 and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

PricewaterhouseCoopers LLP

Chartered Professional Accountants

Saskatoon, Saskatchewan

November 17, 2020

PricewaterhouseCoopers LLP

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Saskatchewan Irrigation Projects Association Inc.

Balance Sheet

(Unaudited) As at August 31, 2020

	2020 \$	2019 \$
Assets		
Current assets		
Cash (note 3)	185,872	66,369
Accounts receivable	1,170	1,587
Total assets	<u>187,042</u>	<u>67,956</u>
Liabilities and Fund Balances		
Current liabilities		
Accounts payable	49,021	22,731
Deferred contributions (note 3)	<u>94,912</u>	<u>5,526</u>
	<u>143,933</u>	<u>28,257</u>
Fund balances		
Unrestricted funds	<u>43,109</u>	<u>39,699</u>
Total liabilities and fund balances	<u>187,042</u>	<u>67,956</u>

Approved by the Board of Directors

_____ Director _____ Director

The accompanying notes are an integral part of these financial statements.

Saskatchewan Irrigation Projects Association Inc.

Statement of Changes in Fund Balances

(Unaudited)

For the year ended August 31, 2020

	2020 \$	2019 \$
Balance – Beginning of year	39,699	40,388
Excess (deficiency) of revenue over expenses	3,410	<u>(689)</u>
Balance – End of year	<u>43,109</u>	<u>39,699</u>

The accompanying notes are an integral part of these financial statements.

Saskatchewan Irrigation Projects Association Inc.

Statement of Operations

(Unaudited)

For the year ended August 31, 2020

	2020 \$	2019 \$
Revenue		
Membership fees		
Irrigator	33,329	28,155
Associate	650	1,050
Conference		
Registration	13,438	10,757
Sponsors	8,071	8,062
Displays	1,373	667
Education field day program	-	7,091
Grants (note 3b)	5,614	-
	<u>62,475</u>	<u>55,782</u>
Expenses		
Annual conference	18,398	17,085
Consultants (note 3b)	15,304	7,000
Board of director fees (note 5)	12,798	12,825
Meetings (note 5)	9,282	4,953
Promotion and education materials	1,631	3,572
Administration	1,303	1,453
Interest and bank charges	349	270
Education field day	-	8,091
Professional fees	-	945
Other	-	177
Memberships	-	100
	<u>59,065</u>	<u>56,471</u>
Excess (deficiency) of revenue over expenses	<u>3,410</u>	<u>(689)</u>

The accompanying notes are an integral part of these financial statements.

Saskatchewan Irrigation Projects Association Inc.

Statement of Cash Flows

(Unaudited)

For the year ended August 31, 2020

	2020 \$	2019 \$
Cash provided by (used in)		
Operating activities		
Excess (deficiency) of revenue over expenses	3,410	(689)
Changes in non-cash working capital balances		
Accounts receivable	417	507
Account payable	26,290	(1,205)
Deferred contributions	89,386	(543)
	<hr/> 116,093	<hr/> (1,241)
Net change in cash	119,503	(1,930)
Cash – Beginning of year	<hr/> 66,369	<hr/> 68,299
Cash – End of year	<hr/> <hr/> 185,872	<hr/> <hr/> 66,369

The accompanying notes are an integral part of these financial statements.

Saskatchewan Irrigation Projects Association Inc.

Notes to Financial Statements

(Unaudited) August 31, 2020

1 Purpose of the organization

The Saskatchewan Irrigation Projects Association Inc. (SIPA) is a non-profit organization whose mandate is to provide support, promotion, and education services for irrigation projects within the province of Saskatchewan. It is comprised of an elected Board of Directors to oversee projects and is incorporated under the Non-Profit Corporations Act, 1995. It is exempt from taxes under the Income Tax Act as a non-profit organization.

2 Accounting policies

The financial statements have been prepared in accordance with CPA Handbook – Accounting Part III, Accounting Standards for Not-For-Profit Organizations (ASNPO) and reflect the following significant policies:

Accrual accounting

Assets, liabilities, income and expenses are recorded using the accrual basis of accounting.

Cash

Cash is defined as cash on hand, cash on deposit, and short-term deposits with maturity dates of less than 90 days, net of cheques issued and outstanding at the reporting date.

Revenue recognition

SIPA follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or if the amount can be reasonably estimated and collection is reasonably assured. Memberships are voluntary and are determined based on irrigated acres in regions.

Estimates

The preparation of financial statements is in accordance with ASNPO and requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the year. Actual results could differ from these estimates.

3 Deferred contributions

- a) Resolution has been made by SIPA to contribute \$1,000 per year to the annual field day and that any funds not used will be carried forward and used to fund subsequent field days. Any accumulated profit is reflected in deferred contributions, to be recognized when the funds are spent on future field days. Cash of \$5,457 (2019 – \$5,431) is being held in a reserve bank account.
- b) In March 2020, SIPA received a grant of \$95,000 from the Water Security Agency. If the grant is not utilized in accordance with the terms of the grant agreement or required reports are not provided, SIPA may be required to repay a portion of the grant. During the year ended August 31, 2020, project consultant fees (\$6,804) were incurred and cash (\$89,105) is being held in a project bank account. As of August 31, 2020, there was a request for tenders to complete the project work by March 31, 2021.

Saskatchewan Irrigation Projects Association Inc.

Notes to Financial Statements

(Unaudited) August 31, 2020

4 Financial instruments

Financial instruments include cash, accounts receivable, accounts payable and deferred contributions. Financial instruments are initially recognized at fair value and subsequent measurement is at amortized cost. SIPA does not consider itself to have significant exposure to interest rate risk, currency risk, credit risk, liquidity risk, market risk or other price risk arising from these financial instruments.

5 Related party transactions

During the year ended March 31, 2020, members of SIPA's Board of Directors received payments for per diems and expenses of \$22,080 (2019 – \$17,778). All related party transactions are measured at exchange amounts, which is the consideration established and agreed to by the parties.