

2022_23 MJRWS Budget	
not confirmed	
carry over 2021/22	
REVENUE	
estimated interest earned	\$600.00
CWS Forage Funding	\$3,000.00
AIS - SAW 2021	\$1,500.00
Co-op Food Farm	\$5,000.00
Membership	\$23,580.00
Sask Energy - Invasive Weeds	\$4,500.00
Summer Student Funding	\$3,640.00
SWPP PLUS MISC REVENUE	\$74,500.00
SAW TREES FOR LIFE	\$8,050.00
GIBSON ENERGY - PURPLE LOOSESTRIFE	\$5,097.00
GST REBATE NOVEMBER 2022	\$1,000.00
TOTAL TO DATE	\$130,467.00
OPERATING EXPENSES	
OFFICE EXPENSES	
accounting and legal (includes audit)	\$7,010.00
Board Meeting Expenses	\$1,000.00
Board Travel	\$3,000.00
Cell Phones/Phone	\$4,750.00
courier and postage	\$500.00
gifts and awards	\$300.00
Insurance	\$6,000.00
interest and bank charges	\$50.00
misc -bank fees, western producer	\$300.00
Office Equipment	\$1,500.00
Office Rent	\$17,500.00
Office Software	\$2,000.00
Office Supplies/Printer	\$7,000.00
Professional Development	\$1,500.00
Professional Memberships	\$5,100.00
registration fees general	\$200.00
subscriptions	\$150.00
Truck Maintenance	\$3,000.00
technician mileage	\$2,000.00
technician travel	\$1,500.00
technician meals	\$800.00
WEBSITE MAINTENANCE AND ANNUAL CHARGE	\$800.00
add half gst	\$1,649.00
TOTAL	\$65,960.00
total with GST	\$67,609.00
ADMINISTRATIVE EXPENSES	
technician salaries (all FULL TIME staff)	
Watershed Manager	\$61,500.00
Watershed Manager bonus	\$500.00
AEIT Salary (MOA) (TAYLOR)	\$41,600.00
WATERSHED TECH (STEPHANIE)	\$38,480.00
Merks Cost (WCB, CPP, EI ETC)	\$12,000.00
Summer Student Contract (cost to us \$1630)	\$5,885.00
other contractors (Wagner, Templeton, Gentle Giant, house c	\$3,000.00
TOTAL WAGES AND MERKS	\$162,965.00
PROJECT EXPENSES - extra over and above OP expenses and salaries	
PROJECT EXPENSES - plus gst	
ALUS	
travel rm meetings	\$2,000.00
PAC development	\$3,000.00
CO-OP FOOD FARM	
completion of garden	\$5,000.00
EDUCATION/OUTREACH	
camp/school outreach travel	\$2,000.00
MJRWS BOARD	
board meetings	see op expenses
travel rm meetings	\$500.00
board travel	see op expenses
WSA - FORAGE PROGRAM/MJRWS WUQWATR	
Contractor Sharon Wagner	see admin expenses
WSA - SWPP GENERAL	
4 Newsletter produced	see admin expenses
trade show and events	\$1,000.00
advertising	
SWPP Travel Costs/meals	see admin expenses
TOTAL PROJECT EXPENSES	\$13,500.00
TOTAL EXPENSES	\$244,074.00
Revenue - Expense	-\$113,607.00

FINANCIAL STATEMENTS

Moose Jaw River Watershed Stewards Inc.

Moose Jaw, Saskatchewan

March 31, 2021

MANAGEMENT RESPONSIBILITY STATEMENT

The management of Moose Jaw River Watershed Stewards Inc. is responsible for preparing the financial statements, the notes to the financial statements and other financial information contained in this annual report.

Management prepares the financial statements in accordance with Canadian generally accepted accounting principles. The financial statements are considered by management to present fairly the management's financial position and results of operations.

The organization, in fulfilling its responsibilities, has developed and maintains a system of internal accounting controls designed to provide reasonable assurance that management assets are safeguarded from loss or unauthorized use, and that the records are reliable for preparing the financial statements.

The financial statements have been reported on by Benson Trithardt Noren, Professional Accountants, the members' auditors. Their report outlines the scope of their examination and their opinion on the financial statements.



Executive Director
June 24, 2021

INDEPENDENT AUDITOR'S REPORT

To: The Directors of
Moose Jaw River Watershed Stewards Inc.

Opinion

We have audited the financial statement of the Moose Jaw River Watershed Stewards Inc., which comprise the statement of financial position as at March 31, 2021 and the statement of income, statement on changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at March 31, 2021 and its financial performance and its cash flows for the year then ended in accordance with accounting standards for private enterprises (ASNPO).

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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company 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.

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 ASNPO and for such internal control as management determines in 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 Company'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 Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's 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 auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but it is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards 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 these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. 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.

Benson
Trithardt

Noren Professional Accountants
MOOSE JAW, SASKATCHEWAN

INDEPENDENT AUDITOR'S REPORT, continued

Auditor's Responsibilities for the Audit of the Financial Statements (Cont'd)

- 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 Company'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 Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's 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 auditor's report. However, future events or conditions may cause the Company 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.

We 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.

Moose Jaw, Saskatchewan,
June 24th, 2021

Benson Trithardt Noren
Professional Accountants

Moose Jaw River Watershed Stewards Inc.

STATEMENT OF FINANCIAL POSITION As at March 31, 2021

	2021	2020
ASSETS		
CURRENT		
Cash	\$ 155,098	\$ 128,522
Accounts receivable (note 3)	44,534	45,575
Prepaid expenses	5,432	5,019
GST receivable	783	1,746
	<u>205,847</u>	<u>180,862</u>
PROPERTY, PLANT AND EQUIPMENT (note 4)	<u>6,886</u>	<u>7,113</u>
OTHER ASSETS		
Investments (note 5)	150,465	50,238
Co-op equity	145	92
	<u>150,610</u>	<u>50,330</u>
	<u>\$ 363,343</u>	<u>\$ 238,305</u>
LIABILITIES		
CURRENT		
Accounts payable	\$ 1,943	\$ 5,177
Unearned revenue (note 6)	69,525	23,531
Employee deductions payable	3,901	2,251
	<u>75,369</u>	<u>30,959</u>
NET ASSETS	<u>287,974</u>	<u>207,346</u>
	<u>\$ 363,343</u>	<u>\$ 238,305</u>

See accompanying notes

Moose Jaw River Watershed Stewards Inc.

STATEMENT OF OPERATIONS AND NET ASSETS For the year ended March 31, 2021

	2021	2020
REVENUES		
Sask Watershed funding	\$ 122,728	\$ 115,287
Project funding	60,946	93,131
Ministry of Agriculture - CAP funding	50,000	50,000
Memberships	31,706	30,981
AFC Intern	10,123	-
Summer students grant	3,448	-
Donations	4,049	1,000
COVID benefits	25,079	-
Miscellaneous projects and sundry revenue	<u>5,456</u>	<u>1,898</u>
	<u>313,535</u>	<u>292,297</u>
EXPENDITURES (per schedules)		
Field & project expenses	174,436	146,971
Administrative & general	<u>58,471</u>	<u>72,529</u>
	<u>232,907</u>	<u>219,500</u>
EXCESS OF REVENUES OVER EXPENDITURES FOR THE YEAR	80,628	72,797
NET ASSETS, BEGINNING OF YEAR	<u>207,346</u>	<u>134,549</u>
NET ASSETS, END OF YEAR	<u>\$ 287,974</u>	<u>\$ 207,346</u>

See accompanying notes

Moose Jaw River Watershed Stewards Inc.

STATEMENT OF CASH FLOWS For the year ended March 31, 2021

	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Excess of revenues over expenditures for the year	\$ 80,628	\$ 72,797
Item not affecting cash		
Amortization	<u>2,833</u>	<u>1,971</u>
	83,461	74,768
Change in non-cash working capital items		
Accounts receivable	1,041	(18,018)
Prepaid expenses	(413)	(691)
GST receivable	963	(1,137)
Accounts payable	(3,234)	5,178
Unearned revenue	45,994	(4,107)
Employee deductions payable	<u>1,650</u>	<u>(1,154)</u>
	<u>129,462</u>	<u>54,839</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of investments	(100,227)	(50,238)
Purchase of property, plant and equipment	(2,606)	(4,442)
Co-op equity	<u>(53)</u>	<u>(92)</u>
	<u>(102,886)</u>	<u>(54,772)</u>
NET INCREASE IN CASH	26,576	67
CASH, BEGINNING OF YEAR	<u>128,522</u>	<u>128,455</u>
CASH, END OF YEAR	<u>\$ 155,098</u>	<u>\$ 128,522</u>

See accompanying notes

Moose Jaw River Watershed Stewards Inc.

SCHEDULES TO THE FINANCIAL STATEMENTS
For the year ended March 31, 2021

SCHEDULE OF FIELD & PROJECT EXPENSES

Technicians' wages & benefits	\$ 140,340	\$ 119,802
Mileage & accommodations	1,073	1,637
Project expenses	<u>33,023</u>	<u>25,532</u>
	<u>\$ 174,436</u>	<u>\$ 146,971</u>

SCHEDULE OF ADMINISTRATIVE & GENERAL

Accounting & Legal	\$ 7,205	\$ 7,786
Office administrator	-	12,176
Administrative travel	-	561
Office supplies	9,295	7,142
Office rent	17,259	16,999
Training and seminars	-	632
Advertising	1,507	3,188
Directors' meetings & mileage	912	979
Insurance & registration	5,694	6,389
Small tools & equipment	521	1,726
Interest and bank charges	60	433
Memberships	5,051	5,020
Telephone & Internet	5,074	5,809
Vehicle expenses	3,060	1,518
Bad debt expense	-	200
Amortization	<u>2,833</u>	<u>1,971</u>
	<u>\$ 58,471</u>	<u>\$ 72,529</u>

See accompanying notes

Moose Jaw River Watershed Stewards Inc.

NOTES TO THE FINANCIAL STATEMENTS
For the year ended March 31, 2021

1. NATURE OF OPERATIONS

Moose Jaw River Watershed Stewards Inc. was incorporated under The Non-Profit Corporations Act, 1995 on February 6, 2006 . As a not-for-profit, the corporation is exempt from paying income taxes under Section 149(1) e of the Income Tax Act.

The objectives of the corporation include promoting beneficial management practices that either minimize or mitigate adverse effects on soil, air and or water quality in the Moose Jaw River Watershed, to protect groundwater and community water wells from contamination, to encourage greater involvement of the general public in watershed management practices and to take a planned approach to source water protection within the watershed. The corporation will conduct extension events, develop educational materials and source funding for this purpose.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements are prepared in accordance with Canadian accounting standards for not-for-profit organizations. The significant accounting policies are detailed as follows:

Revenue recognition

The Watershed follows the deferral method of accounting for contributions. Revenues from government and agency grants are recognized as they are earned. Some grants are related to costs incurred and are recognized on a percentage of completion basis. Grants that are not contingent upon the completion of certain goals or expenditure levels are recognized as they become known. Revenues from donations are recognized upon receipt and memberships are recognized as they are earned. Revenues from project funding are recognized when the project has been completed.

Unearned Revenue

Unearned revenue consists of government and municipal grants and membership fees. The unearned revenue from grants relate to projects that have not been completed at the year end. These revenues will be recognized as earned when the requirements of the funding bodies are met. Memberships are sold on a fiscal year basis, and any receipts paid prior to billing are recognized as unearned revenue.

Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principals requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the balance sheet date and the reported amounts of revenues and expenses during the reporting period. Estimates include useful life of depreciable assets, percentage of completion of projects and allowance for doubtful accounts. Actual results could differ from those estimates.

Financial Instruments

The organization's financial instruments consist of cash, accounts receivable, Guaranteed Investment Certificates, prepaid expenses, accounts payable and accrued liabilities. These instruments are initially measured at fair value. Subsequently, the carrying value approximates fair value given their short-term maturities.

Moose Jaw River Watershed Stewards Inc.

NOTES TO THE FINANCIAL STATEMENTS
For the year ended March 31, 2021

2. SIGNIFICANT ACCOUNTING POLICIES, continued

In-kind Contributions

Some grants that are earned by the organization recognize various costs contributed by the organization. These include facilities, supplies, directors' time and mileage. For purposes of these financial statements, these in-kind contributions are not reported.

Property, plant and equipment

Property, plant and equipment are recorded at cost. The organization provides for amortization using the declining balance method at rates designed to amortize the cost of the property, plant and equipment over their estimated useful lives. The annual amortization rates are as follows:

Buildings - shed	10%
Field equipment	30%
Computer equipment	45 & 100%

3. ACCOUNTS RECEIVABLE

	<u>2021</u>	<u>2020</u>
Grants	\$ 16,256	\$ 22,147
Memberships	24,212	19,362
Revenue Canada payroll	<u>4,066</u>	<u>4,066</u>
	<u>\$ 44,534</u>	<u>\$ 45,575</u>

Amounts written off to bad debts for the year amounted to \$nil (2020 - \$200).

Moose Jaw River Watershed Stewards Inc.

NOTES TO THE FINANCIAL STATEMENTS
For the year ended March 31, 2021

4. PROPERTY, PLANT AND EQUIPMENT

			<u>2021</u>	<u>2020</u>
	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net Book Value</u>	<u>Net Book Value</u>
Vehicles	\$ 28,610	\$ 27,629	\$ 981	\$ 1,402
Buildings - shed	1,343	1,055	288	320
Field equipment	15,149	12,404	2,745	3,431
Computer equipment	4,915	2,272	2,643	1,674
Office equipment	1,848	1,619	229	286
	<u>\$ 51,865</u>	<u>\$ 44,979</u>	<u>\$ 6,886</u>	<u>\$ 7,113</u>

Amortization for the year amounted to \$2,833 (2020 - \$1,971).

5. INVESTMENTS

	<u>2021</u>	<u>2020</u>
TD Canada Trust GIC, matures February 2nd, 2022, interest at 0.25%	\$ 100,000	\$ -
TD Canada Trust GIC, matures April 21st, 2021, interest at 0.30%	50,465	-
TD Canada Trust GIC, matures June 24th, 2020, interest at 1.05%	-	50,238
	<u>\$ 150,465</u>	<u>\$ 50,238</u>

6. UNEARNED REVENUE

	<u>2021</u>	<u>2020</u>
Co-op Community Fund	\$ 45,000	\$ -
Prepaid Memberships	24,525	23,531
	<u>\$ 69,525</u>	<u>\$ 23,531</u>

7. CONTRACTS AND COMMITMENTS

The organization earns grants and other income by entering into various contracts. Related to those contracts, the organization has also made various commitments for providing technical expertise and administrative and other services. These commitments are in the normal course of business of the organization.

Moose Jaw River Watershed Stewards Inc.

NOTES TO THE FINANCIAL STATEMENTS
For the year ended March 31, 2021

8. FINANCIAL INSTRUMENTS RISKS AND UNCERTAINTIES

Transactions in financial instruments may result in an entity assuming or transferring to another party one or more of the financial risks described below. The required disclosures provide information that assists users of financial statements in assessing the extent of risk related to financial instruments.

(a) Fair value

The fair value of current financial assets and current financial liabilities approximates their carrying value due to their short-term maturity dates. The fair value of long-term financial liabilities approximates their carrying value based on the presumption that the organization is a going concern and thus expects to fully repay the outstanding amounts.

(b) Credit risk

The organization does have credit risk in accounts receivable of \$44,534 (2020 - \$45,575). Credit risk is the risk that one party to a transaction will fail to discharge an obligation and cause the other party to incur a financial loss. The organization reduces its exposure to credit risk by performing credit valuations on a regular basis; granting credit upon a review of the credit history of the applicant and creating an allowance for bad debts when applicable. The organization maintains strict credit policies and limits in respect to counterparties. In the opinion of management the credit risk exposure to the organization is low and is not material.

(c) Liquidity risk

The organization does have a liquidity risk in the accounts payable of \$1,943 (\$2,020 - \$5,177). Liquidity risk is the risk that the organization cannot repay its obligations when they become due to its creditors. The organization reduces its exposure to liquidity risk by ensuring that it documents when authorized payments become due; maintains an adequate line of credit to repay trade creditors and repays long term debt interest and principal as they become due. In the opinion of management the liquidity risk exposure to the organization is low and is not material.

9. SUBSEQUENT EVENT

Subsequent to the year end date March 31, 2021, a significant funding contract with the Ministry of Agriculture (MOA) was not renewed. The yearly contract is worth \$50,000 and will be finished on June 30th, 2021.

The loss of this contract reduces what MJRWS can offer their members and will affect the ability to establish relationships with individual producers for other potential projects.

MJRWS has been applying and researching more grants to make up for the loss of the MOA contract and have been able to apply for several new ones since April 1st, 2021. Management believes the overall loss of the contract can be mitigated through other sources of funding.

Moose Jaw River Watershed Stewards Inc.

NOTES TO THE FINANCIAL STATEMENTS
For the year ended March 31, 2021

10. COVID-19

On March 11, 2020, the World Health Organization categorized COVID-19 as a pandemic. The potential economic effects within the organization's environment and in the global markets due to the possible disruption in supply chains, and measures being introduced at various levels of government to curtail the spread of the virus (such as travel restrictions, closures of non-essential municipal and private operations, imposition of quarantines and social distancing) could have a material impact on the organization's operations.

The extent of the impact of this outbreak and related containment measures on the organization's operations cannot be reliably estimated at this time.