

Financial Statements of

KAWARTHA LAKES STEWARDS ASSOCIATION

December 31, 2007

Note to the Financial Statements

Review Engagement Report

Statement of Financial Position

Statement of Operations

**Note To The Financial Statements
December 31, 2007**

BASIS OF PRESENTATION

The accompanying financial statements relate to the incorporated association registered by Letters Patent as Kawartha Lakes Stewards Association. The Association conducts co-ordinated, consistent water quality testing programs (including bacteria and phosphorus) of lake water on lakes within the Trent Canal System watershed. The association derives its revenue from those groups and individuals who are concerned about maintaining the quality of water within the watershed.

As a non-profit association under section 149(1)(l) of the Income Tax Act, the association is not responsible to pay income tax and is therefore prohibited from distributing any of its assets or profits to, or for the personal benefit, of its members, directors or affiliates.

REVIEW ENGAGEMENT REPORT

To Mr. A. Jeffrey Chalmers, Secretary/Treasurer
KAWARTHA LAKES STEWARDS ASSOCIATION

We have reviewed the statement of financial position of Kawartha Lakes Stewards Association as at December 31, 2007 and the statement of operations for the year then ended. Our review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures and discussion related to information supplied to us by the Association.

A review does not constitute an audit and consequently we do not express an audit opinion on these financial statements.

Based on our review, nothing has come to our attention that causes us to believe that these financial statements are not, in all material respects, in accordance with Canadian generally accepted accounting principles.

McC Coll Turner LLP

Licensed Public Accountants

Peterborough, Ontario
May 6, 2008

KAWARTHA LAKES STEWARDS ASSOCIATION

Statement of Financial Position - December 31, 2007

	(Unaudited)	
	2007	2006
ASSETS		
Current Assets		
Cash	\$ 4,690	1,436
Guaranteed Investment Certificates	3,187	6,087
	<u>7,877</u>	<u>7,523</u>
NET ASSETS	<u>7,877</u>	<u>7,523</u>
	<u>\$ 7,877</u>	<u>\$ 7,523</u>

Statement of Operations Year ended December 31, 2007

	(Unaudited)	
	2007	2006
REVENUE		
Parks Canada, Trent-Severn Waterway	\$ 3,000	\$ 3,000
Municipal grants	2,020	1,920
Associations	3,900	3,950
Private contributions	3,410	1,084
Interest	195	88
	<u>12,525</u>	<u>10,042</u>
EXPENDITURE		
Water testing fees and weed studies	5,204	5,858
Annual report costs	3,694	2,042
Registration fees, insurance and membership fee	1,906	1,903
Telephone, copies and other administrative costs	1,322	1,465
Bank charges	45	45
	<u>12,171</u>	<u>11,313</u>
EXCESS OF REVENUE OVER EXPENDITURES (EXPENDITURES OVER REVENUE) FOR THE YEAR	354	(1,271)
NET ASSETS - beginning of year	<u>7,523</u>	<u>8,794</u>
NET ASSETS - end of year	<u>\$ 7,877</u>	<u>\$ 7,523</u>