



Newell

REGIONAL SERVICES CORP.

2019 Annual Report

NRSC 2019 Chairman's Message

The Board of Directors met 6 times during 2019 which is consistent with 2018 and is also the minimum number of meetings allowed by NRSC bylaws on a yearly basis. Members of the Board are appointed annually by the five member municipalities and all have served at least since the 2017 elections. A typical board meeting lasts between 1 and two hours and normal items covered include water usage data, cost of production, all financial transactions and results and an operations report from our Operations Manager Kole Steinley. Communication between our General Manager Brian Rollag and the Board are open, cordial and frank which makes for an excellent working environment.

If I were to sum up 2019 in a word or two, it would be “normal and stable” which is a desirable outcome when your business is something as vital as producing and delivering potable water to our residents and businesses. Water consumption levels over the last three years has been basically flat with a small increase from 2017 and a smaller decrease from 2018. Variations are heavily influenced by the extent of summer heat and rainfall which is definitely beyond human control. Our cost of producing that water has risen slightly for the last 3 years and is just over \$.40 per cubic meter at the end of 2019. This cost does not include initial capital costs of the hard assets that allow NRSC to produce and deliver water.

One must not forget that NRSC is much more than just a potable water producer. A great deal of time is spent with delivery and maintenance of this water over a large area as well as much of the waste water and all aspects of its disposable in an acceptable manner.

Although our main infrastructure is relatively new, the cost of maintaining and replacing certain capital assets such as membranes must be part of the financial plan. It is for this reason that the Board believes it is important to build financial reserves for capital expenditures in future years in order to make NRSC self-sustainable. 2019 gave NRSC the ability to add \$710,959 to bring our long-term

investments to \$2,698,004. These are the funds that will allow us to eventually purchase new necessary capital expenditures without having to draw on funds from our member municipalities. The Board believes that NRSC is well on its way to being independently self-sustainable. To remain so, one must also keep up to inflationary pressures and for that reason believes that a further increase charge of \$.05 to \$.95 per cubic meter to its member municipalities for 2020 is a prudent financial necessity.

In closing, I would like to thank my fellow board members, our administrative team and all employees as well as our member municipalities for their dedication and contributions to a making this organization what is today.

Board Chair,

Clarence Amulung

NRSC Board of Directors

The Board of Directors represents each municipal share holder that consists of the City of Brooks, County of Newell, Town of Bassano, Village of Duchess and the Village of Rosemary. These directors approve water rates, budgets, wage rates, staffing levels, policy, and job descriptions.

The current board of directors has been with NRSC since November of 2017.

In 2019 the Board of Directors oversaw the approval of our SCADA system upgrades for 2020. The new SCADA system will lower the cost of operating and maintaining our operations IT hardware and software. We also completed a wage survey that included information from many similar organizations and municipalities. As a result, we have ensured that our wages are competitive in the water industry and this will help with our employee recruitment and retention efforts.



*Back Left: Kevin Jones (Town of Bassano), Bill Marshall (Village of Rosemary), Deborah Reid-Mickler (Village of Duchess),
Brian de Jong (County of Newell)*

*Front Left: Dan Klein (City of Brooks), Bill Prentice Vice - Chairman (City of Brooks),
Clarence Amulung- Chairman of the Board (County of Newell)*

Taken from September 23rd, 2019 NRSC Board Meeting minutes...

f) AGM

i) Minutes from 2017 AGM

Moved by D. Klein to accept minutes from 2017 AGM

ii) Motion to appoint auditors

B. Rollag asked the Board to appoint KPMG for our auditors for the next 5 years. D. Klein asked if 5 years was normal. B. Rollag said it's what we normally do. C. Amulung asked if there is a contract we sign. B. Rollag said there is no written contract. After some discussion the Board decided to appoint KPMG for 5 years.

Moved by B. Prentice to appoint **KPMG** as auditors for NRSC for the next 5 years.

Carried

iii) Review of 2018 Annual Report

B. Rollag reviewed the 2018 Annual Report with the Board. He said it will be presented to the all the Municipalities and CAO's. KPMG would like to see the report before it's sent out to confirm the financial statements are correct. B. Prentice asked if B. Rollag would be presenting the report to each Council. B. Rollag said he will be just sending a copy to each Municipality. B. Rollag answered questions from the Board.

Moved by D. Reid – Mickler to accept **the 2018 Annual Report**

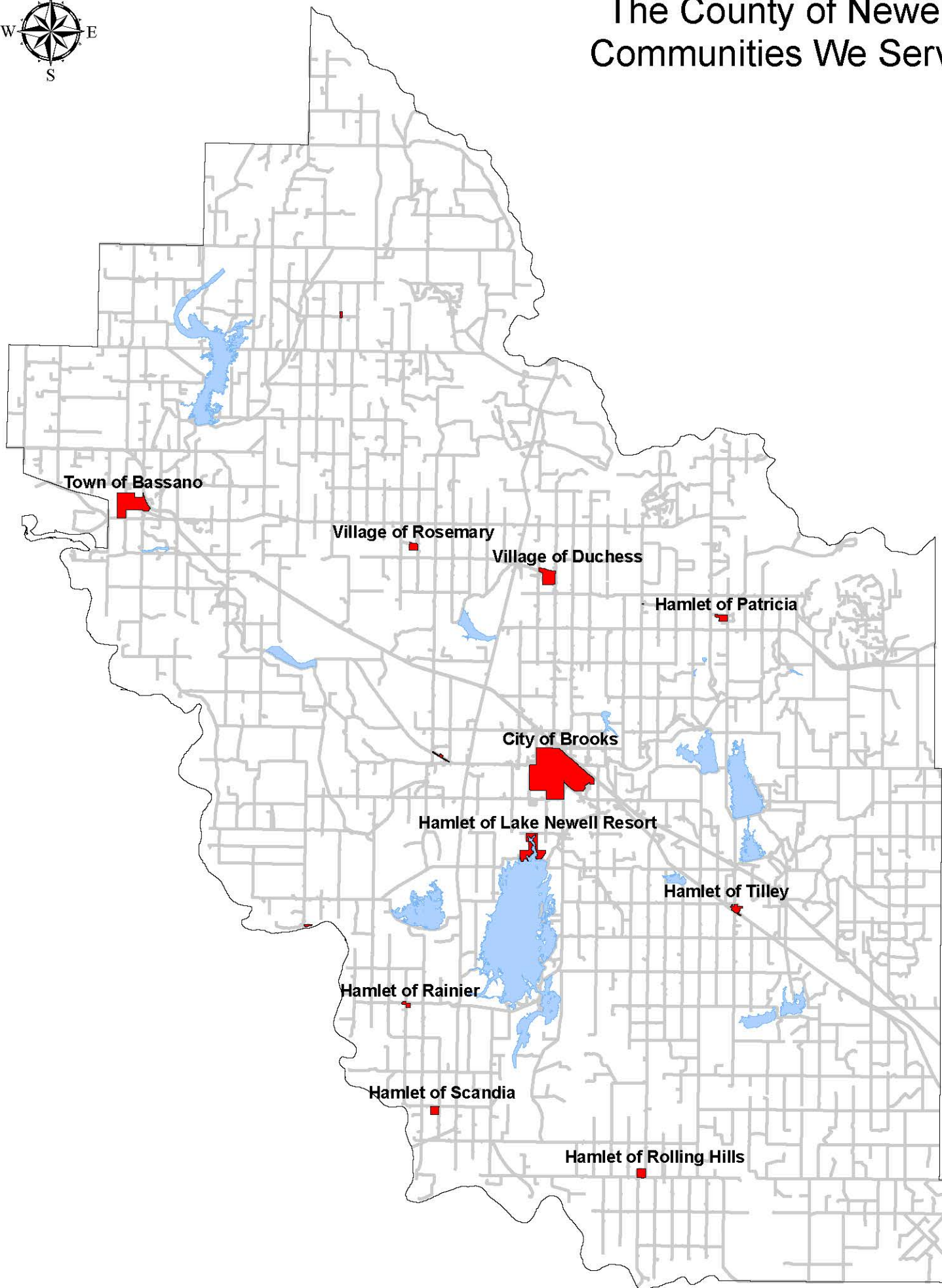
Carried

iv) Motion to not hold AGM for 2018

Moved by B. de Jong to not hold the AGM for 2018



The County of Newell Communities We Serve



2019 Review

2019 AT A GLANCE...

- Peak day for water production for 2019 was 20,657 m³ on June 3rd



Operator monitoring the water treatment process

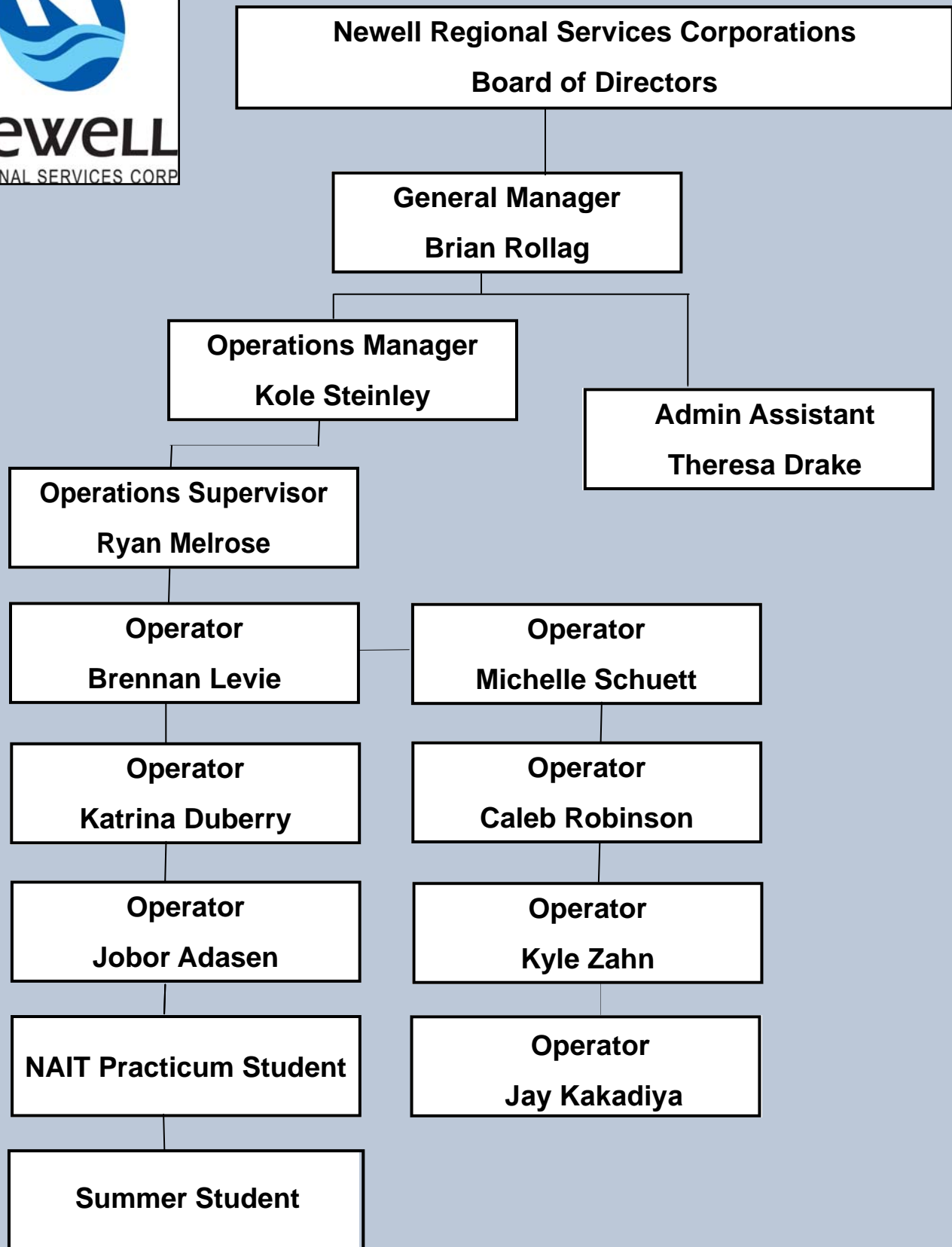
- Treated a total of 3,451,131 m³ for our municipal partners.
- Cost of water treatment for the 2019 year was \$0.40 per cubic meter. This includes labor, chemical costs, utilities, administrative costs,
 - Participated in the N.A.I.T. work experience program. Our practicum student contributed over 600 hrs. to achieve their Water and Waste Water Certificate.

Percentage of Water Consumption per Municipality



	2015		2016		2017		2018		2019	
	m3	%	m3	%	m3	%	m3	%	m4	%
Brooks	2,411,745	73.80%	2,143,832	71.33%	2,433,619	71.91%	2,451,982	69.50%	2,446,820	70.90%
Brooks TF	73,472	2.25%	39,856	1.33%	36,936	1.09%	97,970	2.78%	18,968	0.55%
LNR	25,365	0.78%	27,864	0.93%	30,591	0.90%	35,234	1.00%	24,926	0.72%
Tilley	51,741	1.58%	44,495	1.48%	45,366	1.34%	42,499	1.20%	40,231	1.17%
Rainier	9,222	0.28%	5,276	0.18%	4,860	0.14%	3,527	0.10%	5,251	0.15%
Scandia	37,352	1.14%	12,319	0.41%	11,341	0.34%	11,904	0.34%	12,591	0.36%
Rolling Hills	19,696	0.60%	19,984	0.66%	22,054	0.65%	28,152	0.80%	38,373	1.11%
Patricia	16,270	0.50%	13,312	0.44%	14,994	0.44%	14,795	0.42%	14,582	0.42%
Duchess	187,460	5.74%	164,927	5.49%	182,393	5.39%	186,148	5.28%	180,319	5.22%
Rosemary	30,335	0.93%	22,647	0.75%	27,760	0.82%	25,426	0.72%	47,643	1.38%
Bassano	190,500	5.83%	245,911	8.18%	259,527	7.67%	246,456	6.99%	213,076	6.17%
Rural	214,723	6.57%	265,258	8.83%	314,828	9.30%	383,780	10.88%	408,351	11.83%
Total	3,267,881	100.00%	3,005,681	100.00%	3,384,269	100.00%	3,527,873	100.00%	3,451,131	100.00%

Brooks	76.05%	72.65%	73.00%	72.28%	71.45%
County - Hamlets	4.89%	4.10%	3.82%	3.86%	3.94%
County - Rural	6.57%	8.83%	9.30%	10.88%	11.83%
Village of Duchess	5.74%	5.49%	5.39%	5.28%	5.22%
Village of Rosemary	0.93%	0.75%	0.82%	0.72%	1.38%
Town of Bassano	5.83%	8.18%	7.67%	6.99%	6.17%



2019 Financial Statements

Financial Statements of

**NEWELL REGIONAL
SERVICES
CORPORATION**

And Independent Auditors' Report thereon

Year ended December 31, 2019



KPMG LLP
#500, 400 - 4th Avenue South
Lethbridge AB T1J 4E1
Canada
Tel 403-380-5700
Fax 403-380-5760

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of Newell Regional Services Corporation

Opinion

We have audited the financial statements of Newell Regional Services Corporation (the Entity), which comprise:

- the statement of financial position as at December 31, 2019
- the statement of statement of operations and comprehensive income for the year then ended
- the statement of statement of changes in equity for the year then ended
- the statement of cash flows for the year then ended
- and notes to the financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Entity as at December 31, 2019 and its results of operations and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS).

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "***Auditors' Responsibilities for the Audit of the Financial Statements***" section of our auditors' report.

We are independent of the Entity in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



Other Information

Management is responsible for the other information. The other information comprises:

- Information, other than the financial statements and the auditors' report thereon, included in Annual Report. The Annual Report is expected to be made available to us after the date of the auditors' report.

Our opinion on the financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

When we read the Annual Report, if we conclude that there is a material misstatement of this other information, we are required to report the matter to those charged with governance.

Responsibilities of Management and Those Charged With Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS, 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.

In preparing the financial statements, management is responsible for assessing the Entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with Governance are responsible for overseeing the Entity's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with IFRS will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

As part of an audit in accordance with IFRS, we exercise professional judgment and maintain professional skepticism throughout the audit.



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We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, stylized font. Below the signature is a single, long, horizontal, slightly wavy line.

Chartered Professional Accountants

Lethbridge, Canada

May 27, 2020

NEWELL REGIONAL SERVICES CORPORATION

Statement of Financial Position

December 31, 2019, with comparative information for 2018

	2019	2018
Assets		
Current assets:		
Cash	\$ 816,914	\$ 569,376
Trade accounts receivable (note 4)	295,658	391,920
Goods and services tax recoverable	18,502	13,312
Inventory (note 5)	139,211	94,799
Prepaid expenses	74,053	75,595
	<u>1,344,338</u>	<u>1,145,002</u>
Property, plant and equipment (note 6):		
Property, plant and equipment	56,923,730	56,923,730
Less accumulated amortization	<u>3,005,378</u>	<u>1,983,018</u>
	53,918,352	54,940,712
Cash - held in reserve	250,624	54,670
Patronage reserve, at cost	14,419	13,189
Long-term investments (note 7)	<u>2,698,004</u>	<u>1,987,045</u>
	2,963,047	2,054,904
	<u>\$ 58,225,737</u>	<u>\$ 58,140,618</u>

Liabilities and Shareholders' Equity

Current liabilities:		
Accounts payable and accrued liabilities (note 8)	\$ 315,223	\$ 348,143
	<u>315,223</u>	<u>348,143</u>
Deferred revenue (note 9)	<u>41,572,204</u>	<u>42,332,659</u>
	41,887,427	42,680,802
Shareholders' equity:		
Share capital (note 10)	14,141,054	14,141,054
Retained earnings (deficit)	<u>2,197,256</u>	<u>1,318,762</u>
	16,338,310	15,459,816
Commitments (note 15)		
Subsequent event (note 18)		
	<u>\$ 58,225,737</u>	<u>\$ 58,140,618</u>

See accompanying notes to financial statements.

On behalf of the Board:

Chairman of the Board

Chairman - Finance Committee

NEWELL REGIONAL SERVICES CORPORATION

Statement of Operations and Comprehensive Income

Year ended December 31, 2019, with comparative information for 2018

	2019 Budget	2019 Actual	2018 Actual
	(Unaudited)		
Revenue:			
Water supply	\$ 3,172,188	\$ 3,270,391	\$ 3,135,949
Waste water	81,685	100,391	89,300
Operating recovery	518,495	550,039	502,313
Capital contributions	-	760,455	760,455
	3,772,368	4,681,276	4,488,017
Operating expenses:			
Salaries, wages and benefits	787,251	684,115	786,774
Utilities	394,011	420,486	424,344
Contract services	266,150	271,667	202,548
Chemicals	210,146	180,712	239,354
Automotive	303,029	345,033	290,536
Repairs and maintenance	141,979	274,313	134,135
Supplies	89,160	91,125	60,809
Telecommunications	15,060	14,892	14,750
Testing	33,890	31,537	28,274
Amortization	1,019,206	1,021,164	1,030,358
	3,259,882	3,335,044	3,211,882
	512,486	1,346,232	1,276,135
Administrative expenses (Schedule)	606,570	594,422	534,373
Operating income	(94,084)	751,810	741,762
Other income (expense):			
Gain on disposal of property, plant and equipment	-	-	2,790
Interest income	53,000	43,712	16,446
Unrealized gain (loss) on investments	-	71,674	(5,587)
Gain on dissolution of common shares	1	-	-
Other income (note 11)	938,991	11,298	21,025
	991,992	126,684	34,674
Net income and comprehensive income	\$ 897,908	\$ 878,494	\$ 776,436

See accompanying notes to financial statements.

NEWELL REGIONAL SERVICES CORPORATION

Statement of Changes in Equity

Year ended December 31, 2019, with comparative information for 2018

	2019	2018
Retained earnings (deficit), beginning of year	\$ 1,318,762	\$ 542,326
Net earnings	878,494	776,436
Retained earnings, end of year	\$ 2,197,256	\$ 1,318,762

See accompanying notes to financial statements.

NEWELL REGIONAL SERVICES CORPORATION

Statement of Cash Flows

Year ended December 31, 2019, with comparative information for 2018

	2019	2018
Cash provided by (used in):		
Operations:		
Net income and comprehensive income	\$ 878,494	\$ 776,436
Item not involving cash:		
Amortization	1,022,360	1,031,554
Capital contributions	(760,455)	(760,455)
Gain on disposal of property, plant, and equipment	-	(2,790)
Unrealized (gain) loss on investments	(71,674)	5,587
	1,068,725	1,050,332
Change in non-cash operating working capital:		
Accounts receivable	96,262	(156,861)
Goods and services tax recoverable	(5,190)	(3,947)
Inventory	(44,412)	13,125
Prepaid expenses	1,542	(23,507)
Accounts payable and accrued liabilities	(32,916)	103,477
	1,084,011	982,619
Investing:		
Purchase of property, plant and equipment	-	(36,681)
Proceeds on disposal of property, plant and equipment	-	2,790
Increase in patronage reserve	(1,231)	(996)
	(195,955)	1,366,169
	(639,287)	(1,992,632)
	(836,473)	(661,350)
Increase in cash	247,538	321,269
Cash, beginning of year	569,376	248,107
Cash, end of year	\$ 816,914	\$ 569,376

See accompanying notes to financial statements.

NEWELL REGIONAL SERVICES CORPORATION

Notes to Financial Statements

Year ended December 31, 2019

1. Reporting entity:

Newell Regional Services Corporation (the "Company") was incorporated under the Business Corporations Act of Alberta on October 27, 2008 and operates under a Ministerial Order pursuant to sections 73 and 250 of the Municipal Governments Act of Alberta and the Newell Regional Services Corporation Regulation of the Municipal Government Act of Alberta. The Company treats and supplies water to the areas of the County of Newell, City of Brooks, Village of Rosemary, Town of Bassano, and Village of Duchess. Active operations commenced on January 1, 2010.

The Company is exempt from income tax under Section 149 of the Canadian Income Tax Act.

The Company operates in Canada with its registered office located at 330 Canal Street, Brooks, Alberta.

2. Basis of presentation:

(a) Statement of compliance:

These financial statements are prepared in accordance with International Financial Reporting Standards ("IFRS").

These financial statements were approved and authorised for issue by the Company's board of directors on May 27, 2020.

(b) Functional and presentation currency:

These financial statements are presented in Canadian dollars, which is the Company's functional currency.

(c) Use of estimates and judgment:

The preparation of the financial statements in conformity with IFRS requires management to make estimates and assumptions that affect the application of policies and the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the year. The Company reviews its estimates and assumptions on an ongoing basis, uses the most current information available and exercises careful judgment in making these estimates and assumptions. Adjustments to previous estimates, which may be material, are recorded in the period in which they become known. Actual results may differ from these estimates. Significant items subject to such estimates and assumptions include the carrying amounts of trade accounts receivable, property, plant and equipment, investments and inventories.

NEWELL REGIONAL SERVICES CORPORATION

Notes to Financial Statements

Year ended December 31, 2019

3. Significant accounting policies:

The accounting policies set out below have been applied consistently to the years presented in the financial statements by the Company, with the exception of the accounting policy changes noted below.

(a) Change in accounting policies:

The Company adopted IFRS 16 Leases on January 1, 2019. IFRS 16 introduces a single lease accounting model for leases which requires a right-of-use asset and lease obligation to be recognized on the statements of financial position for contracts that are, or contain, a lease. The Company used the modified retrospective adoption approach to adopt the new standard. The modified retrospective approach does not require restatement of prior period financial information as it applies the standard prospectively.

(b) Cash and cash equivalents:

Cash and cash equivalents include cash on hand and short-term deposits, which are highly liquid with original maturities of less than three months from the date of acquisition.

(c) Inventory

Inventory of chemicals for consumption are valued at the lower of cost and net realizable value on a specific item basis. Net realizable value is the listed market price from suppliers at the balance sheet date. Cost includes the purchase price, transportation and other costs incurred to bring the inventories to their present location and condition.

(d) Property, plant and equipment:

Property, plant and equipment are measured at cost less accumulated amortization and accumulated impairment losses, if any.

Costs includes expenditures that are directly attributable to the acquisition or construction of the asset such as materials, labour, borrowing costs and contracted services. Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost can be measured reliably. The carrying amount of a replaced asset is derecognized when replaced. When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

NEWELL REGIONAL SERVICES CORPORATION

Notes to Financial Statements

Year ended December 31, 2019

3. Significant accounting policies (continued):

(d) Property, plant and equipment (continued):

Amortization is charged on a straight-line basis over the estimated economic useful lives of items of each depreciable component of property, plant and equipment, from the date they are available for use, as this most closely reflects the expected usage of the assets. Land and construction work in progress are not amortized. Estimating the appropriate useful lives of assets requires significant judgement and is generally based on estimates of life characteristics of similar assets. The useful economic lives, methods of depreciation and residual values are reviewed annually with any changes adopted on a prospective value.

Amortization is provided using the following methods and annual rates:

Asset	Basis	Rate
Buildings	Straight-line	45 years
Water mains and pipeline	Straight-line	75 years
Automotive	Straight-line	5 years
Office equipment	Straight-line	10 years

Gains and losses on disposal of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment.

NEWELL REGIONAL SERVICES CORPORATION

Notes to Financial Statements

Year ended December 31, 2019

3. Significant accounting policies (continued):

(e) Revenue recognition:

The Company recognizes revenue when it transfers control over a promised good or service, a performance obligation under the contract, to a customer and where the Company is entitled to consideration resulting from completion of the performance obligation. Depending on the terms of the contract with the customer, revenue recognition can occur at a point in time or over time. When a performance obligation is satisfied, revenue is measured at the transaction price that is allocated to that performance obligation. For contracts where non-cash consideration is received, revenue is recognized and measured at fair value of the non-cash consideration.

Revenue is classified as water supply, waste water, operating recovery, and capital contributions depending on the nature of each distinct performance obligation.

- Water supply

Revenue from sale of goods is recognized upon delivery to the customer and collectibility is reasonably assured. These revenues include an estimate of the value of water consumed by customers, to the end of each period billed subsequent to the reporting period.

The contract with customers for the supply of water goods consist primarily of perpetual contracts that are effective until terminated by the customer of the Company. The Company provides a series of distinct goods, which are simultaneously received and consumed by the customer. Each of the performance obligations is satisfied over time using the output method for recognition of revenue, i.e. the units of each good supplied to the customer.

Revenues are calculated based on the customer's usage of the goods during the period, at the applicable rates per the terms of the respective contracts. Customers are generally billed on a monthly basis and payment is generally due within 30 days of billing the customer.

NEWELL REGIONAL SERVICES CORPORATION

Notes to Financial Statements

Year ended December 31, 2019

3. Significant accounting policies (continued):

(e) Revenue recognition (continued):

- Waste water and operating recovery

Revenue from waste water services consist primarily of perpetual contracts that are effective until terminated by customer of the Company. The Company provides a series of distinct goods, which are simultaneously received and consumed by the customer. Each of the performance obligations is satisfied over time using the output method for recognition of revenue, i.e. quantifiable services rendered to the customer.

Revenues are calculated based on the services provided to the customer during the period, at the applicable rates per the terms of the respective contracts. These revenues include an estimate of the value of the services provided to the customers in the reporting period and billed subsequent to the reporting period. Customers are billed generally within a month and payment is generally due within 30 days of billing the customer.

- Capital contributions

Contributions related to capital expenditures or contributions in-kind are deferred and amortized to income over the estimated economic useful lives of the assets to which the contribution relates.

- IFRS 16 implementation impact

The implementation of IFRS 16 effective January 1, 2019, did not result in any adjustment to the opening balance of retained earnings or to the presentation of the statement of financial position.

NEWELL REGIONAL SERVICES CORPORATION

Notes to Financial Statements

Year ended December 31, 2019

3. Significant accounting policies (continued):

(f) Impairment:

Financial assets

The Company uses the “expected credit loss” (ECL) model for calculating impairment and recognizes ECL as a loss allowance for financial assets measured at amortized cost or at fair value through other comprehensive income. At each reporting date, the Company measures the loss allowance for financial assets, except for trade receivables without significant financing component, at an amount equal to the lifetime ECL to determine if the credit risk on that financial asset has increased significantly since initial recognition. If the credit risk on a financial asset has not increased significantly since initial recognition, the Company measures the loss allowance for that financial asset at an amount equal to 12-month ECL.

For trade receivables without significant financing component, the Company applies the simplified approach and uses a provision matrix, which is based on the Company’s historical credit loss experience for trade receivable, current market conditions and future expectations, to estimate and recognize the lifetime ECL. Trade and other receivables that are not assessed for impairment individually are assessed for impairment on a collective basis taking into consideration the unique risk factors associated with each customer group.

Non-financial assets

The Company reviews the carrying amounts of its non-financial assets consisting of property, plant and equipment, inventory and its investment are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset’s recoverable amount is estimated in order to determine the extent of the impairment loss, if any. Where it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the CGU to which the asset belongs.

The recoverable amount is the greater of its value in use and its fair value less costs to sell. Where fair value less costs to sell is not reliably available, value in use is used as the recoverable amount.

NEWELL REGIONAL SERVICES CORPORATION

Notes to Financial Statements

Year ended December 31, 2019

3. Significant accounting policies (continued):

(f) Impairment (continued):

If the recoverable amount of an asset (or CGU) is estimated to be less than its carrying amount, the carrying amount is reduced to its recoverable amount. An impairment loss is recognized immediately in earnings.

An impairment charge may be reversed only if there is objective evidence that a change in the estimate used to determine the asset's recoverable amount since the last impairment was recognized is warranted. When an impairment charge is subsequently reversed, the carrying amount of the asset (or CGU) is increased to the revised recoverable amount to the extent that it does not exceed the carrying amount that would have been determined had no impairment charge been recognized in the previous periods. A reversal of an impairment charge is recognized immediately in earnings. After such a reversal, the amortization charge is adjusted in future periods to allocate the asset's revised carrying amount, less any residual value, on a systematic basis over its remaining useful life.

(g) Deferred revenue:

Certain assets are contributed by customers or constructed using non-refundable cash contributions from customers. Non-refundable customer contributions, which are used to provide ongoing goods or services to these customers, are recorded as deferred revenue. The deferred revenue is initially recorded at the fair value of contributed assets, or the amount of cash contributions received, and is recognized as revenue on a straight-line basis over the estimated lives of the contracts with the customers. Where contracts with customers are perpetual and the related contributed asset is used to provide ongoing goods or services to customers, the life of the contract is estimated to be equivalent to the economical useful life of the asset to which the contribution relates.

Certain assets are acquired or constructed using non-refundable government grants. Government grants are recorded as deferred revenue and are recognized as revenue on a straight-line basis over the estimated economic useful lives of the assets to which they relate.

Certain assets are contributed by developers or acquired or constructed using non-refundable cash contributions from developers. Currently there is no specific IFRS guidance on accounting for contributions received from developers. The Company has developed an accounting policy for the initial recognition of such contributions and subsequent recognition of the related revenue. These contributions are recorded as deferred revenue, at the fair value of the contributed assets or the amount of cash contribution received, and are recognized as revenue on a straight-line basis over the estimated economic useful lives of the assets to which the contribution relates.

NEWELL REGIONAL SERVICES CORPORATION

Notes to Financial Statements

Year ended December 31, 2019

3. Significant accounting policies (continued):

(h) Financial instruments:

Financial assets are identified and classified based on the business model used by the Company for managing those financial assets, as one of the following: at amortized cost, at fair value through other comprehensive income, or at fair value through profit or loss. Non-derivative financial assets that were not classified in any of the above categories were designated as available-for-sale financial assets. Financial liabilities continue to be classified as measured at fair value through profit or loss or at amortized cost, as there is no change in classification of financial liabilities under IFRS 9.

Financial assets and financial liabilities are presented on a net basis when the Company has a legally enforceable right to offset the recognized amounts and intends to settle on a net basis or to realize the asset and settle the liability simultaneously.

- At amortized cost

Cash and cash equivalents, other financial assets and trade and other receivables except for derivative assets and long-term investment, which are classified as financial assets measured at fair value through profit or loss, are classified as financial assets measured at amortized cost. These financial assets are recognized initially at fair value plus directly attributable transaction costs, if any. After initial recognition, they are measured at amortized cost when they are held for collection of cash flows, where those cash flows solely represent payments of principal and interest using the effective interest method less any impairment. The effective interest method calculates the amortized cost of a financial asset and allocates the finance income over the term of the financial asset using an effective interest rate. The effective interest rate is the rate that discounts estimated future cash receipts through the expected life of the financial asset, or a shorter period when appropriate, to the gross carrying amount of the financial asset.

The Company's trade and other payables, debentures and borrowings, refundable contributions from customers and developers and other liabilities, except for contingent consideration and derivative liabilities which are classified as financial liabilities measured at fair value through profit or loss, are classified as financial liabilities measured at amortized cost and recognized on the date at which the Company becomes a party to the contractual arrangement. Financial liabilities are derecognized when the contractual obligations are discharged, cancelled or expire. Financial liabilities are initially recognized at fair value including discounts and premiums, plus directly attributable transaction costs, such as issue expenses, if any. Subsequently, these liabilities are measured at amortized cost using the effective interest rate method.

NEWELL REGIONAL SERVICES CORPORATION

Notes to Financial Statements

Year ended December 31, 2019

3. Significant accounting policies (continued):

(h) Financial instruments (continued):

- At fair value through other comprehensive income

Financial assets that are held for collection of contractual cash flows and for selling, where the assets' cash flows solely represent payments of principal and interest, are classified as financial assets at fair value through other comprehensive income. These financial assets are initially recognized at fair value plus directly attributable transaction costs. Subsequent to initial recognition, these financial assets are measured at fair value with unrealized gains and losses recognized in other comprehensive income, except for the recognition of impairment losses, reversal of impairment losses, interest income and foreign exchange gains and losses, which are recognized in net income. On de-recognition of the financial asset, the cumulative gain or loss previously recognized in other comprehensive income is reclassified to net income. Interest income from these financial assets is recognized as other income using the effective interest rate method.

- At fair value through profit or loss

Financial instruments at fair value through profit or loss include instruments that are designated as financial instruments at fair value through profit or loss or those financial instruments that do not meet the criteria for classification under any other category.

Upon initial recognition, directly attributable transaction costs are recognized in net income as incurred. Changes in fair value of financial instruments measured at fair value through profit or loss are recognized in net income.

The fair value instruments of the Company that are recorded at fair value have been classified into levels using a fair value hierarchy. A Level 1 valuation is determined by unadjusted quoted prices in active market for identifiable assets or liabilities. A Level 2 valuation is based upon inputs other than quoted prices included in Level 1 that are observable for the instruments either directly or indirectly. A Level 3 valuation for the assets and liabilities are not based on observable market data.

NEWELL REGIONAL SERVICES CORPORATION

Notes to Financial Statements

Year ended December 31, 2019

3. Significant accounting policies (continued):

(i) Related party transactions

Monetary related party transactions and non-monetary related party transactions that have commercial substance are measured at the exchange amount when they are in the normal course of business, except when the transaction is an exchange of a product or property held for sale in the normal course of operations. Where the transaction is not in the normal course of operations, it is measured at market value when there is a substantive change in the ownership of the item transferred and there is independent evidence of the exchange amount.

All other related party transactions are measured at market value.

(j) Pension expense:

The Company participates with others in the Local Authorities Pension Plan (LAPP). This pension plan is a multi-employer defined benefit pension plan that provides pension benefits for the Company's participating employees, based on years of service and earnings. Since the plan is a multi-employer plan, it is accounted for as a defined contribution plan and, accordingly, the Company does not recognize its share of any plan surplus or deficit.

A supplementary plan ("APEX") is available through the Alberta Urban Municipalities Association for selected employees conditional upon the Company being a member of LAPP. The plan is a top-up of the LAPP.

NEWELL REGIONAL SERVICES CORPORATION

Notes to Financial Statements

Year ended December 31, 2019

4. Trade accounts receivable:

	2019	2018
Trade accounts receivable	\$ 242,391	\$ 342,994
Other receivables	53,267	48,926
	<u>\$ 295,658</u>	<u>\$ 391,920</u>

All amounts are due in the short-term. The carrying amounts are a reasonable approximation of their fair value.

The Company does not have any past due receivables (2018 - \$nil).

The Company does not hold any collateral in respect of these receivables.

Accounts and other receivables consist primarily of amounts due from the member municipalities. As a result, credit losses are generally low and the Company provides for an allowance for lifetime ECL.

The Company calculates the ECL on accounts receivable using a provision matrix approach, which is based on the Company's historical credit loss experience and current economic conditions for accounts receivable, to estimate the ECL. The total ECL at December 31, 2019 is \$nil (2018 - \$nil).

5. Inventory:

The cost of inventories recognized as an expense during the year ended December 31, 2019 was \$180,712 (2018 – \$239,354).

NEWELL REGIONAL SERVICES CORPORATION

Notes to Financial Statements

Year ended December 31, 2019, with comparative information for 2018

6. Property, plant and equipment:

		Land		Buildings		Water mains and pipeline		Vehicles		Office equipment		Total 2019
Cost:												
Balance - January 1, 2019	\$	615,534	\$	28,038,491	\$	28,000,782	\$	256,965	\$	11,958	\$	56,923,730
Additions		--		--		--		--		--		--
Transfers		--		--		--		--		--		--
Disposals		--		--		--		--		--		--
Balance at December 31, 2019	\$	615,534	\$	28,038,491	\$	28,000,782	\$	256,965	\$	11,958	\$	56,923,730
Accumulated amortization:												
Balance – January 1, 2019		--		1,297,520		511,800		162,936		10,762		1,983,018
Amortization		--		622,794		373,752		24,618		1,196		1,022,360
Disposals		--		--		--		--		--		--
Balance at December 31, 2019		--		1,920,314		885,552		187,554		11,958		3,005,378
Net book value	\$		\$	26,118,177	\$	27,115,230	\$	69,411	\$	--	\$	53,918,352
		Land		Buildings		Water mains and pipeline		Vehicles		Office equipment		Total 2018
Cost:												
Balance - January 1, 2018	\$	615,534	\$	28,038,491	\$	28,000,782	\$	248,416	\$	11,958	\$	56,915,181
Additions		--		--		--		36,681		--		36,681
Transfers		--		--		--		--		--		--
Disposals		--		--		--		(28,132)		--		(28,132)
Balance at December 31, 2018	\$	615,534	\$	28,038,491	\$	28,000,782	\$	256,965	\$	11,958	\$	56,923,730
Accumulated amortization:												
Balance – January 1, 2018		--		674,726		138,048		157,256		9,566		979,596
Amortization		--		622,794		373,752		33,812		1,196		1,031,554
Disposals		--		--		--		(28,132)		--		(28,132)
Balance at December 31, 2018		--		1,297,520		511,800		162,936		10,762		1,983,018
Net book value	\$	615,534	\$	26,740,971	\$	27,488,982	\$	94,029	\$	1,196	\$	54,940,712

NEWELL REGIONAL SERVICES CORPORATION

Notes to Financial Statements

Year ended December 31, 2019

6. Property, plant and equipment (continued):

Amortization for the year amounted to \$1,022,360 (2018 - \$1,031,554). This is composed of \$1,021,164 (2018 - \$1,030,358) relating to operating activities and \$1,196 (2018 - \$1,196) relating to administrative expenses.

7. Long-term investments:

	2019	2018
Investments	\$ 2,698,004	\$ 1,987,045

Long-term investments consists of held-to-maturity fixed income investments and principal protected notes, bearing interest at rates between 2.57% and 3.45% and maturing between February 2024 and July 2029.

8. Accounts payable and accrued liabilities:

Included in accounts payable and accrued liabilities at the balance sheet dates are the following:

	2019	2018
Trade and other payables	\$ 277,132	\$ 313,627
Government remittances	38,091	34,516
	\$ 315,223	\$ 348,143

9. Deferred revenue:

Deferred revenue represents the portion of the water treatment plant project contributed to the Company for which grant funding was received on its behalf. The contributions are being deferred and recognized as revenue over the life of the related assets.

	2019	2018
Balance, beginning of year	\$ 42,332,659	\$ 43,093,114
Capital contributions recognized as revenue	(760,455)	(760,455)
Balance, end of year	\$ 41,572,204	\$ 42,332,659

NEWELL REGIONAL SERVICES CORPORATION

Notes to Financial Statements

Year ended December 31, 2019

10. Share capital:

Authorized:

An unlimited number of:

Classes A to F common voting shares

Classes G to L preferred redeemable retractable non-cumulative non-voting shares,
redeemable at \$1,000 per share

The issued share capital of the Company is as follows:

	2019	2018
200 Class A common shares (2018 - 200)	\$ 20	\$ 20
200 Class B common shares (2018 - 200)	20	20
100 Class C common shares (2018 - 100)	10	10
100 Class E common shares (2018 - 100)	10	10
100 Class F common shares (2018 - 100)	10	10
11,070.749 Class G preferred shares, non-voting (\$11,070,749 in aggregate) (2018 - 11,070.749; \$11,070,749 in aggregate)	11,070,749	11,070,749
3,070.235 Class H preferred shares, non-voting (\$3,070,235 in aggregate) (2018 - 3,070.235; \$3,070,235 in aggregate)	3,070,235	3,070,235
	\$ 14,141,054	\$ 14,141,054

11. Other income:

	2019	2018
Truck fill	\$ 6,716	\$ 10,896
Other	4,582	10,129
	\$ 11,298	\$ 21,025

NEWELL REGIONAL SERVICES CORPORATION

Notes to Financial Statements

Year ended December 31, 2019

12. Related party transactions:

During the year, the Company had the following related party transactions with its members, who are all shareholders of the Company:

Accounts payable includes the following amounts:

	2019	2018
City of Brooks	\$ 33,188	\$ 34,856
Village of Dutchess	2,177	2,175
Village of Rosemary	3,595	2,493
County of Newell	2,354	1,541
Town of Bassano	247	3,514
	\$ 41,561	\$ 44,579

Accounts receivable includes the following amounts:

	2019	2018
City of Brooks	\$ 147,854	\$ 271,984
Village of Rosemary	14,190	4,474
Village of Dutchess	10,502	8,543
Town of Bassano	27,963	13,737
County of Newell	84,370	69,129
	\$ 284,879	\$ 367,867

During the year, the Company had the following sales which includes operating recovery:

	2019	2018
City of Brooks	\$ 2,224,748	\$ 2,137,063
Village of Rosemary	44,706	23,731
Village of Dutchess	164,223	159,154
Town of Bassano	276,288	210,533
County of Newell	1,024,176	993,991
	\$ 3,734,141	\$ 3,524,472

NEWELL REGIONAL SERVICES CORPORATION

Notes to Financial Statements

Year ended December 31, 2019

12. Related party transactions (continued):

Compensation of key management personnel consists of:

	2019	2018
Short-term benefits	\$ 222,682	\$ 233,369
Post-employment benefits	29,116	29,786
	\$ 251,798	\$ 263,155

These transactions are in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

13. Financial risks and concentration of risk:

It is management's opinion that the Company is not exposed to significant currency risk arising from its financial instruments unless otherwise disclosed.

(a) Market risk:

The Company's revenue is derived from the treatment and supply of water to the surrounding area.

(b) Credit risk:

Credit risk refers to the risk that a counterparty may default on its contractual obligations resulting in a financial loss. At December 31, 2018, trade accounts receivable include approximately \$260,188 (2018 - \$341,113) due from 3 customers (2018 - 2), representing approximately 88% (2018 - 87%) of total trade accounts receivable. The credit risk exposure to the Company is limited due to the Company's municipal customer base.

(c) Liquidity risk:

Liquidity risk is the risk that, as a result of operational liquidity requirements, the Company will not have sufficient funds to settle an obligation on the due date and will be forced to sell financial assets at a price which is less than they are worth, or will be unable to settle or recover a financial asset. The Company manages its liquidity risk through cash and working capital management.

The statement of financial position includes \$315,223 (2018 - \$348,141) in accounts payable and accrued liabilities all due within one year or less.

NEWELL REGIONAL SERVICES CORPORATION

Notes to Financial Statements

Year ended December 31, 2019

14. Economic dependence:

The Company operates under the terms of a water supply agreement with its members. Under the terms of this agreement the Company relies upon its members to pay for its services. Substantially all revenue is derived from sales to member shareholders. As a result, the Company is economically dependent on its members in order to generate operating profits, cash flow from operations, and for the continued viability of the business.

15. Commitments:

The company has signed a contract with Alberta Municipal Services Corporation and TransAlta Energy Marketing Corp. that locks in the rate for their electricity and natural gas which expires December 31, 2020.

16. Local Authorities Pension Plan

Employees of Newell Regional Services Corporation participate in the Local Authorities Pension Plan, which is one of the plans covered by the Public Sector Pension Plans Act. The LAPP serves about 265,813 people and about 421 employers. It is financed by employer and employee contributions and investment earnings of the LAPP fund.

Contributions for current service are recorded as expenses in the year in which they become due.

Newell Regional Services Corporation is required to make current service contributions to the Plan of 9.39% (2018 - 10.39%) of pensionable earnings up to the Canada Pension Plan Year's Maximum Pensionable Earnings ("YMPE") and 13.84% (2018 - 14.84%) for the excess. Employees are required to make current service contributions of 8.39% (2018 - 9.39%) of YMPE plus 12.84% (2018 - 13.84%) of any portion of pensionable salary over YMPE.

Total current and past service contributions by Newell Regional Services Corporation to the LAPP in 2019 were \$69,496 (2018 - \$82,780). Total current and past service contributions by the employees of Newell Regional Services Corporation to the LAPP in 2019 were \$62,799 (2018 - \$75,476).

At December 31, 2018, the LAPP disclosed an actuarial surplus of \$3.5 billion (2017 - \$4.84 billion) .

NEWELL REGIONAL SERVICES CORPORATION

Notes to Financial Statements

Year ended December 31, 2019

17. Apex Supplementary Pension Plan

The APEX supplementary pension plan, an Alberta Urban Municipality Association ("AUMA") sponsored defined benefit pension plan covered under the provisions of the Alberta Employment Pensions Plans Act, commenced on January 1, 2003 and provides supplementary pension benefits to a prescribed class of employees. The plan supplements the Local Authorities Pension Plan.

Contributions are made by the prescribed class of employees and the Company. Employees and the Company are required to make current service contributions to APEX of 2.84% (2018 - 2.84%) and 3.78% (2018 - 3.78%) respectively of pensionable earnings up to \$151,278 (2018 - \$147,222).

Total current service contributions by the Company to APEX in 2019 were \$3,995 (2018 - \$5,926). Total current service contributions by the employees of the Company were \$3,001 (2018 - \$4,453).

The cost of post-retirement benefits earned by employees is actuarially determined using the projected unit credit method prorated on service and management's best estimate of salary and benefit escalation and retirement ages of employees. The cost of post-retirement benefits are fully funded.

18. Subsequent event:

Subsequent to December 31, 2019, the COVID-19 outbreak was declared a pandemic by the World Health Organization and has had a significant financial, market and social dislocating impact.

At the time of the approval of these financial statements, the County has experienced financial and operational impacts and has undertaken certain activities in relation to the COVID-19 pandemic.

At this time, uncertainty exists over future cash flows which may cause significant changes to the assets and liabilities and may have a significant impact on future operations. An estimate of the financial effect is not practicable at this time.

NEWELL REGIONAL SERVICES CORPORATION

Schedule of Administrative Expenses

Year ended December 31, 2019, with comparative information for 2018

	2019 Budget (Unaudited)	2019 Actual	2018 Actual
Salaries, wages and benefits	\$ 319,722	\$ 310,014	\$ 299,041
Professional fees	25,000	17,723	16,875
Insurance	27,537	43,260	29,639
Travel	31,500	24,111	25,960
Office supplies	19,077	12,810	16,056
Computer software and support	103,069	126,788	87,347
Telephone	28,000	24,160	26,077
Workers' Compensation	9,365	13,761	9,630
Repairs and maintenance	2,500	-	-
Training	26,750	16,300	13,405
Advertising	1,500	1,577	910
Bank charges and interest	11,350	2,722	8,237
Amortization	1,200	1,196	1,196
	\$ 606,570	\$ 594,422	\$ 534,373

REVENUE

1-41-001-120 - Lake Newell Resort	\$22,433.40
1-41-001-125 - Tilley	36,207.90
1-41-001-130 - Scandia	11,331.90
1-41-001-135 - Rainier	3,858.30
1-41-001-136 - Rainier Truck Fill	867.60
1-41-001-140 - Brooks	2,172,929.76
1-41-001-141 - Brooks Truck Fill	17,071.20
1-41-001-145 - Rolling Hills	34,535.70
1-41-001-150 - Duchess	162,287.10
1-41-001-155 - Patricia	13,123.80
1-41-001-160 - Rosemary	42,876.00
1-41-001-165 - Bassano	191,768.40
1-41-001-405 - Duchess/Patricia Area	86,476.77
1-41-001-415 - Tilley/Kinbrook Island Area	25,837.74
1-41-001-430 - Brooks West	88,653.87
1-41-001-435 - Brooks North	55,263.15
1-41-001-440 - Rainier/Scandia/Rolling Hills Area	53,685.72
1-41-001-445 - Bassano/Gem/Rosemary Area	57,586.23
1-41-002-120 - Lake Newell Resort Distrib.	28,551.60
1-41-002-125 - Tilley Distrib.	38,206.36
1-41-002-130 - Scandia Distrib.	43,169.70
1-41-002-135 - Rainier Distrib.	39,877.95
1-41-002-140 - Brooks Distrib.	25,327.00
1-41-002-141 - Brooks Truckfill Repairs	4,919.25
1-41-002-145 - Rolling Hills Distrib.	54,079.52
1-41-002-150 - Duchess Distrib.	1,936.20
1-41-002-155 - Patricia Distrib.	36,543.15
1-41-002-160 - Rosemary Distrib.	1,830.15
1-41-002-165 - Bassano Distrib.	84,519.90
1-42-001-120 - Lake Newell Resort Coll.	32,097.45
1-42-001-125 - Tilley Ww Coll.	19,306.35
1-42-001-130 - Scandia Ww Coll.	15,268.05
1-42-001-140 - Brooks Ww Coll.	2,927.05
1-42-001-145 - Rolling Hills Ww Coll.	26,728.80
1-42-001-155 - Patricia Ww Coll.	4,063.50
1-44-001-840 - Brooks Truck Fill Billing	1,320.68
1-44-001-841 - County of Newell Truck Fill Billing	300.58
1-44-001-842 - Bassano Truck Fill Billing	175.46
1-44-001-875 - Interest Income	43,711.99
1-44-001-880 - Refunds-Rebates	2,986.29
1-44-001-890 - Other Revenues	761,673.64
1-44-001-905 - Unrealized gain/loss on investments	71,673.77
1-45-001-140 - Brooks Stm	253.05
1-45-001-145 - Rolling Hills Stm	123.90
1-65-001-405 - Duchess/Patricia Area Dist Rural Water	36,222.90
1-65-003-415 - Till/ Kinbrook Is. Area Dist Rural Water	22,366.05
1-65-006-430 - Brooks West Dist Rural Water	26,118.75
1-65-007-435 - Brooks North Dist Rural Water	32,959.50
1-65-008-440 - Rain/Scan/RollHill Area Dist Rural Water	31,099.95
1-65-009-445 - Bassano/Gem/Rose Area Dist Rural water	47,230.05

Total Revenue

\$4,614,363.08

EXPENDITURES

Newell Regional Services

Report Date

Income Statement

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For the Period 2019-01-01 - 2019-12-31

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2-01-000-110 - Admin.-Salaries	\$178,081.72
2-01-000-111 - Admin.-Wages-Full Time	61,243.52
2-01-000-114 - Admin.-Director's Remuneration	10,500.00
2-01-000-130 - Admin.-Benefits	56,061.92
2-01-000-140 - Admin.-Conferences/Education	13,596.40
2-01-000-145 - Admin.-Travel & Subsistence	12,349.21
2-01-000-150 - Admin.-Memberships & Dues	1,864.35
2-01-000-154 - Admin.-Employee Recognition	4,126.84
2-01-000-157 - Admin.-WCB	13,760.52
2-01-000-161 - Operations Wages- Unallocated	43,429.76
2-01-000-210 - Admin.-Postage/Courier	3,719.34
2-01-000-215 - Admin.-Advertising/ Subscripti	1,577.05
2-01-000-220 - Admin.-Computer Software	3,675.00
2-01-000-225 - Admin- Software Renewals and Maint.	65,677.40
2-01-000-230 - Admin.-Office Supply	4,465.04
2-01-000-232 - Computer Purchases	14,166.17
2-01-000-245 - Admin.-Entertainment-Meals	3,200.35
2-01-000-250 - Admin.-Governance Costs	8,561.12
2-01-000-260 - Admin.-Photocopy	2,760.68
2-01-000-325 - Admin.-Telecommunications	24,160.49
2-01-000-405 - Outsource-Accounting/Finance	17,722.50
2-01-000-445 - Outsource-IT Services	43,269.61
2-01-000-460 - Admin-Insurance	43,260.12
2-01-000-905 - Bank Payment Charges	736.08
2-01-000-910 - Admin.-Service & Interest Char	1,986.01
2-01-000-925 - Amortization Expense	996,545.96
2-01-000-930 - Admin- Amortization	1,195.80
2-10-011-111 - WTP-Wages-Full Time	182,721.31
2-10-011-112 - WTP-Wages-Part Time	12,626.62
2-10-011-130 - WTP- Benefits	38,472.09
2-10-011-155 - WTP-Clothing&Coverals	6,328.93
2-10-011-156 - WTP- Safety & Training	2,704.07
2-10-011-205 - WTP-Safety Supply	5,720.51
2-10-011-207 - WTP-Janitorial Supply	8,318.70
2-10-011-254 - Operations-Small Tools	3,681.99
2-10-011-255 - WTP-Other Mat and Supplies.	26,173.98
2-10-011-260 - WTP- Small Tools	2,233.54
2-10-011-305 - WTP-Cost Of Water-EID	84,307.64
2-10-011-310 - WTP-Power	245,565.72
2-10-011-315 - WTP-Gas	35,518.63
2-10-011-320 - WTP-Solid Waste	704.93
2-10-011-325 - WTP- Telecommunications	3,141.70
2-10-011-405 - WTP-Outsource-Proff Testing Fees	8,071.87
2-10-011-436 - WTP- Mechanical	24,377.06
2-10-011-437 - WTP- Electrical	25,067.33
2-10-011-438 - WTP- Instrumentation	35,462.42
2-10-011-439 - WTP- Scada	1,420.00
2-10-011-440 - WTP- Misc Contract Services	56,058.64
2-10-011-505 - WTP-Miscellaneous Chemicals	12,328.26
2-10-011-510 - WTP-Ammonia	14,590.45
2-10-011-515 - WTP-Caustic	48,677.11
2-10-011-520 - WTP-Chlorine	18,456.63
2-10-011-525 - WTP-Citric Acid	4,233.30
2-10-011-530 - WTP-Co2	21,020.16
2-10-011-535 - WTP-Coagulant	6,188.50
2-10-011-540 - WTP-Pac	15,925.00

Newell Regional Services

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Income Statement

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2-10-011-545 - WTP-Potassium Permanganate	5,428.27
2-10-011-550 - WTP-Salt	4,185.32
2-10-011-555 - WTP-Sodium Hypo	17,032.86
2-10-011-560 - WTP- Chemical Freight	12,646.17
2-10-011-605 - Vehicle Amortization	24,617.74
2-10-011-610 - WTP-Vehicle Usage	69,630.56
2-10-011-620 - Operations- Fuel and Oil	47,445.78
2-10-011-630 - Operations- Parts and Tires	2,490.92
2-10-011-640 - Operations- Vehicle Truck Wash	3,581.86
2-10-011-643 - Operations- Vehicle Repair Unit #3	654.20
2-10-011-644 - Operations- Vehicle Repair Unit #4	1,694.24
2-10-011-646 - Operations- Vehicle Repair Unit #6	3,018.98
2-10-011-647 - Operations- Vehicle Repair Unit #7	3,572.77
2-10-011-649 - Operations - Vehicle Repair Unit # 9	3,800.46
2-10-011-650 - Operations - Vehicle Repair Unit # 10	3,473.15
2-10-011-651 - Operations - Vehicle Repair Unit # 11	2,442.18
2-10-011-652 - Operations - Vehicle Repair Unit # 12	281.00
2-10-011-660 - Operations- Vehicle Insurance	980.56
2-10-011-699 - Vehicle Expense Allocation	(193,596.00)
2-10-012-111 - Membranes-Wages-Full Time	15,470.12
2-10-012-130 - Membranes-Benefits	3,473.60
2-10-012-255 - Membranes-Other Material and Supplies	17,904.47
2-10-012-436 - Membranes-Mechanical Contract	90,051.14
2-10-012-437 - Membranes-Electrical Contract	88.75
2-10-012-438 - Membranes-Instrumentation	12,019.83
2-10-012-440 - Membranes-Misc Contract Services	5,027.25
2-10-013-111 - WTP Pumps-Wages-Full time	10,774.04
2-10-013-130 - WTP Pumps-Benefits	2,564.03
2-10-013-255 - WTP Pumps-Other Material and Supplies	423.55
2-10-013-436 - WTP Pumps-Mechanical Contract	27,874.29
2-10-013-437 - WTP Pumps-Electrical Contract	452.92
2-10-014-111 - Raw Pump Hse.-Wages-Full Time	13,181.77
2-10-014-130 - Raw Pump Hse.-Benefits	2,776.77
2-10-014-255 - Raw Pump Hse.-Other Mat and Supplies	1,528.81
2-10-014-310 - Raw Pump Hse- Power	46,543.02
2-10-014-315 - Raw Pump Hse- Gas	1,602.18
2-10-014-325 - Raw Pump Hse-Telecommunications	1,207.51
2-10-014-436 - Raw Pump Hse.-Mechanical Contra	17,384.42
2-10-014-437 - Raw Pump Hse.-Electrical Contra	9,846.30
2-10-014-440 - Raw Pump Hse- Misc Contract Services	4,723.55
2-10-014-610 - Raw Pump Hse.-Vehicle Usage	6,208.50
2-11-015-111 - Booster Station-LNR-Wages-Full-Time	1,339.46
2-11-015-130 - Booster Stat- LNR-Benefits	296.85
2-11-015-325 - Booster Stat-LNR-Telecommunications	1,207.51
2-11-015-610 - Booster Stat-LNR-Vehicle Usage	494.03
2-11-016-111 - Tilley Control House-Wages Full-Time	1,511.52
2-11-016-130 - Tilley Control House- Benefits	399.57
2-11-016-310 - Tilley Control House- Power	1,009.99
2-11-016-315 - Tilley Control House- Gas	812.27
2-11-016-325 - Tilley Control House- Telecommunications	1,537.51
2-11-016-610 - Tilley Cont Hse- Vehicle Usage	622.18
2-11-017-111 - Rosemary Booster Wages Full-Time	1,453.20
2-11-017-130 - Rosemary Booster - Benefits	344.77
2-11-017-255 - Rosemary Booster Other Materials/Supply	3,689.95
2-11-017-310 - Rosemary Booster - Power	1,885.47
2-11-017-315 - Rosemary Booster - Gas	359.97

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2-11-017-325 - Rosemary Booster- Telecommunications	1,317.51
2-11-017-440 - Rosemary Booster - Contract Services	2,392.00
2-11-017-610 - Rosemary Booster - Vehicle Usage	572.51
2-11-018-310 - Duchess Control House - Power	1,976.91
2-11-018-315 - Duchess Control House - Gas	199.75
2-12-016-111 - WTP-Truck Fill- Wages-FullTime	2,853.03
2-12-016-130 - WTP-Truck Fill-Benefits	587.48
2-12-016-610 - Truck Fill- Vehicle Usage	1,241.50
2-21-020-111 - Trans Main-Wages-Full Time	28,394.76
2-21-020-130 - Trans Main-Benefits	6,082.78
2-21-020-255 - Trans Main-Other Mat and Supplies	2,336.19
2-21-020-420 - Trans Main-Repairs	137,374.32
2-21-020-425 - Trans Main - Misc. Contracted Services	3,820.00
2-21-020-435 - Trans Main- Professional Testing Fees	4,451.50
2-21-020-451 - Trans Main-Outsource-Locates	3,083.00
2-21-020-610 - Trans Main-Vehicle Usage	10,092.40
2-21-022-610 - Meters-Vehicle Usage	24.96
2-31-031-111 - LNR-SR-Wages-Full Time	1,991.38
2-31-031-130 - LNR-SR-Benefits	453.19
2-31-031-255 - LNR-SR-Other Mat and Supplies	1,553.27
2-31-031-325 - LNR-SR-Telecommunications	632.46
2-31-031-435 - LNR-SR- Proff Testing Fees	769.10
2-31-031-610 - LNR-SR- Vehicle Usage	1,064.72
2-31-032-111 - Tilley-Wages-Full Time	6,256.99
2-31-032-130 - Tilley-Benefits	1,396.31
2-31-032-255 - Tilley-Other Mat and Supplies	890.40
2-31-032-435 - Tilley-Professional Testing Fees	769.10
2-31-032-610 - Tilley-Vehicle Usage	2,889.48
2-31-033-111 - Scandia-Wages-Full Time	5,968.82
2-31-033-130 - Scandia-Benefits	1,248.20
2-31-033-255 - Scandia-Other Mat and Supplies	1,438.97
2-31-033-325 - Scandia-Telecommunications	1,537.51
2-31-033-435 - Scandia- Professional Testing Fees	769.10
2-31-033-610 - Scandia-Vehicle Usage	2,892.28
2-31-034-111 - Rainier-Wages-Full Time	5,816.77
2-31-034-130 - Rainier-Benefits	1,223.55
2-31-034-255 - Rainier-Other Mat and Supplies	1,273.09
2-31-034-325 - Rainier-Telecommunications	1,537.51
2-31-034-435 - Rainier- Professional Testing Fees	769.10
2-31-034-610 - Rainier-Vehicle Usage	2,710.38
2-31-035-111 - Brooks-Wages-Full Time	6,688.54
2-31-035-130 - Brooks-Benefits	1,431.74
2-31-035-610 - Brooks-Vehicle Usage	2,925.21
2-31-036-111 - Rolling Hills-Wages-Full Time	6,476.18
2-31-036-130 - Rolling Hills-Benefits	1,403.46
2-31-036-255 - Rolling Hills-Other mat and Supplies	1,362.55
2-31-036-325 - Rolling Hills-Telecommunication	1,455.01
2-31-036-435 - Rolling Hills-Professional Testing Fees	769.10
2-31-036-610 - Rolling Hills-Vehicle Usage	3,011.79
2-31-131-111 - LNR-SR-Wages-Full Time M&R	96.78
2-31-131-130 - LNR-SR-Benefits M&R	23.95
2-31-131-420 - LNR-SR- Repairs M&R	4,130.37
2-31-131-610 - LNR-SR-Vehicle Usage M&R	40.37
2-31-132-420 - Tilley - Repairs M&R	1,544.97
2-31-133-111 - Scandia - Wages-Full Time M&R	333.75
2-31-133-130 - Scandia - Benefits M&R	62.69

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2-31-133-420 - Scandia - Repairs M&R	4,480.74
2-31-133-610 - Scandia-Vehicle Usage M&R	76.31
2-31-134-111 - Rainier-Wages-Full Time M&R	30.07
2-31-134-130 - Rainier-Benefits M&R	5.89
2-31-134-420 - Rainier - Repairs M&R	5,375.51
2-31-134-610 - Rainier - Vehicle Usage M&R	12.48
2-31-136-420 - Rolling Hills - Repairs M&R	12,290.55
2-40-041-325 - Duchess-Telecommunications	110.00
2-40-042-111 - Patricia-Wages-Full Time	6,759.12
2-40-042-130 - Patricia- Benefits	1,532.88
2-40-042-255 - Patricia-Other Mat and Supplies	1,273.13
2-40-042-325 - Patricia-Telecommunications	1,207.51
2-40-042-435 - Patricia-Professional Testing Fees	769.10
2-40-042-610 - Patricia-Vehicle Usage	2,864.74
2-40-044-435 - Bassano-Professional Testing Fees	791.38
2-40-142-420 - Patricia - Repairs M&R	630.70
2-50-051-111 - Distrib. LNR-Wages-Full Time	7,262.05
2-50-051-130 - Distrib. LNR-Benefits	2,428.89
2-50-051-255 - Distrib. LNR-Other Mat and Supplies	789.45
2-50-051-435 - Distrib LNR-Professional Testing Fees	643.49
2-50-051-610 - Distrib. LNR-Vehicle Usage	2,670.24
2-50-052-111 - Distrib. Tilley-Wages-Full Tim	10,202.54
2-50-052-130 - Distrib. Tilley-Benefits	3,056.14
2-50-052-255 - Distrib. Tilley-Other Mat and Supplies	406.72
2-50-052-435 - Distrib.Tilley-Professional Testing Fees	643.49
2-50-052-610 - Distrib. Tilley-Vehicle Usage	4,024.96
2-50-053-111 - Distrib. Scandia-Wages-Full Time	9,432.59
2-50-053-130 - Distrib. Scandia-Benefits	2,872.99
2-50-053-255 - Distrib. Scandia-Other Mat and Supplies	585.88
2-50-053-435 - Scandia-Professional Testing Fees	643.49
2-50-053-610 - Distrib. Scandia-Vehicle Usage	3,632.60
2-50-054-111 - Distrib. Rainier-Wages-Full Time	9,510.62
2-50-054-130 - Distrib. Rainier-Benefits	2,929.53
2-50-054-255 - Distrib. Rainier-Other Mat and Supplies	585.86
2-50-054-435 - Rainier-Professional Testing Fees	643.49
2-50-054-610 - Distrib. Rainier-Vehicle Usage	3,622.68
2-50-055-111 - Distrib. Brooks-Wages-Full Time	8,285.14
2-50-055-130 - Distrib. Brooks-Benefits	1,805.08
2-50-055-610 - Distrib. Brooks-Vehicle Usage	3,769.89
2-50-056-111 - Distrib. Rolling Hills-Wages-Full Time	9,091.48
2-50-056-130 - Distrib. Rolling Hills-Benefits	2,879.25
2-50-056-255 - Distrib.Rolling Hills-Other Mat and Supp	585.88
2-50-056-435 - Rolling Hills-Professional Testing Fees	643.49
2-50-056-610 - Distrib. Rolling Hills-Vehicle Usage	3,556.06
2-50-151-111 - LNR - Wages - Full Time M&R	505.55
2-50-151-130 - LNR - Benefits M&R	90.08
2-50-151-420 - LNR - Repairs M&R	3,092.52
2-50-151-610 - LNR - Vehicle Usage M&R	127.92
2-50-152-420 - Dist Tilley - Repairs M&R	3,339.51
2-50-153-111 - Dist Scandia-Wages-Full Time M&R	277.89
2-50-153-130 - Dist Scandia-Benefits M&R	66.71
2-50-153-420 - Dist Scandia - Repairs M&R	4,564.23
2-50-153-610 - Dist Scandia - Vehicle Usage M&R	94.77
2-50-154-111 - Dist Rainier - Wages - Full Time M&R	25.32
2-50-154-130 - Dist Rainier - Benefits M&R	6.67
2-50-154-420 - Dist Rainier - Repairs M&R	1,364.00

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2-50-154-610 - Dist Rainier - Vehicle Usage M&R	32.37
2-50-156-111 - Dist R.H.- Wages - Full Time M&R	151.82
2-50-156-130 - Dist R.H. - Benefits M&R	36.12
2-50-156-420 - Dist. R.H. - Repairs M&R	13,750.60
2-50-156-610 - Dist R.H. - Vehicle Usage M&R	47.97
2-60-061-111 - Distrib. Duchess-Wages-Full Time	1,124.39
2-60-061-130 - Distrib. Duchess-Benefits	247.85
2-60-061-435 - Duchess-Professional Testing Fees	36.30
2-60-061-610 - Distrib. Duchess-Vehicle Usage	436.39
2-60-062-111 - Distrib. Patricia-Wages-Full Time	10,647.20
2-60-062-130 - Distrib. Patricia-Benefits	3,237.19
2-60-062-255 - Distrib. Patricia-Other Mat and Supplies	585.88
2-60-062-435 - Patricia-Professional Testing Fees	643.49
2-60-062-610 - Distrib. Patricia-Vehicle Usage	3,922.69
2-60-063-111 - Distrib. Rosemary-Wages-Full Time	1,068.53
2-60-063-130 - Distrib. Rosemary-Benefits	241.14
2-60-063-610 - Distrib. Rosemary-Vehicle Usage	432.85
2-60-064-111 - Distrib. Bassano-Wages-Full Time	9,360.06
2-60-064-130 - Distrib. Bassano- Benefits	2,056.60
2-60-064-255 - Distrib. Bassano-Other Mat and Supplies	18.48
2-60-064-435 - Bassano-Professional Testing Fees	607.15
2-60-064-610 - Distrib. Bassano-Vehicle Usage	3,689.35
2-60-162-111 - Dist Patricia - Wages - Full Time M&R	228.53
2-60-162-130 - Dist Patricia - Benefits M&R	35.46
2-60-162-420 - Dist Patricia - Repairs M&R	404.00
2-60-162-610 - Dist Patricia - Vehicle Usage M&R	62.89
2-60-164-111 - Bassano M&R - Full Time Wages	3,802.62
2-60-164-130 - Bassano M&R - Benefits	863.37
2-60-164-420 - Bassano M&R - Repairs	56,383.06
2-60-164-610 - Bassano M&R - Vehicle Usage	1,079.33
2-65-001-111 - Duchess/Patricia Area Wages Full-Time	17,751.61
2-65-001-130 - Duchess/Patricia Area Benefits	4,714.36
2-65-001-255 - Duchess/Pat Area Other Material and Supp	238.57
2-65-001-435 - Duchess/Patricia Area Proff Testing Fees	1,412.59
2-65-001-610 - Duchess/Patricia Area Vehicle Usage	8,330.38
2-65-003-111 - TilleyKinbrook Is Area Wages Full-Time	11,300.42
2-65-003-130 - Tilley/Kinbrook Is Area Benefits	3,283.22
2-65-003-255 - Tilley/Kinbrook Area Other Mat and Supp	238.57
2-65-003-435 - TilleyKinbrook Area Prof Testing Fees	1,412.59
2-65-003-610 - Tilley/Kinbrook Is Area Vehicle Usage	4,889.28
2-65-006-111 - Brooks West Wages Full-Time	11,672.29
2-65-006-130 - Brooks West Benefits	3,300.98
2-65-006-255 - Brooks Area Other Material/Supplies	238.57
2-65-006-435 - Brooks West Professional Testing Fees	1,451.13
2-65-006-610 - Brooks West Vehicle Usage	5,345.13
2-65-007-111 - Brooks North Wages Full-Time	15,246.80
2-65-007-130 - Brooks North Benefits	4,225.03
2-65-007-255 - Brooks North Other Material/Supplies	238.57
2-65-007-435 - Brooks Professional Testing Fees	1,412.59
2-65-007-610 - Brooks North Vehicle Usage	6,367.34
2-65-008-111 - Rain/Scan/Roll Hill Wages Full-Time	13,385.62
2-65-008-130 - Rainier/Scandia/Roll Hill Benefits	3,671.60
2-65-008-255 - Rainier/Scandia/Roll Hill Other Mat/Supp	238.57
2-65-008-435 - Rainier/Scan/ Roll HillArea Prof Testing	1,412.59
2-65-008-610 - Rainier/Scan/Roll Hi Area Vehicle Usage	6,707.56
2-65-009-111 - Bassano/Gem/Rose Area Wages Full-Time	23,583.82

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2-65-009-130 - Bassano/Gem/Rosemary Area Benefits	5,914.17
2-65-009-255 - Bassano/Gem/Ros Area Other Material/Supp	238.57
2-65-009-435 - Bassano/Gem/Rose Area Prof Testing Fees	1,412.73
2-65-009-610 - Bassano/Gem/Rose Area Vehicle Usage	10,482.44
2-65-101-111 - Duch/Pat Area - Wages - Full Time M&R	499.13
2-65-101-130 - Duch/Pat Area - Benefits M&R	86.36
2-65-101-420 - Duch/Pat Area - Repairs M&R	1,347.16
2-65-101-610 - Duch/Pat Area - Vehicle Usage M&R	116.58
2-65-103-111 - Til/Kin Area - Wages - Full Time M&R	109.42
2-65-103-130 - Til/Kin Area - Benefits M&R	30.63
2-65-103-610 - Til/Kin Area - Vehicle Usage M&R	36.40
2-65-106-420 - Brooks West - Repairs M&R	2,778.74
2-65-107-111 - Brooks North - Wages - Full Time M&R	169.13
2-65-107-130 - Brooks North - Benefits M&R	37.37
2-65-107-420 - Brooks North - Repairs M&R	3,676.62
2-65-107-610 - Brooks North - Vehicle Usage M&R	21.32
2-65-108-420 - Rain/Scan/R.H. - Repairs M&R	4,203.28
2-65-109-111 - Bass/Gem/Rose - Wages - Full Time M&R	260.58
2-65-109-130 - Bass/Gem/Rose - Benefits M&R	47.90
2-65-109-420 - Bass/Gem/Rose - Repairs M&R	2,931.98
2-65-109-610 - Bass/Gem/Rose - Vehicle Usage M&R	112.12
2-70-071-111 - WW Coll. LNR-Wages-Full Time	6,751.69
2-70-071-130 - WW Coll. LNR-Benefits	2,135.71
2-70-071-610 - WW Coll. LNR-Vehicle Usage	2,642.21
2-70-072-111 - WW Coll. Tilley-Wages-Full Time	7,067.00
2-70-072-130 - WW Coll. Tilley-Benefits	2,149.41
2-70-072-610 - WW Coll. Tilley-Vehicle Usage	2,840.49
2-70-073-111 - WW Coll. Scandia-Wages-Full Time	6,981.60
2-70-073-130 - WW Coll. Scandia-Benefits	2,111.22
2-70-073-435 - WW CollScandia-Professional Testing Fees	321.35
2-70-073-610 - WW Coll. Scandia-Vehicle Usage	2,798.50
2-70-075-111 - WW Coll. Brooks-Wages-Full Time	741.70
2-70-075-130 - WW Coll. Brooks-Benefits	150.82
2-70-075-610 - WW Coll. Brooks-Vehicle Usage	337.34
2-70-076-111 - WW Coll. Rolling Hills-Wages-Full Time	7,744.01
2-70-076-130 - WW Coll. Rolling Hills-Benefits	2,307.79
2-70-076-255 - WW Coll. Rolling Hills-Other Mat and Sup	22.34
2-70-076-435 - WW Coll. Rolling Hills-Prof Testing Fees	267.20
2-70-076-610 - WW Coll. Rolling Hills-Vehicle Usage	3,091.55
2-70-171-111 - W.W. Coll. LNR - Wages - Full Time M&R	1,170.49
2-70-171-130 - W.W. Coll. LNR - Benefits M&R	158.22
2-70-171-420 - W.W. Coll. LNR - Repairs M&R	17,235.00
2-70-171-610 - W.W. Coll. LNR - Vehicle Usage M&R	476.58
2-70-172-111 - W.W. Coll. Tilley - Wages- Full Time M&R	60.13
2-70-172-130 - W.W. Coll Tilley - Benefits M&R	19.10
2-70-172-420 - W.W. Coll. Tilley - Repairs M&R	7,189.68
2-70-172-610 - W.W. Coll. Tilley - Vehicle Usage M&R	26.52
2-70-173-420 - W.W. Coll Scandia - Repairs M&R	2,330.05
2-70-176-111 - W.W. Coll R. Hills - Wages - FT- M & R	468.37
2-70-176-130 - W.W. Coll - R. Hills - Benefits M&R	87.56
2-70-176-420 - W.W. Coll. Rolling Hills - Repair M&R	11,282.55
2-70-176-610 - W.W. Coll. R. Hills - Vehicle Usage M&R	186.49
2-80-082-111 - WW Coll. Patricia-Wages-Full Time	63.83
2-80-082-130 - WW Coll. Patricia Benefits	3.18
2-80-082-610 - WW Coll. Patricia-Vehicle Usage	42.90
2-80-182-420 - W.W. Coll. Patricia - Repairs M&R	3,760.00

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2-90-090-111 - Stormwtr. Coll.-Wages-Full Time	205.69
2-90-090-130 - Stormwtr. Coll.-Benefits	25.42
2-90-090-610 - Stormwtr- Vehicle Usage	98.93
2-90-092-111 - Stm Water-Brooks-Wages-Fulltime	82.60
2-90-092-130 - Stm Water-Brooks-Benefits	19.39
2-90-092-610 - Stm Water-Brooks-Vehicle Usage	45.31
2-90-093-111 - Stm Water Bassano - Wages - Full Time	55.13
2-90-093-130 - Stm Water - Bassano - Benefits	15.27
2-90-093-255 - Stm Water-Bassano-Other Mats & Supplies	49.59
2-90-093-435 - Stm Water-Bassano-Prof Testing Fees	1,770.25
2-90-093-610 - Stm Water-Bassano-Vehicle Usage	23.27

Total Expenditures

\$3,735,869.65**Net Surplus (Deficit):**

\$878,493.43

ASSETS

3-10-000-113 - Petty Cash	250.01
3-10-000-120 - Chinook Credit Union	816,657.76
3-10-000-121 - Chinook Credit Union Share Acc	6.10
3-10-000-123 - Operational Reserve	250,624.17
3-10-000-124 - Investment CIBC	2,698,003.77
3-10-000-210 - Accounts Receivable	52,834.49
3-10-000-215 - Utilities Receivable	242,391.37
3-10-000-220 - Co-Op Equity	14,419.55
3-10-000-230 - Gst Due From Revenue Canada	(288.79)
3-10-000-231 - Gst Collected	(7,159.25)
3-10-000-232 - Gst Paid	10,119.87
3-10-000-234 - GST Rebate-Paid	15,612.43
3-10-000-236 - GST-Admin- Paid	217.94
3-10-000-237 - Federal tax refund	432.72
3-10-000-310 - Prepaid Expenses	74,053.12
3-10-000-320 - Chemical Inventory	74,902.21
3-10-000-330 - Trans. Main Inventory	19,336.41
3-10-000-340 - WTP Inventory	38,896.42
3-10-000-350 - Meter Inventory	6,075.88
3-11-010-605 - Vehicles	256,964.32
3-11-010-615 - Office Equipment	11,958.00
3-11-011-620 - Wtp - Structures	8,865,030.62
3-11-011-630 - Wtp - Mechanical	3,262,716.59
3-11-011-640 - Wtp - Electrical	10,507,254.26
3-11-011-650 - Wtp - Land	615,256.00
3-11-014-620 - Raw Water Pump Hse. - Structures	387,313.40
3-11-014-630 - Raw Water Pump Hse. - Mechanical	392,622.15
3-11-014-640 - Raw Water Pump Hse. - Electrical	218,123.41
3-11-014-650 - Raw Water Pump Hse. - Land	46.00
3-11-015-620 - Lnr - Structures	342,619.13
3-11-015-630 - Lnr - Mechanical	178,166.66
3-11-015-640 - Lnr - Electrical	140,586.21
3-11-016-620 - Rosemary Booster Station - Structures	246,559.33
3-11-016-630 - Rosmary Booster Station - Mechanical	106,931.16
3-11-016-640 - Rosemary Booster Station - Electrical	279,494.26
3-11-021-660 - Mains and Serv. - Contrib.	431,709.33
3-11-021-665 - Mains and Services	27,569,072.20
3-11-022-620 - Meter Vaults - Structures	444,351.15
3-11-032-620 - Tilley - Structures	131,930.16
3-11-032-630 - Tilley - Mechancial	63,152.64
3-11-032-640 - Tilley - Electrical	49,831.93
3-11-032-650 - Tilley - Land	231.55
3-11-033-620 - Scandia - Structures	157,993.08
3-11-033-630 - Scandia - Mechanical	82,158.57
3-11-033-640 - Scandia - Electrical	64,828.97
3-11-034-620 - Rainier - Structures	155,118.13
3-11-034-630 - Rainier - Mechanical	80,663.57
3-11-034-640 - Rainier - Electrical	63,649.30
3-11-036-620 - Rolling Hills - Structures	169,247.41
3-11-036-630 - Rolling Hills - Mechanical	88,010.98
3-11-036-640 - Rolling Hills - Electrical	69,446.95
3-11-041-620 - Duchess - Structures	336,879.75
3-11-041-630 - Duchess - Mechanical	158,005.35
3-11-041-640 - Duchess - Electrical	114,864.67

3-11-042-620 - Patricia - Structures	76,268.18	
3-11-042-630 - Patricia - Mechanical	29,727.62	
3-11-042-640 - Patricia - Electrical	111,942.15	
3-11-044-620 - Bassano - Structures	351,416.95	
3-11-044-630 - Bassano - Mechanical	196,884.46	
3-11-044-640 - Bassano - Electrical	114,702.20	
3-12-000-605 - Accum. Amortization - Vehicles	(187,554.58)	
3-12-000-615 - Accum Amortization - Office Equipment	(11,958.00)	
3-12-000-620 - Accum. Amortization - Structures	(1,917,982.91)	
3-12-000-670 - Accum Amortization - Mains & Services	(885,552.44)	
3-12-032-621 - Accum. Amort.- Tilley- Structure	(2,331.02)	
Total Assets		58,225,735.98
LIABILITIES		
4-10-000-100 - Receiver Gen. Payable	13,279.38	
4-10-000-101 - Lapp-Payable	4,767.67	
4-10-000-103 - Benefits Payable	(466.02)	
4-10-000-109 - Vacation Pay-Payable	23,042.40	
4-10-000-113 - Sick Pay Accrued	57,061.93	
4-10-000-114 - Apex Option 1	(2,405.79)	
4-10-000-120 - Water Haulers Security Deposits	19,000.00	
4-10-000-270 - Accounts Payable	180,898.28	
4-10-000-280 - Accrued Liabilities	20,045.11	
4-11-010-360 - Deferred Asset Revenue	41,572,203.17	
4-20-000-120 - Common Shares-Class"a"-Brooks	20.00	
4-20-000-125 - Common Shares-Class"b"-CountyofNewell	20.00	
4-20-000-130 - Common Shares-Class"c"-Rosemary	10.00	
4-20-000-140 - Common Shares-Class "e"-Bassano	10.00	
4-20-000-145 - Common Shares-Class "f"-Duchess	10.00	
4-25-000-120 - Preferred Shares-Class "g" -COB	11,070,748.65	
4-25-000-125 - Preferred Shares-Class "h" -CON	3,070,235.77	
Total Liabilities		56,028,480.55
SURPLUS		
5-00-000-901 - Current Years Surplus	1,318,762.00	
Net Surplus (Deficit):	878,493.43	
Total Surplus		2,197,255.43
Total Liabilities and Surplus		58,225,735.98