

UNITED IRRIGATION DISTRICT

ANNUAL REPORT

YEAR ENDING DECEMBER 31, 2022

**Annual Meeting: Wednesday, March 15, 2023, 1:00 P.M.
Hill Spring, Community Hall
Hill Spring, Alberta**

UNITED IRRIGATION DISTRICT

BOARD OF DIRECTORS

Duane Nelson	Chairman
Daniel Hunsperger	Vice-Chairman
Jim Woolf	Director
Nicholas Barfuss	Director
Craig B. Smith	Director

STAFF

Fred W. Rice	District Manager
Viera Ducky	Office Manager
Steve Lybbert	Ditchrider/Operator
Neil Allred	Ditchrider/Operator
Byran Cahoon	Operator/Construction
Robert Lybbert	Operator/Labor
Jerry Reed	Operator/Labor

Engineer for the District – 2022

Wilde Brothers Engineering Ltd. – Darin Wilde

**ANNUAL MEETING OF THE BOARD OF DIRECTORS
AND THE WATER USERS OF
UNITED IRRIGATION DISTRICT**

Wednesday, March 15, 2023, 1:00 P.M.

Hill Spring Community Hall, Hill Spring, Alberta

AGENDA

1. Welcome and Opening Remarks – Mr. Duane Nelson, Chairman, Board of Directors
2. Appointment of the Meeting Chairperson
3. Adoption of Agenda
4. Reading and Approval of the Minutes of the last Annual Meeting: March 16, 2022
5. Business Arising from the Minutes: March 16, 2022
6. Auditors Report: Skoien Professional Corporation – Hakon Skoien
7. Board of Directors and Manager’s Report: Duane Nelson, Fred Rice
8. Operations/Maintenance/Rehabilitation/Seepage Control Report
9. New Business - expansion acres
 - ratepayers not taking care of irrigation water
 - ordering irrigation water - Ditchriders needs to know the on and off time for irrigation water to make DDIT (District Data Information Tool) program more accurate
10. Marie Oxley – CAP Water Program
11. Margo Jarvis Redelback, Executive Director of AIDA
12. Irrigation Council & Irrigation Secretariat
13. AGI – Snowpack report
14. Adjournment

UNITED IRRIGATION DISTRICT
Wednesday, March 16, 2022
ANNUAL MEETING MINUTES

These are the Minutes of the Annual General Meeting of the United Irrigation District held in Hill Spring, Alberta at the Hill Spring Community Hall on Wednesday, March 16, 2022, commencing at 1:00 p.m.

The following were in attendance:
UNITED IRRIGATION DISTRICT:

Duane Nelson	- Chairman
Daniel Hunsperger	- Vice-Chairman
Jim Woolf	- Board Member
Craig B. Smith	- Board Member
Nicholas Barfuss	- Board Member
Fred Rice	- District Manager
Viera Ducky	- Office Manager
Steve Lybbert	- Ditchrider

Skoien Professional Corporation
Hakon Skoien

GUESTS:

Irrigation Council
Klaas Slomp
Alberta Agriculture and Forestry
Jennifer Nitschelm
Lloyd Healy
Hammad Javid
Alberta Environments and Parks
Lawrence Wegwitz
Paul Conrad
Jason Shaughnessy

Water users: Jim Folsom, Chad Folsom, Larry & Carol Lybbert, Robert Lybbert, Darcy Barfuss, Larry Gibb, Mike Nish, Al McEwen, Jim Bester, Lloyd Smith, Gary Folsom, Dave Hunsperger, Standoff Colony-Larry Wipf, James Hofer

Total attendance – 15 water users, 7 guests, 3 employees, and 5 Board members

Duane Nelson called the meeting to order at 1:00 p.m. and thanked everyone for attending. He then asked everybody to introduce themselves.

NOMINATION FOR CHAIRMAN

The Board of Directors had appointed Daniel Hunsperger before the meeting to act as the meeting chairman.

ADOPTION OF THE AGENDA

Daniel Hunsperger called for a motion to adopt the agenda. Larry Wipf MOVED to adopt the agenda; Larry Lybbert SECONDED the motion. ...CARRIED

MINUTES OF THE 2021 ANNUAL MEETING

Craig B. Smith read the minutes from March 17, 2021.

Carol Lybbert MOVED to accept the Minutes; SECONDED by Duane Nelson. ...CARRIED

There was a question from a ratepayer about modernization projects. Fred explained the modernization projects in more detail which we can also find on page 11 of the main body of the annual report. Our district didn't apply for more projects in the second wave of modernization projects. Some of the ratepayers are concerned if there will be enough water for our district with other districts' expansions.

AUDITOR'S REPORT

The Auditor's Report was read by Hakon Skoien of Skoien Professional Corporation. He summarized the Financial Statements for the year ending December 31, 2021. It was noted that the audit was successful and clean and our company is in a good fiscal environment. In the opinion of the Skoien Professional Corporation, the financial statements are presented fairly and free from issues, in all material respects, the financial position of the organization as of December 31, 2021, follows Canadian accounting standards for not-for-profit organizations. Mr. Skoien explained financial statements and the differences between the years 2021 and 2020. The year 2021 had quite a few differences compared to other years.

A noticeable difference between 2020 and 2021 is shown on the Schedule of Operating Expenditures in more labor & equipment recoveries due to work on all projects in 2021. Schedule of Irrigation Works Expenditures also shows that the UID was working on several projects during the year: IRP # 2298, -Lateral B8, IRP# 2340 - Lateral F7, Modernization projects Lateral A1e and Lateral D1. The year 2020 had a much higher cost of material for PVC pipe because we preordered pipe to beat a price increase.

Total Capital assets grew from \$16,819,914 to \$17,226,854 in 2021.

The UID finished the 2021 fiscal year with a surplus with a \$216,000 transfer into Restricted District Capital funds. Our company had a very healthy balance sheet in 2021.

In liabilities, note a new Promissory Note Payable in the amount of \$180,936.00 which is a loan proceed from Irrigating Alberta Inc. for modernization projects. The current portion of long-term debt is \$47,078.00 which is a loan on high hoe JD 210GLC, however, the last portion of the loan was paid in February 2022.

In the statement of Operations, few differences are recorded in other revenues like ratepayer contribution to a capital project of \$22,275.00, grant for the Solar System, and Microgreen Energy revenue from the Solar System. Investment income was good as well in the amount of \$75,543 from interest and dividends and \$122,822 as unrealized gain on investments.

Total irrigation rates were up due to a 3% increase in overall rates.

As per the auditor, it was a good fiscal year for the district and he appreciates working with our district.

Larry Lybbert MOVED to accept the Auditor's Report, SECONDED by Jim Folsom.

...CARRIED

MANAGER AND CHAIRMAN REPORT

The Board of Directors and Manager's report was read by Board Chairman Duane Nelson. Jim Folsom asked where Bar Double M Ranching moved those new acres as he is concerned about the water supply on Lateral A. Fred explained how new acres were moved in with some conditions to rotate pivots and not to use them all at the same time.

There was a question about a new Ditchrider from Gary Folsom. The Board did not decide who to hire at the time of this meeting.

OPERATIONS/MAINTENANCE/REHABILITATION/SEEPAGE CONTROL REPORT

The Operation and Maintenance Report, the Seepage Control Plan, and the IRP Work Report were read by Fred Rice, District Manager. Daniel Hunsperger-Board Member read page 12 of the Annual Report – Notes of Interest and Policy Reminders.

The UID performed Maintenance on our infrastructure at a cost of \$ 93,523 in 2021 for general maintenance together with spraying. Fred pointed out some weedy sections of our canals. The reason for that is that we are now allowed to spray only once a year and sometimes it is not enough to stop weeds from spreading.

Our district has spent \$420,093 on Irrigation Rehabilitation Projects and \$397,021 on Modernization Projects. Regarding the latest IRP project - Lateral F7, Fred thanked Standoff Colony for help with backfill dirt and participation in the cost of PVC pipe for the project. A new subsequent Seepage Control Plan was prepared in 2021 for the next five years. Fred encouraged ratepayers to contact him if they know about some seepage issues in the district. A few changes to the Tax Assessment Roll were done in 2021 which included selling assessed acres and transferring permanent acres.

Larry Gibb MOVED to accept the Board of Directors and Manager's Report and Operations/Maintenance/Rehabilitation/Seepage Control Plan; SECONDED by James Hoffer.

...CARRIED

NEW BUSINESS

A new funding agreement with Canada Infrastructure Bank (CIB) for the Modernization Projects mentioned above was signed in 2020 for the first wave. Our district did not submit any new projects in the second wave.

One of the conditions for a CIB loan was to show how the loan would be financed and a plebiscite for expansion in our district was one option. Duane asked ratepayers how they feel about the 500-assessed acres expansion.

Ratepayers were asking where the expansion would take place and how we can manage scheduling irrigation when water is scarce, especially in August. We would prefer expansion below Cochrane Lake turnout and currently, Standoff Colony is interested in 160-180 assessed acres. A lot of lands are already classified for irrigation around Blue Ridge Colony and Waterton Colony.

This can be a problem as those lands are fed by the Belly River and there is always a potential shortage of water without water storage on the Belly River.

Jim Woolf pointed out that we can not completely rely on Waterton Dam even though we have a license. Our water license on Waterton Dam is a junior license which means we can be cut off before other licenses.

Irrigation Council – Klaas Slomp

Mr. Slomp is a newly elected Irrigation Council member. He introduced himself and thanked the UID for the invite. He mentioned the budget for 2022 for Irrigation Rehabilitation Program and it is supposed to be \$12 million for all districts. As he pointed out, water is a precious resource, and people are watching how districts are managing the irrigation water and even this government is supportive of the irrigation industry things can always change when the government will change.

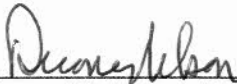
Fred is very glad Mr. Slomp is a council member, with his experience and expertise, he is a great addition to the council.

Alberta Environments and Parks – Jason Shaughnessy, Senior Infrastructure Technologist

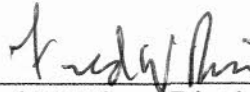
Jason reported on the current snowpack. Akamina does not have a lot of history only three years after the fire. The other two snow pillows important to our district-Flat Top & Many Glacier are over the upper quartile.

Daniel Hunsperger thanked everyone for their attendance and participation.

Larry Lybbert MOVED that the meeting be adjourned at 3:05 P.M. SECONDED by Nicholas Barfuss.



Duane Nelson – Chairman



Fred W. Rice – District Manager

BOARD OF DIRECTORS AND MANAGER'S REPORT

This is our report on the operations of the UID for the year 2022. The year 2022 was busy and interesting.

The season started with average snowpack for the Akamina and Belly River Headwaters, the Waterton reservoir took a long time to fill but was able to fill.

Water diversion in our district started on May 9, 2022, and ended on October 7, 2022. The total amount diverted in 2022 was 26,892 acre-feet. 23,401 acre-feet from the Belly River and 3,491 acre-feet from the Waterton reservoir through the environment's canal.

The diversion from the Waterton Licence did not happen until the end of August and was continued until the water was shut off. There was average rainfall and high temperatures last summer so the irrigators relied heavily on irrigation again.

Looking forward to 2023 we are concerned about water shortage. The snowpack for St. Mary, Waterton & Belly River Headwaters is on the low quartile, but we are hoping that spring snowfalls can greatly change the situation in our favor.

The Board of directors met in eleven regular board meetings and one special board meeting in 2022. In the 2022 year, Jim Woolf was up for election and he was elected by acclamation for another election term.

AIDA annual conference was not organized in 2022 until February this year.

As already mentioned at the last annual meeting, I want to remind everyone of the historic moment that occurred in October 2020 when the Province of Alberta announced an investment in irrigation. The investment consists of a 30% grant from the Province of Alberta, a 50% long-term loan bearing interest at 1% from the Canadian Infrastructure Bank, and a 20% contribution by Irrigation districts.

The UID has been approved for three projects from the investment: Lateral A1e, Lateral D1, and Lateral B. All projects are converting an open ditch system into a closed pipeline.

Lateral A1e is the ditch that supplies Spring Glen Park. The pipeline comes from the environment canal through Hans Michel's and Folsom's to Spring Glen Park.

Lateral D1 is on SE 4-5-27-W4 Darcy Barfuss' and goes to Sec 3-5-27-W4 to supply Brad Archibald and Lynn Bishop's lands.

There was one project Lateral B in Sec 9-5-27-W4 substantially completed in 2022 which land belongs to Barry and Robert Allred. All three projects are now completed.

Besides the modernization project mentioned above, the district's staff was able to continue with the rehabilitation project IRP 2368 Emergency Drain on Lateral F on NE 16-5-26-W4 Hengerer Farm's land. It is the emergency drain to handle excess flow in the ditch or rainfall events (runoff water).

A section of the Lateral C capital project was done in the fall of 2022 with the contribution from the land owner – Hengerer Farms Ltd.

In 2022 the UID hired Neil Allred to be the Ditchrider for the west block of the district in the Hill Spring area. He did a good job in his first year of ditch riding.

Our district continued to cooperate with Alberta Agriculture and Forestry for the first part of the year and then its name was switched to Alberta Agriculture and Irrigation. For the first time, irrigation was highlighted in the ministry. Our cooperation continued with Alberta Environment and Protected area in 2022 as well in an effort to educate the boating public about the danger of aquatic invasive species coming into the waterways of Alberta.

We express appreciation once again to the Provincial Government and Alberta Agriculture and Irrigation, for their continued support through the Irrigation Rehabilitation Program for funding that is making it possible to improve the United Irrigation District's infrastructure.

We appreciate the cooperation of irrigators and staff for the effective and efficient operation of the district in 2022. We extend best wishes for a successful 2023. I encourage water users to come into our UID office at any time to discuss your concerns or ideas.

Duane Nelson
Chairman, Board of Directors

Fred Rice
District Manager

Total U.I.D. Assessment Roll Acreage
Based on the 2022 Irrigation Season

Assessment Roll:

Permanent acres:	33,057.83
Terminable acres:	478.81
Minimum Parcel Acres (Permanent):	<u>863.36</u>
Total Acres:	34,400.00
Annual Acre Agreement	417.00

Total U.I.D. Water Diversion - 2022

Belly River Water Licence	- 48,988.32 acre feet
Belly River Diversion 2022	- 23,401.00 acre feet
Waterton to Cochrane Licence	- 17,000.00 acre feet
Waterton to Cochrane Lake 2022	- 3,490.93 acre feet
Total Diversion 2022	- 26,891.93 acre feet

2022 UID Method of Irrigation

Gravity	- 33.49 %
High-Pressure Pivot	- 0.97 %
Low-Pressure Pivot	- 59.86 %
Wheel Move	- 4.53 %
Other	- 1.15 %

2022 UID Energy Type Summary

Electricity	- 51.50 %
Gravity	- 14.78 %
Gravity Pressure Pipeline	- 29.24 %
Other	- 4.48 %

Operations/Maintenance/Rehabilitation/Seepage Control Report

Operations & Maintenance

General maintenance in 2022 included the cleaning of canals, repairing and cleaning of trash racks, mowing weeds on the main canal right of ways by Hill Spring, and repairing and replacing air vents, two 10" valves replaced, and turnouts painted. This year we did quite a bit of fence repair all over the district. The District continues to have problems with maintaining and recording accurate measurements with the water meters on Laterals A, B, C, and F. The usual spraying of the main canal systems of the district occurred from May until September. We do have concerns that Alberta Environment & Parks is only allowing us to spray our canals once per season.

Break-down:

Materials	\$ 27,131.19
Equipment Pool	\$ 66,446.23
Labor	\$ 27,905.05
Other	\$ 993.25
Total	\$ 122,475.72

IRP Rehabilitation

Income:

2022 Alberta Agricultural Funding	\$ 308,315.00
2022 UID Match Money	\$ 102,772.00
Total	\$ 411,087.00

Expenditures 2022:

		Cost to date:	Estimate:
IRP No. 2340 – Lateral F7	\$ 4,223.20	\$ 625,412.27	\$ 679,000.00
IRP No. 2368 – Lateral F Drain	\$ 255,468.78	\$ 258,907.03	\$ 296,000.00
<u>IRP No. 2378 – F Lateral canal</u>	<u>\$ 16,047.35</u>	<u>\$ 16,047.35</u>	<u>\$ 1,873,000.00</u>
Total Work Done in 2022	\$ 275,739.33		

Ending 2022 Cost Share Account \$ 62,605.38

IRP # 2340 – Lateral F7 – final landscaping and grass seeding were done in the spring of 2022.

IRP # 2368 - Lateral F Drain was completely finished in the spring of 2022.

IRP # 2378 - F Lateral canal was approved by Irrigation Council and some of the engineerings was done.

Modernization projects

Expenditures 2022:	Total cost on the project:	Cost estimate:	Original estimate:
Lateral A1e \$ 4,001.70	\$ 163,632.41	\$ 207,000.00	\$ 238,000.00
Lateral D1 \$ 0	\$ 244,120.46	\$ 310,000.00	\$ 265,000.00
<u>Lateral B \$ 518,528.61</u>	<u>\$ 528,205.36</u>	<u>\$ 490,000.00</u>	<u>\$ 400,000.00</u>
Total \$ 522,530.31	\$ 935,958.23	\$ 1,007,000.00	\$ 903,000.00

Landscaping and grass seeding on Lateral A1e and Lateral D1 was completed in spring 2022. Lateral A1e is the ditch that supplies Spring Glen Park. The pipeline comes from the environment canal through Hans Michel's and Folsom's land to Spring Glen Park.

Lateral D1 is on SE 4-5-27-W4 Darcy Barfuss' and goes to Sec 3-5-27-W4 to supply Brad Archibald and Lynn Bishop's lands.

Lateral B was substantially completed in the fall of 2022 and final landscaping is planned for spring 2023. Lateral B is in Sec 9-5-27-W4 which land belongs to Barry and Robert Allred.

That being said, all modernization projects are substantially completed and the UID's loan at CIB for these projects is \$451,500.

Capital Project Lateral C with farmer participation

Lateral C 2022 \$239,495.99

This project was a continuation of the Lateral C 2020 project.

Seepage Control Plan

The District is experiencing very little seepage. A subsequent Seepage Control Plan was prepared for 5 years 2021-2026. In this plan the following seepage is eliminated:

Lateral D1 (100 meters) – was completed in 2021 but was scheduled to be completed in 2022;

Lateral B on SW 09-05-27-W4 (240 meters) – was completed in 2022 but was scheduled for 2023;

Lateral B on Sec 06-05-27-W4 (100 meters) – is scheduled for 2024 on the plan;

F Lateral (100 meters) – to be completed in 2025.

Changes to the Tax Assessment Roll for 2022:

There was only one change to the assessment roll for 2022.

Lawrence Draper subdivided his land and sold 3 assessed irrigation acres to Ben Layton privately.

The Board of the UID approved the transfer.

NOTES OF INTEREST AND POLICY REMINDERS

1. Today is the last day for nominations for two board members – the terms for Craig B. Smith and Nicholas Barfuss are up for election. Nominations close at 4:00 P.M. today.
2. **Ratepayers are responsible for ordering water to fill dugouts and for notifying Ditchriders to turn off the water when the dugouts are full. Ditch riders are not responsible for the overtopping of dugouts.**
3. Notice to anyone doing subdivisions:
One hour spent by the UID on subdivisions will be done for free. Any further time spent will be charged to the Applicant.
4. Please note that there will be no new water orders accepted after 12:00 NOON on Fridays to allow our Ditchriders to manage the water appropriately on the weekends.
5. Fences along District canals, drains, etc. are not to be removed without permission from the District. If the District approves the removal of the fence and the fence was originally installed by the District, the materials are to be returned to the District.
6. Before erecting a building, installing a fence or utility lines, digging a pond, planting trees, etc. near any of the District works (i.e. Canal, drain, pipeline, etc.), please check with District Management.
7. The Three-Year Plan for work to be done under the Irrigation Rehabilitation Program has been accepted by Irrigation Council at the time of printing the annual report.
8. The UID Water License is designated for Agricultural Use and specified Other Purposes: Any land reclassified to Recreational or other than Agricultural use could be subject to loss of water rights on those acres.
9. **WATER QUALITY DISCLAIMER:** The United Irrigation District advises that the water in the irrigation system of the District may not be potable or may not be suitable for other purposes, and the District makes no representation, warranty, or guarantee that the water delivered through the system is potable or fit for human consumption or suitable for livestock watering, recreational use or other purposes. The Irrigation system of the District is an open-ditch system subject to possible contamination beyond the control of the District.
10. **Note: Section 187 Irrigation Districts Act: “An owner or occupier of land who receives water delivered by the district is under a duty to take reasonable care in using the water and to prevent the water from causing injury to any person or damage to any property.”**
11. The UID starts spraying our canals throughout the district from May 25th until September 1st each year. The main chemicals sprayed are: Roundup Transorb HC, Oracle, 2,4-D Amine 600.
12. We want to thank our staff for another successful year in running water. They are doing a great job of managing the water in the District. Thank you to the Department of Agriculture and Irrigation for the continued funding for the rehabilitation of the District. The expertise provided through the Irrigation and Farm Water Division and Alberta Environment and Parks is much appreciated as well. Finally, thank you to our water users for your support and cooperation in making the District run efficiently and effectively.

WEED NOTICE

As in previous years, the United Irrigation District is permitted to implement a herbicide spray program, under a specific condition, in or within 30 horizontal meters of irrigation canals, laterals, and drains owned by the District to attempt to control: Broadleaf weeds and brush & Noxious weeds
In accordance with the Environmental Protection & Enhancement Act, the application was made by the District, and approval was received to proceed with this annual program to apply herbicides.

Persons having specific concerns are encouraged to contact: Fred Rice, District Manager

**CROPS GROWN WITHIN THE UNITED IRRIGATION DISTRICT
2022**

CROPS GROWN	EAST BLOCK	WEST BLOCK	TOTAL
Barley	2,626.47	2,087.05	4,713.52
Hard Spring Wheat	85.30	3,026.85	3,112.15
CPS Wheat	3,473.29	0.00	3,473.29
Oats	201.30	0.00	201.30
Winter Wheat	1,173.46	0.00	1,173.46
Alfalfa 2nd Cut	1,088.04	2,150.94	3,193.98
Alfalfa 3rd Cut	1,273.17	449.27	1,722.44
Alfalfa Hay	137.00	38.71	175.71
Barley Silage	1,229.92	888.00	2,117.92
Barley Silage Underseed	139.00	0.00	139.00
Triticale	110.63	0.00	110.63
Grass Hay	280.15	842.76	1,122.91
Green Feed	0.00	82.80	82.80
Tame Pasture	1,576.65	3,118.86	4,695.51
Timothy Hay	1,028.20	365.61	1,393.81
Non-Crop	2.00	0.00	2.00
Canola	3,412.96	1,886.55	5,299.51
Market Garden	9.00	0.00	9.00
Potato	5.00	0.00	5.00
Mustard	773.00	809.75	1,582.75
Dry peas	338.00	0.00	338.00
Miscellaneous	88.81	63.50	152.31
TOTAL	19,051.35	15,765.65	34,817.00

**United Irrigation District
Annual Rolling Three-Year Plan
Summary of Estimated Expenditures**

IRP No.	Project Name		Estimated Expenditure By Construction Year			
			Year One*	Year Two	Year Three	Additional Years
Continuing Projects						
Also include any Substantially Completed Projects** that will have funds expended for any final clean-up, etc. (Projects Already Approved by Irrigation Council)		Original Approval Date	2023/24	2024/25	2025/26	(If Required) 2026/27 & 2027/2028
2378	F Lateral Open Ditch	October 26, 2022	\$ 60,000.00	\$ 60,000.00	\$ 1,181,352.00	\$ 555,600.65
New Year One Projects (Projects Not Yet Approved by Irrigation Council)						
Proposed Year Two Projects (Projects Not Yet Approved by Irrigation Council)						
Proposed Year Three Projects (and beyond) (Projects Not Yet Approved by Irrigation Council)						
Total Estimated Expenditures per Year			\$ 60,000.00	\$ 60,000.00	\$ 1,181,352.00	\$ 555,600.65

UNITED IRRIGATION DISTRICT

Financial Statements

For the Year Ended December 31, 2022

Independent Auditors' Report	1-2
Statement of Financial Position	3
Statement of Operations and Changes in Fund Balances	4
Statement of Cash Flows	5
Notes to Financial Statements	6-12
Schedule of Operating Expenditures	13
Schedule of Irrigation Works Expenditures	14
Schedule of Changes in Fund Balances - Irrigation Works Fund	15

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of United Irrigation District:

Opinion

I have audited the financial statements of United Irrigation District (the Entity), which comprise the statement of financial position as at December 31, 2022, and the statements of operations, changes in fund balances and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Entity as at December 31, 2022, and its financial performance and its cash flows for the year then ended in accordance with Accounting Standards for not-for-profit organizations (ASNFPO).

Basis for Opinion

I conducted my audit in accordance with Canadian generally accepted auditing standards. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Entity in accordance with the ethical requirements that are relevant to my audit of the financial statements in Canada, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my 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 ASNFPO, 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.

Auditor's Responsibilities for the Audit of the Financial Statements

My 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 my opinion. Reasonable assurance is a high level of assurance, but 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, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

Skoien Professional Corporation

Chartered Professional Accountant

- 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 my 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 I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the Entity to express an opinion on the financial statements. I am responsible for the direction, supervision and performance of the audit. I remain solely responsible for my audit opinion. I 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 I identify during my audit. I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

The engagement partner on the audit resulting in this independent auditor's report is Hakon Skoien.



SKOIEN PROFESSIONAL CORPORATION
CHARTERED PROFESSIONAL ACCOUNTANT
Hakon Skoien, CPA
Cardston, Alberta
February 22, 2023


UNITED IRRIGATION DISTRICT

Statement of Financial Position as at December 31, 2022

	Ref.	General Fund	District Capital	Irrigation Works	2022	2021
ASSETS						
CURRENT ASSETS						
Cash and cash equivalents (Note 7)	1	\$ 152,532	\$ -	\$ -	\$ 152,532	\$ 282,404
Accounts receivable	2	6,225	-	-	6,225	19,125
Due from funds (Note 6)	3	-	-	8,790	8,790	69,522
Inventory	4	86,582	-	-	86,582	39,586
Prepaid expenses	5	15,143	-	-	15,143	14,592
	6	260,482	-	8,790	269,272	425,229
CASH (Note 7)	7	-	473,140	72,937	546,077	542,427
INVESTMENTS (Note 8)	8	1,838,491	-	-	1,838,491	1,987,245
PROPERTY AND EQUIPMENT (Note 9)	9	-	566,923	-	566,923	544,513
IRRIGATION WORKS (Note 10)	10	-	-	14,168,041	14,168,041	13,796,962
	11	\$ 2,098,973	\$ 1,040,063	\$ 14,249,768	\$ 17,388,804	\$ 17,296,376
LIABILITIES AND FUND BALANCES						
CURRENT LIABILITIES						
Accounts payable and accrued liabilities	12	\$ 41,522	\$ -	\$ 2,855	\$ 44,377	\$ 33,191
Government remittances payable	13	11,388	-	-	11,388	-
Due to funds (Note 6)	14	8,790	-	-	8,790	69,522
Current portion of long-term debt (Note 11)	15	-	-	-	-	47,078
	16	61,700	-	2,855	64,555	149,791
LONG-TERM DEBT (Note 11)	17	-	-	451,500	451,500	180,936
	18	61,700	-	454,355	516,055	330,727
FUND BALANCES						
Unrestricted net assets	19	2,037,273	-	-	2,037,273	2,467,380
Internally restricted	20	-	473,140	-	473,140	472,062
Net assets invested in property and equipment	21	-	566,923	-	566,923	497,435
Irrigation works fund (Schedule 3)	22	-	-	81,727	81,727	(87,254)
Equity in irrigation works	23	-	-	13,713,686	13,713,686	13,616,026
	24	2,037,273	1,040,063	13,795,413	16,872,749	16,965,649
	25	\$ 2,098,973	\$ 1,040,063	\$ 14,249,768	\$ 17,388,804	\$ 17,296,376

COMMITMENTS (Note 11)


General Manager


Director

UNITED IRRIGATION DISTRICT
Statement of Operations and Changes in Fund Balances
For the Year Ended December 31, 2022

	<i>Ref.</i>	General Fund	District Capital	Irrigation Works	2022	2021
REVENUE						
WATER EARNINGS						
Irrigation rates, net (Note 12)	1	\$ 464,223	\$ -	\$ -	\$ 464,223	\$ 449,691
Conveyance of commercial water	2	29,806	-	-	29,806	30,988
Conveyance of agricultural domestic water	3	6,064	-	-	6,064	6,028
Annual acre agreements	4	7,064	-	-	7,064	6,860
Penalties	5	1,270	-	-	1,270	1,896
	6	<u>508,427</u>	<u>-</u>	<u>-</u>	<u>508,427</u>	<u>495,463</u>
INVESTMENT INCOME	7	73,773	1,078	1,331	76,182	75,543
UNREALIZED GAIN (LOSS) ON INVESTMENTS	8	(202,183)	-	-	(202,183)	122,822
IRRIGATION WORKS FUND REVENUE	9	-	-	455,245	455,245	435,471
CUSTOM WORK	10	36,173	-	-	36,173	52,979
OTHER	11	12,820	-	217,448	230,268	66,255
	12	<u>429,010</u>	<u>1,078</u>	<u>674,024</u>	<u>1,104,112</u>	<u>1,248,533</u>
EXPENDITURES						
OPERATING EXPENDITURES (Schedule 1)	13	476,186	-	-	476,186	268,607
INTEREST ON LONG TERM DEBT	14	-	-	2,855	2,855	-
AMORTIZATION	14	-	57,907	660,064	717,971	704,295
	15	<u>476,186</u>	<u>57,907</u>	<u>662,919</u>	<u>1,197,012</u>	<u>972,902</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	16	(47,176)	(56,829)	11,105	(92,900)	275,631
FUND BALANCE, beginning of year	17	2,467,380	969,497	13,528,772	16,965,649	16,690,018
INTERFUND TRANSFERS						
Provision for irrigation works	18	(200,725)	-	200,725	-	-
Other transfers	19	(182,206)	127,395	54,811	-	-
		<u>(382,931)</u>	<u>127,395</u>	<u>255,536</u>	<u>-</u>	<u>-</u>
FUND BALANCE, end of year	20	<u>\$ 2,037,273</u>	<u>\$ 1,040,063</u>	<u>\$ 13,795,413</u>	<u>\$ 16,872,749</u>	<u>\$ 16,965,649</u>

UNITED IRRIGATION DISTRICT

Statement of Cash Flows

For the Year Ended December 31, 2022

	2022	2021
CASH PROVIDED BY (USED IN):		
OPERATING ACTIVITIES		
Excess (deficiency) of revenue over expenditures	\$ (92,900)	\$ 275,631
Items not involving cash:		
Amortization	717,971	704,295
Unrealized (gain) loss on fair value change in investments	202,183	(122,822)
	<u>827,254</u>	<u>857,104</u>
Net change in non-cash working capital balances		
Accounts receivable	12,900	17,330
Inventory	(46,996)	10,731
Prepaid expenses	(551)	(1,156)
Accounts payable and accrued liabilities	11,186	(3,366)
Government remittances payable	11,388	817
	<u>815,181</u>	<u>881,460</u>
INVESTING ACTIVITIES		
Purchase of investments	(53,429)	(71,414)
Purchase of property and equipment	(80,317)	(71,442)
Purchase of irrigation works	(1,031,143)	(845,817)
	<u>(1,164,889)</u>	<u>(988,673)</u>
FINANCING ACTIVITIES		
Proceeds from loans	270,564	180,936
Repayment of loans - District Capital	(47,078)	(47,078)
	<u>223,486</u>	<u>133,858</u>
NET INCREASE (DECREASE) IN CASH	(126,222)	26,645
CASH, beginning of year	824,831	798,186
CASH, end of year (Note 6)	<u>\$ 698,609</u>	<u>\$ 824,831</u>
SUPPLEMENTARY CASH FLOW INFORMATION		
Operating activities include the following:		
	2022	2021
Interest received	<u>\$ 54,799</u>	<u>\$ 30,799</u>

UNITED IRRIGATION DISTRICT

Notes to Financial Statements

For the Year Ended December 31, 2022

1. Nature of Operations

The United Irrigation District (the "District") operates under the authority of the Irrigation Districts Act of the Province of Alberta and as such is exempt from income tax. The primary purpose of the District is to convey and deliver water through the irrigation works of the District and to construct, operate and maintain the District's irrigation works in the Glenwood and Hill Spring areas.

2. Summary of Accounting Policies

a. Basis of Presentation

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNFPO), *CPA Canada Handbook - Accounting Part III*, and are in accordance with Canadian generally accepted accounting principles.

b. Fund Accounting

The District follows the restricted fund method of accounting.

The General Fund accounts for the District's unrestricted general and operating activities. This fund reports unrestricted resources and the transactions relating to them.

The District Capital Fund accounts for funds that are internally restricted by the Board of Directors. These funds are not available for general purposes without approval of the Board.

The Irrigation Works Fund accounts for capital receipts for new irrigation works. Costs incurred in constructing new irrigation works and in replacing and rehabilitating existing structures are provided for from the fund. The net assets of the Irrigation Works Fund are restricted under the terms of the Irrigation Rehabilitation Funding Agreement as well as the Irrigating Alberta Inc. Funding Agreement. These funds can only be spent on approved projects as outlined in the respective funding agreements. Funding for Irrigation Rehabilitation Projects is shared between the District (25%) and Province (75%). Funding for Irrigating Alberta Inc. projects is shared between the District (20%) and Irrigating Alberta Inc. (80%).

c. Revenue Recognition

Restricted contributions related to general operations are recognized as revenue of the General Fund. All other restricted contributions are recognized as revenue of the appropriate restricted fund. Restricted contributions are recognized as revenue in the year in which the contributions are received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Unrestricted contributions are recognized as revenue of the General Fund in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

d. Cash and Cash Equivalents

The District's policy is to disclose bank balances under cash and cash equivalents, including bank overdrafts with balances that fluctuate frequently from being positive to overdrawn.

e. Inventory

Inventory is valued at the lower of cost and net realizable value. Cost is determined on the specific item basis.

UNITED IRRIGATION DISTRICT

Notes to Financial Statements

For the Year Ended December 31, 2022

2. Summary of Accounting Policies (continued)

f. *Goods and Services Tax*

The District is part of the Alberta Crown and is listed as a tax-exempt Government of Alberta agency, and is therefore included in the Province's constitutional tax immunity. As a result, the District pays no income taxes or Goods and Services Tax on purchases, but is still required to collect and remit Goods and Services Tax on services provided.

g. *Irrigation Works*

Costs incurred in constructing new irrigation works and in replacing and rehabilitating existing works are capitalized and fully provided for from the irrigation works fund. Additions are capitalized at cost and government approved rates for equipment, labour and overhead charges. Maintenance projects are expensed to operations.

Amortization of irrigation works is provided for on a straight line basis over 40 years. No amortization is taken in the year of acquisition.

If irrigation works are subject to permanent impairment, additional amortization or write-down is provided.

h. *Property and Equipment*

Property and equipment are recorded at cost. Amortization is provided for on the declining balance basis using the following annual rates:

Buildings	5%
Furniture and fixtures	10%
General equipment	10%
Power equipment	10%
Trucks	15%
Computer equipment	25%

In the year of acquisition, amortization is provided for at half the normal rate.

If property and equipment are subject to permanent impairment, additional amortization or write-down is provided.

i. *Use of Estimates*

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the year. Significant items subject to estimates and assumptions include the estimated useful lives of property and equipment and irrigation works, and the valuation of inventories. Actual results could differ from those estimates.

Management has estimated the average useful life of irrigation works in the District to be 40 years. Amortization of irrigation works is based on these estimates.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in excess of revenues and expenses in the periods in which they become known.

UNITED IRRIGATION DISTRICT

Notes to Financial Statements

For the Year Ended December 31, 2022

2. Summary of Accounting Policies (continued)

j. *Capital Requirements*

The District considers its capital to be the balance maintained in its unrestricted net assets. The primary objective of the District is to invest its capital in a manner that will allow it to continue as a going concern and comply with its stated objectives. Capital is invested under the direction of the board of directors of the District with the objective of providing a reasonable rate of return, minimizing risk and ensuring adequate liquid investments are on hand for current cash flow requirements. The District is subject to externally imposed requirements of its capital on irrigation works cash.

k. *Financial Instruments*

Measurement of financial instruments

The District initially measures its financial assets and liabilities at fair value, except for certain non-arm's length transactions.

The District subsequently measures all its financial assets and financial liabilities at amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value are recognized in excess of revenues over expenditures.

Financial assets measured at amortized cost include cash, accounts receivable, and investments.

Financial investments in equity instruments are measured at fair market value and are classified as current or long-term in concurrence with the nature and intent of the investment.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities, government remittances payable, and long-term debt.

Impairment

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of the write-down is recognized in net income. A previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in excess of revenues over expenditures.

Transactions costs

The District recognizes its transaction costs in excess of revenues over expenditures in the period incurred. However, financial instruments that will not be subsequently measured at fair value are adjusted by the transactions costs that are directly attributable to their origination, issuance or assumption.

3. Comparative Figures

Where necessary the comparative figures have been reclassified to conform with current year's financial statement presentation. These changes do not affect prior year earnings.

UNITED IRRIGATION DISTRICT

Notes to Financial Statements

For the Year Ended December 31, 2022

4. Economic Dependence

The District relies on contributions from the Province of Alberta for rehabilitation of the irrigation works of the District.

5. Financial Instruments

The District, as part of its operations, carries a number of financial instruments. It is management's opinion that the District is not exposed to significant liquidity, credit, market, or other price risks arising from these financial instruments except as otherwise disclosed. The following analysis provides a measure of the entity's risk exposure and concentrations at the balance sheet date.

Credit Concentration

The District does not have significant exposure to risk from any individual customer and conducts regular reviews of its existing customers' credit performance. The *Irrigation Districts Act* provides a mechanism to recover losses associated with non-payment of irrigation rates and rights.

Liquidity Risk

Liquidity risk is the risk that an organization will encounter difficulty in meeting obligations associated with financial liabilities. The District is exposed to this risk mainly in respect of its accounts payable and long-term debt.

Credit Risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The District's main credit risk is related to its accounts receivable. The District provides credit to its clients in the normal course of its operations.

Market risk

The District is exposed to market risk with respect to fluctuations in the trading price of its investments.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. Changes in market interest rates may have an effect on the cash flows associated with some financial assets and liabilities, known as cash flow risk, and on the fair value of other financial assets or liabilities, known as price risk. The District does not have any specific exposure to interest rate risk.

6. Due to and from Funds

Interfund balances are for amounts due from the District's unrestricted General Fund to the restricted Irrigation Works Fund to fully fund externally restricted Irrigation Rehabilitation Program and Modernization Projects. These balances are unsecured, non-interest bearing, with no set terms of repayment.

UNITED IRRIGATION DISTRICT

Notes to Financial Statements For the Year Ended December 31, 2022

7. Cash

Cash consists of:

	2022	2021
Cash - current (unrestricted)	152,532	282,404
Cash - long-term (restricted)	546,077	542,427
	<u>\$ 698,609</u>	<u>\$ 824,831</u>

Cash held under the cost-sharing agreement with the Province of Alberta, and cash held under the modernization funding agreement with Irrigating Alberta Inc., is restricted for use on approved irrigation works projects and is therefore classified as a long-term asset. Cash held in District Capital is internally restricted by the Board of Directors and is therefore classified as a long-term asset.

8. Investments

	2022	2021
Mutual funds	\$ 1,362,724	\$ 1,506,263
Preferred shares	168,000	225,000
Guaranteed Investment Certificates	298,896	98,116
Principal protected notes	-	149,091
Common shares in Irrigating Alberta Inc. (Note 15)	100	100
	<u>1,829,720</u>	<u>1,978,570</u>
Patronage reserves	8,771	8,675
	<u>\$ 1,838,491</u>	<u>\$ 1,987,245</u>

The book value of investments is \$1,948,863 (2021 - \$1,594,078).

9. Property and Equipment

	2022		2021	
	Cost	Accumulated Amortization	Net	Net
Land	\$ 13,666	\$ -	\$ 13,666	\$ 13,666
Buildings	137,165	112,558	24,607	25,902
Power equipment	931,911	623,077	308,834	343,149
General equipment	160,673	76,772	83,901	89,255
Trucks	595,026	460,886	134,140	70,408
Furniture and fixtures	15,722	14,674	1,048	1,164
Computer equipment	15,064	14,337	727	969
	<u>\$ 1,869,227</u>	<u>\$ 1,302,304</u>	<u>\$ 566,923</u>	<u>\$ 544,513</u>

UNITED IRRIGATION DISTRICT

Notes to Financial Statements

For the Year Ended December 31, 2022

10. Irrigation Works

Irrigation works have been valued for balance sheet purposes at the recorded cost of the system as at December 31, 1977, together with additions and rehabilitations-to-date and charges-to-date for amortization, as described in Note 2.

	2022		2021
	Cost	Accumulated Amortization	Net
Irrigation Works	\$30,454,638	\$16,286,597	\$14,168,041
			\$13,796,962

11. Long-term Debt

The outstanding balance of the John Deere Canada loan as at December 31, 2022 was \$ NIL (2021 - \$47,078).

On December 18, 2020, the District entered into a funding agreement with Irrigating Alberta Inc. ("IAI") whereby funding for an approved irrigation works modernization project will be funded 20% by District contributions and 80% through IAI, which has secured its 80% share of the funding via a Province of Alberta grant (30%) and via a loan through Canada Infrastructure Bank ("CIB") (50%). The District's approved funding through IAI is subject to a maximum approved amount of \$722,400 - \$451,500 via CIB loan and \$270,900 via Province of Alberta grant. The CIB loan will accrue interest at 1.0% per annum and is repayable in annual payments in variable amounts based on incremental revenues. The outstanding balance of the loan as at December 31, 2022 was \$451,500 (2021 - \$180,936).

Said funding agreement grants to IAI a first ranking security interest in all incremental revenues of the District, including all capital asset charges for new acres, annual irrigation rates levied on new acres, all increases to irrigation rates (net of inflation) on existing irrigated acres, capital contributions from rate payers, and any other revenues directly attributable to the approved modernization project. Incremental revenues are externally restricted by IAI and are to be used solely for loan repayments by IAI and related management fees as per the funding agreement. In 2022, incremental revenues were \$ NIL (2021 - \$ NIL).

For further details on transactions and balances relating to these restricted funds, refer to Schedule 2 and Schedule 3.

UNITED IRRIGATION DISTRICT
Notes to Financial Statements
For the Year Ended December 31, 2022

12. Irrigation Rates

Irrigation rates, net, consist of:

	2022	2021
33,058 acres @ \$13.67 per acre (2021 - 33,058 acres @ \$13.27 per acre)	\$ 451,901	\$ 438,677
479 acres @ \$15.85 per acre, terminable (2021 - 479 acres @ \$15.39 per acre)	7,589	7,369
863 acres; minimum charge @ \$344.20 per parcel (2021 - 863 acres @ \$334.18 per parcel)	26,483	25,732
<hr/>		
34,400 acres (2021 - 34,400 acres)	485,973	471,778
Discounts	(21,750)	(22,087)
<hr/>		
	<u>\$ 464,223</u>	<u>\$ 449,691</u>

13. Approval of Financial Statements

These financial statements were approved by management and the Board of Directors.

UNITED IRRIGATION DISTRICT

**Schedule of Operating Expenditures
For the Year Ended December 31, 2022**

Schedule 1

	2022			2021	
	Operations & Maintenance	Water Delivery	Administration and General	Total	Total
EXPENDITURES					
Salaries	\$ 282,052	\$ 68,950	\$ 47,927	\$ 398,929	\$ 468,981
Fuel	59,225			59,225	60,977
Materials and supplies	32,913			32,913	38,013
Insurance			17,332	17,332	16,906
Association fees, dues			13,425	13,425	13,766
Equipment maintenance	53,608			53,608	29,633
Board of Directors - fees and expenses			13,510	13,510	11,150
Travel expenses		27,600	1,340	28,940	25,029
Professional fees			8,497	8,497	8,700
Office			13,825	13,825	14,914
Utilities			5,762	5,762	6,145
Miscellaneous			10,554	10,554	7,827
Conferences			350	350	-
Telephone			2,427	2,427	2,413
	427,798	96,550	134,949	659,297	704,454
RECOVERIES					
Equipment pool recoveries	(137,536)			(137,536)	(315,634)
Labor recovery - construction	(28,484)			(28,484)	(75,133)
Overhead	(17,091)			(17,091)	(45,080)
	(183,111)	-	-	(183,111)	(435,847)
TOTAL 2022	\$ 244,687	\$ 96,550	\$ 134,949	\$ 476,186	
TOTAL 2021	\$ (72,498)	\$ 98,968	\$ 242,137		\$ 268,607

UNITED IRRIGATION DISTRICT
Schedule of Irrigation Works Expenditures
For the Year Ended December 31, 2022

Schedule 2

	2022			2021	
	District	Irrigating Alberta Inc.	Province of Alberta	Total	Total
EXTERNAL GOODS AND SERVICES					
Materials and supplies	\$ 216,229	\$ 390,634	\$ 210,701	\$ 817,564	\$ 343,658
Contract services - engineering	1,454	4,623	11,671	17,748	43,520
Contract services - construction	-	6,725	3,312	10,037	15,716
Miscellaneous	-	1,881	802	2,683	7,076
	<u>217,683</u>	<u>403,863</u>	<u>226,486</u>	<u>848,032</u>	<u>409,970</u>
INTERNAL GOODS AND SERVICES					
Equipment pool recoveries	14,704	91,604	31,228	137,536	315,634
Labor recovery - construction	4,443	16,914	7,127	28,484	75,133
Overhead	2,666	10,149	4,276	17,091	45,080
	<u>21,813</u>	<u>118,667</u>	<u>42,631</u>	<u>183,111</u>	<u>435,847</u>
TOTAL 2022	<u>\$ 239,496</u>	<u>\$ 522,530</u>	<u>\$ 269,117</u>	<u>\$ 1,031,143</u>	
TOTAL 2021	<u>\$ -</u>	<u>\$ 396,827</u>	<u>\$ 448,990</u>		<u>\$ 845,817</u>

UNITED IRRIGATION DISTRICT

Schedule of Changes in Fund Balance - Irrigation Works Fund For the Year Ended December 31, 2022

Schedule 3

	2022			2021	
	District	Irrigating Alberta Inc.	Province of Alberta	Total	Total
FUND BALANCE, beginning of year	\$ -	\$ (25,680)	\$ (61,574)	\$ (87,254)	\$ (66,950)
ADDITIONS:					
Contribution from Province of Alberta	-	146,930	308,315	455,245	435,471
Interest earned	-	-	1,331	1,331	350
Transfer from District general fund	22,048	32,663	-	54,711	-
Contributions from rate payers	217,448	-	-	217,448	22,275
Loan proceeds	-	270,664	-	270,664	180,936
District Provision	200,725	-	-	200,725	186,481
Transfers from District to Restricted Funds	(200,725)	97,953	102,772	-	-
	239,496	548,210	412,418	1,200,124	825,513
DEDUCTIONS:					
Irrigation works expenditures (Schedule 2)	239,496	522,530	269,117	1,031,143	845,817
FUND BALANCE, end of year	\$ -	\$ -	\$ 81,727	\$ 81,727	\$ (87,254)