

Safe Drinking Water Foundation  
Financial Statements  
December 31, 2007



Hounjet/Tastad/Harpham

Certified General Accountants | Comptables Généraux Accrédités

**SAFE DRINKING WATER FOUNDATION**

**DECEMBER 31, 2007**

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# Hounjet/Tastad/Harpham

Certified General Accountants | Comptables Généraux Accrédités

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## AUDITORS' REPORT

To the Members of:  
Safe Drinking Water Foundation

We have audited the balance sheet of Safe Drinking Water Foundation as at December 31, 2007 and the statement of receipts and expenditures and accumulated surplus and statement of cash flows for the year then ended. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as explained in the following paragraph, we conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the company as at December 31, 2007 and the results of its operations and the changes in its financial position for the year then ended in accordance with Canadian generally accepted accounting principles.

*Hounjet Tastad Harpham*

Saskatoon, Saskatchewan  
April 28, 2008

**CERTIFIED GENERAL ACCOUNTANTS**

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**SAFE DRINKING WATER FOUNDATION**  
**STATEMENT OF RECEIPTS AND EXPENDITURES AND ACCUMULATED SURPLUS**  
**FOR THE YEAR ENDED DECEMBER 31, 2007**

	<u>2007</u>	<u>2006</u>
<b>REVENUE</b>	\$ <u>280,441</u>	\$ <u>102,109</u>
<b>EXPENDITURES</b>		
Analysis	9,168	-
Advertising and promotion	1,709	1,967
Amortization	769	428
Clothing	1,203	-
Community development	2,500	1,206
Computer support	691	716
Courier and postage	7,469	192
DVD recordings	2,378	-
Honorariums	150	720
Interest and bank charges	1,410	1,179
Lab supplies	24,543	7,959
Meals and entertainment	-	3,878
Newsletter	525	-
Operation water drop	17,558	-
Operation water pollution	5,512	-
Operation water spirit	7,338	-
Presentations	6,076	1,398
Printing	5,151	-
Professional fees	3,980	3,407
Recognition	150	-
Rent	5,340	-
Research reports	21	-
Repairs and maintenance	-	451
RO unit expense	955	-
Salaries and benefits	107,419	34,925
Supplies	1,996	1,035
Technical	9,854	-
Telephone	3,357	2,033
Template for change	-	53
Travel	2,841	-
Website	2,276	-
	<u>232,339</u>	<u>61,547</u>
<b>NET SURPLUS</b>	48,102	40,562
<b>ACCUMULATED SURPLUS, beginning of year</b>	<u>65,286</u>	<u>24,724</u>
<b>ACCUMULATED SURPLUS, end of year</b>	<u>\$ 113,388</u>	<u>\$ 65,286</u>

(see accompanying notes)



**SAFE DRINKING WATER FOUNDATION**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED DECEMBER 31, 2007**

	<u>2007</u>	<u>2006</u>
<b>CASH PROVIDED BY (USED IN)</b>		
<b>OPERATING ACTIVITIES</b>		
Net surplus	\$ 48,102	\$ 40,562
Items not involving cash:		
Amortization	<u>769</u>	<u>428</u>
	48,871	40,990
Net change in working capital:		
Accounts receivable	(8,243)	(17,053)
GST receivable	(881)	(1,192)
Inventory	5,230	(48,880)
Accrued interest receivable	(94)	-
Prepaid expenses	873	(1,062)
Accounts payable	5,916	(1,141)
Unearned revenue	<u>(10,560)</u>	<u>10,560</u>
	<u>41,112</u>	<u>(17,778)</u>
<b>INVESTING ACTIVITIES</b>		
Additions to property, plant and equipment	<u>(3,429)</u>	<u>(838)</u>
<b>INCREASE (DECREASE) IN CASH</b>	37,683	(18,616)
<b>CASH, beginning of year</b>	<u>7,337</u>	<u>25,953</u>
<b>CASH, end of year</b>	<u>\$ 45,020</u>	<u>\$ 7,337</u>
<hr/>		
<b>CASH IS REPRESENTED BY:</b>		
Cash	\$ 11,559	\$ 7,912
Investments	35,000	-
Bank indebtedness	<u>(1,539)</u>	<u>(575)</u>
	<u>\$ 45,020</u>	<u>\$ 7,337</u>

(see accompanying notes)



## SAFE DRINKING WATER FOUNDATION

## BALANCE SHEET

AS AT DECEMBER 31, 2007

	<u>2007</u>	<u>2006</u>
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	\$ 11,559	\$ 7,912
Investments	35,000	-
Accounts receivable (Note 3)	25,847	17,604
GST receivable	2,631	1,750
Inventory (Note 4)	43,650	48,880
Accrued interest receivable	94	-
Prepaid expenses	<u>189</u>	<u>1,062</u>
	118,970	77,208
<b>PROPERTY, PLANT AND EQUIPMENT (Note 5)</b>	<u>4,789</u>	<u>2,129</u>
	<u>\$ 123,759</u>	<u>\$ 79,337</u>
<b>LIABILITIES</b>		
<b>CURRENT</b>		
Bank indebtedness (Note 6)	\$ 1,539	\$ 575
Accounts payable	8,832	2,916
Unearned revenue	<u>-</u>	<u>10,560</u>
	<u>10,371</u>	<u>14,051</u>
<b>MEMBERS' EQUITY</b>		
<b>ACCUMULATED SURPLUS</b>	<u>113,388</u>	<u>65,286</u>
	<u>113,388</u>	<u>65,286</u>
	<u>\$ 123,759</u>	<u>\$ 79,337</u>

APPROVED ON BEHALF OF THE BOARD:

  
 \_\_\_\_\_, Director

  
 \_\_\_\_\_, Director

(see accompanying notes)



**SAFE DRINKING WATER FOUNDATION**  
**SCHEDULE OF PROJECTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2007**

	<u>2007</u>	<u>2006</u>
<b>ADMINISTRATION</b>		
<b>Revenue</b>		
Corporate contributions	\$ 5,000	\$ 10,100
Corporate memberships	100	-
Foundation donations	8,800	-
Individual donations	4,422	620
Individual memberships	276	25
Interest	831	-
Miscellaneous	436	75
	<u>19,865</u>	<u>10,820</u>
<b>Expenditures</b>		
Amortization	769	428
Computer support	-	716
Courier and postage	662	192
Fundraising expense	-	370
Honorariums	150	350
Interest and bank charges	570	1,179
Professional fees	3,068	3,407
Recognition	150	-
Rent	2,136	-
Repairs and maintenance	-	451
Supplies	1,996	1,035
Telephone	1,343	2,033
Wages and salaries	3,911	34,346
Workers compensation	248	579
	<u>15,003</u>	<u>45,086</u>
<b>PROJECT SURPLUS (DEFICIT)</b>	<u>\$ 4,862</u>	<u>\$ (34,266)</u>

**ADVANCED ABORIGINAL WATER TREATMENT TEAM**

<b>Revenue</b>		
RBC Foundation	\$ 25,000	\$ -
Sponsorship	15,000	-
	<u>40,000</u>	<u>-</u>
<b>Expenditures</b>		
Clothing	1,203	-
Printing	258	-
	<u>1,461</u>	<u>-</u>
<b>PROJECT SURPLUS</b>	<u>\$ 38,539</u>	<u>\$ -</u>

(see accompanying notes)



**SAFE DRINKING WATER FOUNDATION**  
**SCHEDULE OF PROJECTS CONTINUED**  
**FOR THE YEAR ENDED DECEMBER 31, 2007**

	<u>2007</u>	<u>2006</u>
<b>COMMUNITY DEVELOPMENT</b>		
<b>Revenue</b>		
HRDC - AB	\$ 48	\$ 4,374
HRDC - SK	<u>3,671</u>	<u>11,872</u>
	<u>3,719</u>	<u>16,246</u>
<b>Expenditures</b>		
Community development	2,500	1,206
Research reports	21	-
Wages and salaries	<u>6,000</u>	<u>-</u>
	<u>8,521</u>	<u>1,206</u>
<b>PROJECT (DEFICIT) SURPLUS</b>	<u>\$ (4,802)</u>	<u>\$ 15,040</u>
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<b>INTERNATIONAL CONFERENCE</b>		
<b>Revenue</b>	\$ -	\$ -
<b>Expenditures</b>		
Advertising	1,709	-
Courier and postage	835	-
DVD recordings	2,378	53
Printing	4,894	-
Travel and accommodations	42	-
Wages and salaries	<u>6,000</u>	<u>-</u>
	<u>15,858</u>	<u>53</u>
<b>PROJECT DEFICIT</b>	<u>\$ (15,858)</u>	<u>\$ (53)</u>
<hr/>		
<b>NEWSLETTER</b>		
<b>Revenue</b>	\$ -	\$ -
<b>Expenditures</b>		
Newsletter	<u>525</u>	<u>-</u>
<b>PROJECT DEFICIT</b>	<u>\$ (525)</u>	<u>\$ -</u>
<hr/>		
<b>PRESENTATIONS</b>		
<b>Revenue</b>	\$ -	\$ -
<b>Expenditures</b>		
Presentations	5,308	1,398
Travel and accommodations	<u>2,058</u>	<u>3,878</u>
	<u>7,366</u>	<u>5,276</u>
<b>PROJECT DEFICIT</b>	<u>\$ (7,366)</u>	<u>\$ (5,276)</u>

(see accompanying notes)



**SAFE DRINKING WATER FOUNDATION**  
**SCHEDULE OF PROJECTS CONTINUED**  
**FOR THE YEAR ENDED DECEMBER 31, 2007**

	<u>2007</u>	<u>2006</u>
<b>RESEARCH FINGERPRINTING AND ARSENIC</b>		
<b>Revenue</b>		
Arsenic research	\$ 6,700	\$ 7,615
George Weston Limited	<u>25,000</u>	<u>25,000</u>
	<u>31,700</u>	<u>32,615</u>
<b>Expenditures</b>		
Analysis	9,168	-
Travel and accommodations	740	-
Wages and salaries	<u>8,500</u>	<u>-</u>
	<u>18,408</u>	<u>-</u>
<b>PROJECT (DEFICIT) SURPLUS</b>	<u>\$ 13,292</u>	<u>\$ 32,615</u>
<hr/>		
<b>RO UNITS</b>		
<b>Revenue</b>		
	\$ -	\$ -
<b>Expenditures</b>		
RO units	<u>955</u>	<u>-</u>
<b>PROJECT DEFICIT</b>	<u>\$ (955)</u>	<u>\$ -</u>
<hr/>		
<b>SCHOOL PROGRAMS</b>		
<b>Revenue</b>		
Arcangelo Rea Foundation	\$ 25,000	\$ -
Canadian school registrations	10,800	-
Green Street (Note 7)	55,460	11,040
HRDC - SK	23,500	-
TD Friends of the Environment	41,774	13,750
Thomas Sill Foundation	6,950	7,500
US school registrations	<u>-</u>	<u>139</u>
	<u>163,484</u>	<u>32,429</u>
<b>Expenditures</b>		
Computer support	691	-
Courier and postage	5,972	-
Interest and bank charges	840	-
Lab supplies	24,543	7,959
Operation water drop program	17,558	-
Operation water pollution	5,512	-
Operation water spirit	7,338	-
Presentations	768	-
Professional fees	912	-
Rent	3,204	-
Telephone	2,014	-
Wages and salaries	<u>70,760</u>	<u>-</u>
	<u>140,112</u>	<u>7,959</u>
<b>PROJECT SURPLUS</b>	<u>\$ 23,372</u>	<u>\$ 24,470</u>

(see accompanying notes)