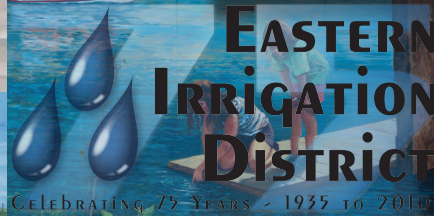


The Eastern Irrigation District
Where water works wonders!



2010 Annual Report

NOTICE OF ANNUAL MEETING

TAKE NOTE that the annual meeting of the irrigators of the Eastern Irrigation District will be held on Monday, March 28th, 2011 at 1:30 in the afternoon at the Heritage Inn, 1217 2nd Street West, Brooks, Alberta.



The Eastern Irrigation District (EID) operates an extensive water supply, storage and drainage network. Water diverted from the Bow River at the Bassano Dam provides water for:

- Irrigated agriculture
- Household and livestock water uses
- Municipal and industrial water requirements
- Many recreational needs and enhanced environmental conditions

The EID was organized under Alberta legislation in 1935. The formation of the District made it possible for the irrigators to take over the irrigation project started by the Canadian Pacific Railway Company in the early 1900's. The vision of these early settlers and agricultural entrepreneurs has created a long-lasting and positive legacy for the region.

The EID is governed by a Board of Directors, elected from and by the irrigators in the District. The main office of the District is located in the City of Brooks.

In addition to the water management functions of the District, the EID owns and is responsible for the operation and management of large tracts of native and improved pasture lands. These lands are primarily used in support of the beef cattle industry.

The management of water and land resources is conducted with an integrated and sustainable approach. This approach allows the District and these important natural resources to act as a catalyst to support important regional economic development initiatives.

In the truest sense, water is more than agriculture. The Eastern Irrigation District is a place where "WATER WORKS WONDERS"!

Eastern Irrigation District	Index to Reports	
P.O. Bag 8 550 Industrial Road West Brooks, Alberta T1R 1B2 Canada Phone: (403) 362-1400 Fax: (403) 362-6206 E-mail: eid@eid.ab.ca Web: www.eid.ab.ca	Notice of Annual Meeting	Page 1
	2010 Board of Directors	Page 2
	Chairman and Board of Directors Report	Page 3 - 5
	General Manager's Report	Page 6 - 9
	Crop and Irrigation Statistics	Page 10 - 11
	Maintenance of Irrigation Works	Page 12 - 13
	Irrigation Rehabilitation Report	Page 14 - 15
	EID Financial Report	Page 16
	Auditors' Report	Page 17 - 28





Bob Chrumka (Chairman)
Division 6

2010 Board of Directors

Members of the Board of Directors are elected by the irrigators. The Eastern Irrigation District has adopted a practice of staggered elections, in which two directors are elected in one year, two directors are elected the next year and three directors are elected in the following year. This method of elections provides for long-term stability in the governance, administration and operation of the District.



Floyd George
Division 1



Jim Culligan
Division 2



Ross Owen
Division 3



Neil Johnson
Division 4



Allen Nielsen (Vice-Chair)
Division 5



Carl Chomistek
Division 7





The spring season of 2010 saw two Directors retire from their positions on the Board. Pat Hensing has decided to pursue other interests after 21 years representing the Rolling Hills area of the District. Likewise, Tom Livingston also stepped down following 12 years representing the Duchess/Rosemary area. We would like to thank Tom and Pat for their contributions and commitment to the Board and District and wish them all the best in the future. The Board welcomes Jim Culligan, representing Division 2 and Carl Chomistek, representing Division 7.

Congratulations and thanks to the City as February marked the grand opening of the new Centennial Regional Arena. This remarkable facility constructed on lands donated by the District in 2006 is sure to provide this region with a venue for a broad range of events for many years to come. A successful rodeo and various other events were also held in the new Silver Sage Agribition Grounds that are the result of the EID, County of Newell and City of Brooks partnership.

The 2010 season set a record of the lowest diversion from the Bow River that the District has ever had, 210,500 acre feet. The abundant rainfall, averaging 12 inches, reduced diversions but increased drainage concerns. To address these in the future, at the County's request, the County and EID have expanded our joint drainage agreement. District staff along with County staff are in the process of drafting a three year proposed plan dealing strictly with drainage from an overall area perspective, very similar to the District's 3 year infrastructure rehabilitation plan. Once this cost shared plan is approved by Council and the Board, a good portion of the restoration will be tackled in the summer months with the EID staff and equipment completing most of the work.

The Board realizes that there is a possibility of less than average rainfall and has passed a drought plan that has the District committing to share a portion of its license and priority water allocation with others within our boundaries during periods of drought. The objective of this plan is to make sure that the entire community that is practicing water rationing and conservation, within the EID, gets through drought with the least distress possible. An extreme and very unlikely example of this management would be one where all of the other licence holders within the District were limited and only received half of their licensed amounts. The EID could, at that time, provide an additional 30% of their full license amounts which would result in only 4,500 acre feet or 2/10th's of an inch on the irrigation farm.

The Rolling Hills development project is now under construction with the pump site on the reservoir being constructed over the winter and the pipeline to be installed during 2011. This expansion supports the mandate of the District to make use of conserved water allocations to create and support irrigation expansion without undue hardship on existing water acres.



EID mural on
Brooks Centennial Arena



The totals for this project are:

- Total estimated construction cost of the project is \$9,020,000 or \$2,221 per irrigated acre.
- There are 5,043 acres in this development with 4,061 irrigation acres.
- Total Sale price for these acres is projected to be \$13,939,000.
- When valuing the pivot corners at \$750 per acre the sale value per irrigated acre is \$3,251.

When comparing the cost of this development with other rehabilitation projects the District has completed over the past few years, we are slightly above the average of approximately \$2,000 per irrigated acre. This expansion will also be completed while maintaining a \$20 million annual budget for rehabilitation within the District's three year plan.

In support of the County of Newell's regional water strategy the Board has agreed to subsidize the water users of the EID. Our objective is to help those who see the value in having potable water delivered to their yard to get involved with this program in its infancy. We have agreed to pay \$2,000 towards the cost, after the initial \$1,000 deposit has been made and the program commences.

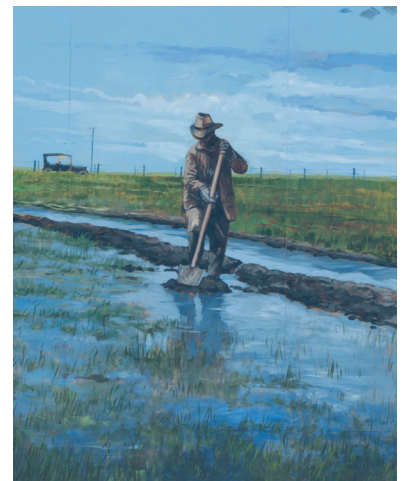
The EIDNet has made great strides over the recent past in reducing outages and providing an acceptable service level to the water users and other customers that are subscribed to our system. The Board and management are very pleased with these accomplishments and will work towards maintaining this new level of service success. Thanks to everyone for their patience in the past.

This year marked the District's 75th anniversary, this being the anniversary of the date that Carl Anderson and his team negotiated and transferred the assets from the Canadian Pacific Railway to the Eastern Irrigation District. To celebrate this occasion, while at the same time promoting the District's contribution to the region, the Board of Directors decided on a mural of familiar local scenes that visually tell the story of progress and development over the past 9 plus decades. The Board would like to thank Doug Driediger of Metro Graphics in Calgary for his art work and the City of Brooks for their generosity in allowing us to display the mural so prominently on the new Centennial Regional Arena.

The story starts at the east end of the mural in a historical context with our signature piece of infrastructure, the Bassano Dam, located on the Bow River. Woven into the scenes is a story of the many uses of water as it flows through the District; the way that irrigated agriculture transforms the dry prairie landscape is evident. The pictures were chosen to show the EID in terms of agricultural productivity and diversity, a strong diversified economy, recreational and leisure opportunities, and wildlife biodiversity.

The methods of irrigation are displayed with the wild flood blending into the low pressure pivots of today. Infrastructure improvements such as buried pipelines and automated controls have allowed the District to expand to close to 300,000 acres and have water available for other uses such as new businesses, residential developments, recreation and other purposes, using the same amounts of water that were used some 80 years ago.

It's important for people within irrigation districts and those who live elsewhere to understand the benefits of irrigated agriculture. We regularly encounter misinformation and misunderstandings about irrigation. We hope people will enjoy this mural not only for the



A portion of the EID mural

artistic impact, but for the content. More importantly, we hope the mural serves to remind us of the importance of agriculture (and particularly irrigated agriculture) in the lives we lead every day. We want people to understand that irrigated agriculture is an efficient and trustworthy steward of our precious water resource and recognize the prosperity and way of life that the Bow River provides within the Eastern Irrigation District.

The District has also joined forces with the other districts on the Bow River, those being the Bow River Irrigation and Western Irrigation Districts, in creating a series of short videos that document the history, explain the challenges and support the direction that the EID and our sister districts are maintaining. These vignettes will soon be available on the District's web site.

As we celebrate the past, honour the present and remind ourselves to always look to the future, the mural is dedicated to the EID's irrigators, those whose footprints have vanished, those whose sweat is producing the fruits we enjoy today and those whose voices and ideas we haven't yet heard.

Respectfully submitted on behalf of the Board of Directors by:
Bob Chrumka, Board Chairman



Back Row: Kasey Murphy, Cathy Dubois, Matt Conacher, Ross Fraser, R. Ben McPhee, Elisa Reid, Madeline Thomas
Front Row: Meghan Patterson, Lindsey Musgrove, Tamara Stern, Ashley Rommens, Stacy Buday, Elisabeth Hirsch



Back Row: Brianne Bartman,
Charmaine de Jong
Front Row: Bailey Scheurman,
Robyn Jensen



Gina Trapp



Austin Penner



Michelle Alberts

2010 EID Scholarship Award Recipients

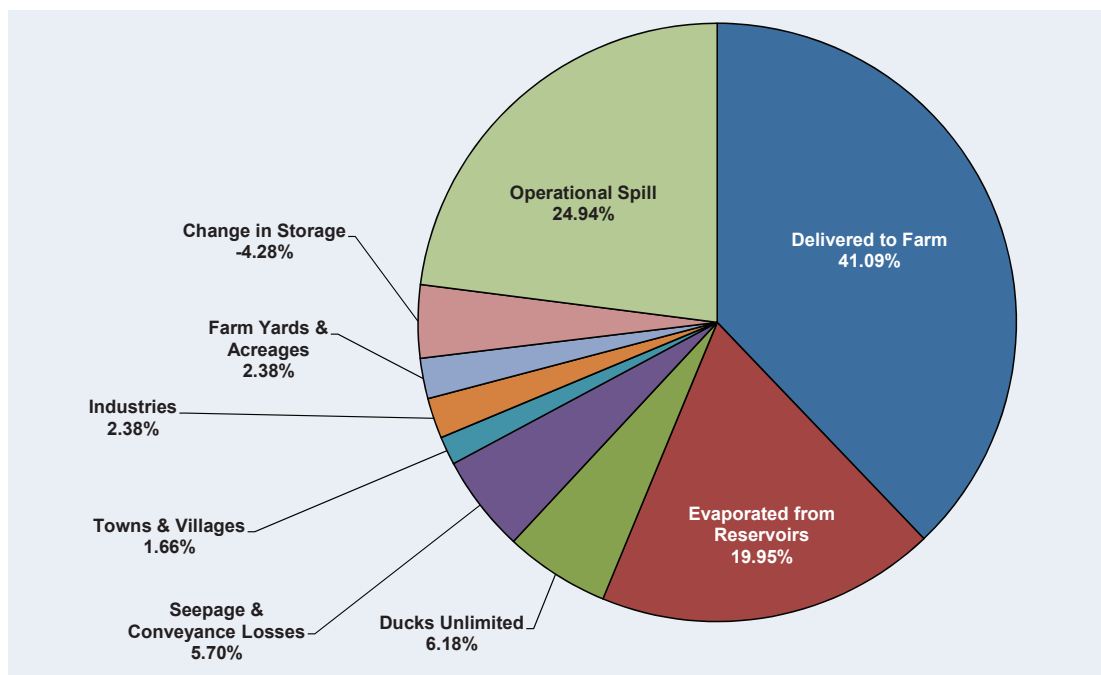


Earl Wilson, P.Eng.,
General Manager



The 2010 season started with a low snowpack and average local moisture conditions, therefore we started diverting water on April 2nd to fill reservoirs. We were full in early May ready for the irrigation season when it started to rain. The cool wet summer resulted in the lowest demand for irrigation that anyone can remember; we only delivered 3.6" to the farm gate on average. We ended the season running water through the system to flush algae through and bring our reservoirs down to safe winter levels. The total diversion including all other license holders was only 210,500 acre feet (30% of our license).

Water Balance (acre-feet)		
	2010	2009
Diversion	210,500	435,650
Delivered to Farm	86,500	256,000
Evaporation from Reservoirs	42,000	63,000
Ducks Unlimited	13,000	29,000
Seepage and Conveyance Losses	12,000	12,500
City, Towns and Villages	3,500	3,600
Industries	5,000	4,500
Farm Yards and Acreages	5,000	6,500
Change in Storage	(9,000)	3,000
Operational Spill	52,500	57,550
Measured Return Flow	117,700	94,200
Operation	52,500	57,550
Farm Spill and Run Off	65,200	36,650



We continued our Farm Improvement Incentive Program that rewards farmers for conserving water. In 2010, 40 grants were approved by the Board totaling \$175,640. The majority of these: 31, were for converting to low pressure pivots. We added 2,939 new acres, bought back 55 acres, converted 52 acres to Rural Water Use Purposes agreements and converted 209 acres of terminable water rights to 1st water rights.

In the last 8 years we have seen the acres being irrigated by low pressure pivot go from 86,000 to 146,000 (30% - 50%), while the acres being flooded and irrigated with wheel moves has dropped (see table below).



Low pressure pivot with drop tubes

Method of Irrigation: 2010

As of End of 2010 Water Delivery Season

Low Pressure Pivot	145,786	50.35%
High Pressure Pivot	33,849	11.69%
Wheel Move	33,079	11.42%
Other Sprinkler	844	0.29%
Flood Irrigation (Leveled)	62,141	21.46%
Flood Irrigation (Not Leveled)	13,861	4.79%

Note: percentages shown are the percentages of total irrigation.

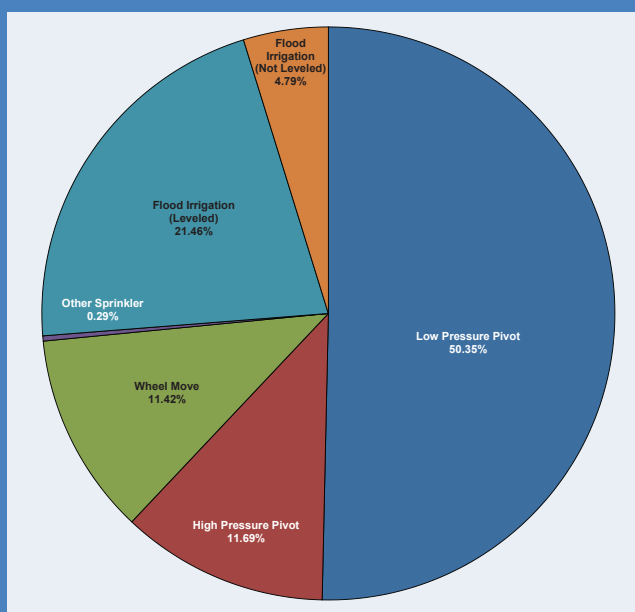
Method of Irrigation: 2002

As of End of 2002 Water Delivery Season

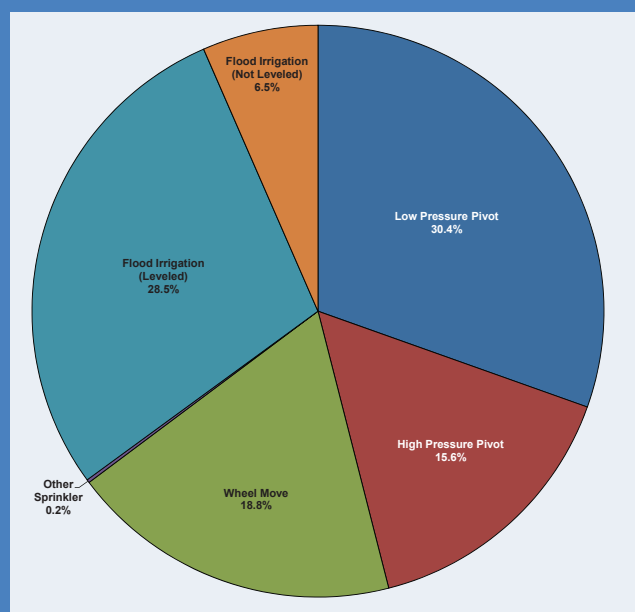
Low Pressure Pivot	86,000 Ac.	30.4%
High Pressure Pivot	44,000 Ac.	15.6%
Wheel Move	53,000 Ac.	18.8%
Other Sprinkler	500 Ac.	0.2%
Flood Irrigation (Leveled)	80,500 Ac.	28.5%
Flood Irrigation (Not Leveled)	18,500 Ac.	6.5%

Note: percentages shown are the percentages of total irrigation.

Acres by Method of Irrigation: 2010



Acres by Method of Irrigation: 2002





The community pastures had a fantastic grass year. A total of 15,117 cows (64/member) were turned out in May and came home by October 30th. We have excellent carryover grass and plan to run 17,000 cows in 2011.

There were 81 new oil and gas leases taken in 2010 and an additional 77 wells were drilled on existing leases. New pipeline easements totaled 532.94 acres or 88.82 miles.

Our Area Development and Operation Agreement with Cenovus and other oil and gas companies came to an end on December 31st. We were able to negotiate a new 9 year agreement that sets out the terms of how oil development is done on our land with the compensation rate to be reviewed every 3 years. The new rate on an average well site is up 16% over the last 5 year rates. These rates come into effect at the time of the 5 year review.

The Bassano Dam Land Claim agreement was finalized and ratified by Siksika Nation, EID and the Alberta Government in 2010. Canada is expected to ratify it early in 2011. This agreement sees Siksika receive a cash payment from Canada and an annual payment from Alberta. The EID will have title to the dam and control of its operations; if we stop operating the dam it transfers to Alberta who will either operate it or transfer title back to Siksika.



Bassano Dam

Alberta Environment granted the EID a change of purpose from irrigation to municipal, agricultural, commercial, industrial, habitat enhancement, and recreation on 5,000 acre feet of our license in November. This decision is being appealed by some N.G.O's and hopefully will be resolved in the spring.

There were 2 projects planned for 2009/2010 winter construction where the details on alignment and right-of-ways and overall scope of the projects were not able to be worked out in time to be constructed in the 2009/2010 winter season. This resulted in a reduction in our planned capital works by \$2.5 million. Both of these projects were increased in scope and are being constructed in the 2010/2011 winter season with the capital works budget being increased to accommodate them.



Pivot with corner arm

Cattle grazing



EID 75th Anniversary float
Kinsmen parade



EID Long Term Service Awards



Standing: (15 Years) Gary Bobinski; (20 Years) Percy Chase, Ken Long, Tom Canning;
(25 Years) Rex Tryhorn, Robert Matoba, Jim Meador, Earl Wilson, Sandra Hajash, Mark Porter
Seated: (30 Years) Terry Smith, Tom Wallace, Kevin Tebo, Duane Lindsay





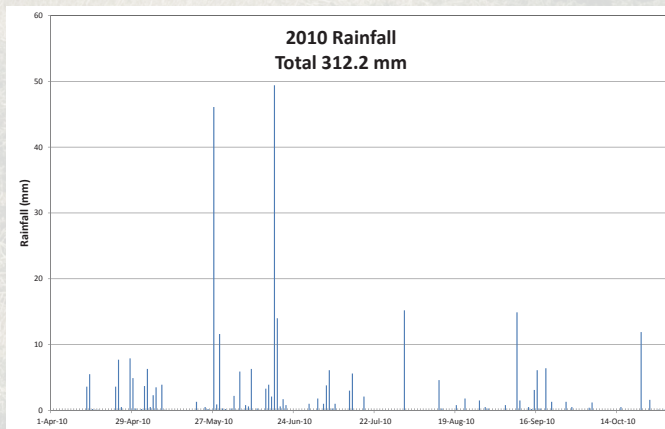
2010 Crop Summary					
Crop Class	Crop Type	Acres	Crop Class	Crop Type	Acres
Forage Crops	Alfalfa 2 Cuts	42,448	Oil Seeds	Canola	25,847
	Alfalfa 3 Cuts	993		Flax	5,431
	Alfalfa Hay	5,585		Hyola	3,086
	Alfalfa Silage	4,756	Specialty Crops	Alfalfa Seed	15,470
	Barley Silage Under Seed	796		Carrots	160
	Barley Silage	3,155		Dill	125
	Corn Silage	12,274		Dry Beans	2,862
	Grass Hay	9,729		Dry Peas	1,822
	Green Feed	5,539		Fresh Corn (Sweet)	8
	Milk Vetch	15		Fresh Peas	125
	Millet	300		Grass Seed	455
	Native Pasture	1,579		Hemp	97
	Oats Silage	379		Lentils	151
	Sorghum Sudan Grass	115		Market Gardens	145
	Tame Pasture	52,138		Mint	500
	Timothy Hay	1,383		Nursery	419
				Potato	2,768
Cereals	Barley	19,704		Seed Potato	503
	CPS Wheat	6,674		Soy Beans	1,002
	Durum Wheat	659		Sugar Beets	837
	Grain Corn	595		Sunflower	1,928
	Hard Spring Wheat	41,095	Non Irrigated	Miscellaneous	
	Malt Barley	925		Non-Crop	126
	Oats	2,941		Summer Fallow	5,307
	Rye	522			
	Soft Wheat	501			
	Triticale	3,460			
	Winter Wheat	2,126			

Total of All Crops As of End of 2010 Water Delivery Season		
	Crop Class	Total Acres
Summary	Forage Crops	141,184
	Cereal Crops	79,202
	Oil Seed Crops	34,364
	Specialty Crops	29,377
	Non-Irrigated	5,433
Total:		289,560

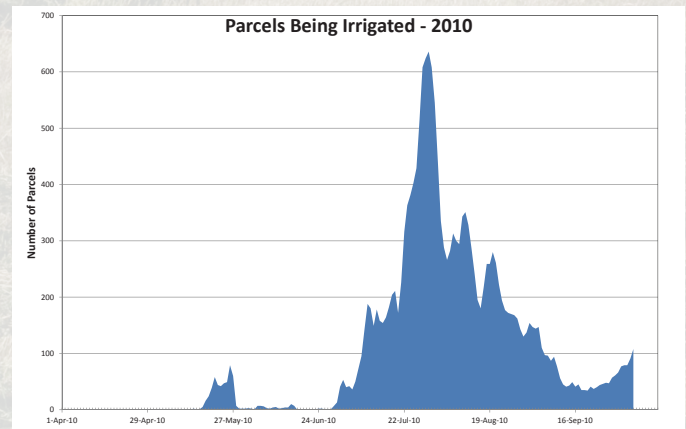
2010 System Water Delivery Summary

As of End of 2010 Water Delivery Season

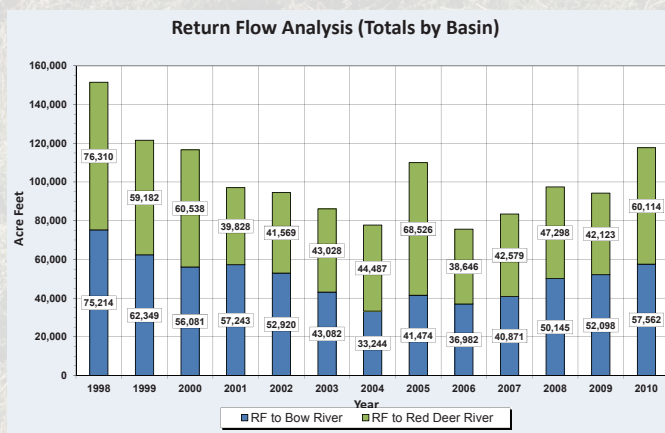
Block	Irrigated Area (ac.)	Volume Delivered (ac.-ft.)	Water Use/Acre (ac-ft/ac)
D1 Cockerill (Leland)	19,959	4,400	0.22
D2 Duchess (Kroschel)	14,656	3,750	0.26
D3 Welch (Senneker)	15,749	4,850	0.31
D4 Millicent/One Tree (Slomp)	19,657	6,500	0.33
D5 Patricia (Tryhorn)	13,909	7,950	0.57
E1 Bassano (Marshall)	17,316	5,750	0.33
E2 Pitau (Isidoro)	21,054	7,350	0.35
E3 Gem (Kroschel)	13,180	4,600	0.35
E4 Rosemary (Getz)	16,345	4,100	0.25
S1 Antelope Creek/Cassils(Syvret)	19,947	5,100	0.26
S2 Kitsim (Currie)	18,909	5,250	0.28
S3 Bow Slope (Thiessen)	16,507	5,700	0.35
S5 Aqueduct/Brooks (Bobinski)	13,468	3,550	0.26
S6 Elizabeth (Canning)	15,769	3,600	0.23
S7 Tilley Cleland)	17,914	4,700	0.26
S8 Rolling Hills North (Olund)	18,891	5,500	0.29
S9 Rolling Hills South (Stout)	16,330	3,850	0.24
Totals:	289,560	86,500	0.30



Rainfall



Parcels Irrigating



Return Flow





Maintenance of Irrigation Works

J-06, 07, 08 West Bantry pipeline



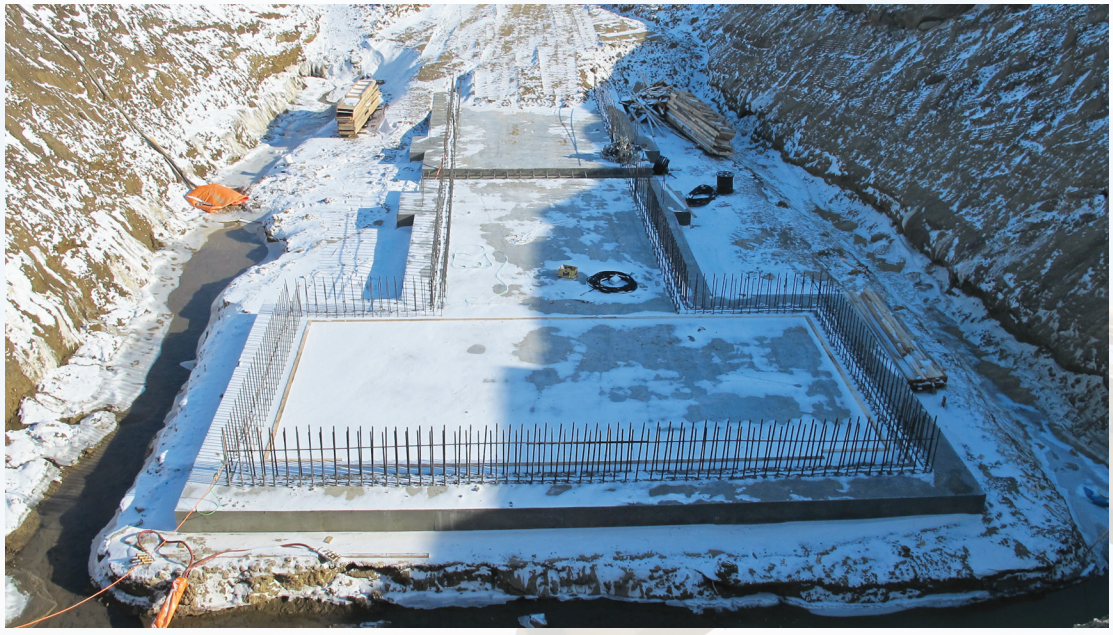
North Bantry canal rehabilitation



W Tilley rehabilitation



Rolling Hills Reservoir pump station foundation



Maintenance of Irrigation Works As of End of 2010 Water Delivery Season

Maintenance Item	2006	2007	2008	2009	2010	Average
Canal cleaning, bank leveling and seeding	15 km	10 km	12 km	7 km	5 km	9.8 km
Drain cleaning, bank leveling and seeding	17 km	24 km	18 km	9 km	15 km	16.6 km
Drain and canal clipping	104 km	139 km	130 km	114 km	135 km	124.4 km
Gravel armour placed on canal side slopes	4.2 km	3.2 km	1 km	1 km	0 km	1.88 km
Gravel placed on canal banks	56 km	26 km	76 km	20 km	36 km	42.8 km
Canals fenced	12 km	5 km	4 km	6 km	1 km	5.6 km
Chemical weed control on canal banks	1,495 km	1,646 km	1,476 km	1,345 km	1,452 km	1482.8 km
Mowing of canal banks	460 km	510 km	590 km	460 km	620 km	528.0 km
Canal liner installed	0 km	2 km	0 km	0 km	0 km	0.4 km
Road crossing repairs and replacements	15	17	4	14	10	12.0
Replacement of farm turnouts	5	7	8	15	5	8.0
Flood well to riser conversion (on pipelines)	21	23	21	23	16	20.8

Maintenance Cost	2006	2007	2008 (9 months)	2009	2010	Average
Heavy equipment	\$1,336,480	\$1,091,775	\$954,114	\$906,685	\$1,214,221	\$1,100,655
Labour	\$	\$681,863	\$586,281	\$878,219	\$894,995	\$760,340
Materials (culverts, gates, fence posts, etc.)	\$	\$237,224	\$216,157	\$375,041	\$177,450	\$251,468
Chemical for broad leaf weed control	\$	\$63,396	\$65,239	\$64,871	\$64,445	\$64,488
Vehicles	\$	\$187,200	\$140,400	\$180,000	\$232,462	\$185,016
Repairs to pump stations and control structures	\$	\$68,472	\$102,542	\$209,443	\$216,299	\$149,189
Maintenance of buildings and grounds	\$	\$35,736	\$11,546	\$20,070	\$37,813	\$26,291
Total Costs:	\$2,010,532	\$2,365,666	\$2,076,279	\$2,634,329	\$2,837,685	\$2,384,898

Rolling Hills Reservoir pump station construction



Ivan Friesen,
Engineering Manager



2010 Rehabilitation

The District continued an aggressive rehabilitation plan with the trend over the last couple of years of focusing on earthwork and drainage infrastructure, while still maintaining a pipelining program, albeit scaled back from years past. 13 large scale projects were completed in 2010 and 12 new projects are being constructed in the fall 2010/spring 2011 construction period. The District called 3 tenders and the remaining projects are being constructed with District equipment and crews. Our outlook for the 2011 rehabilitation plan will be to continue the trend of the last couple of years.

Irrigation Rehabilitation Program (IRP)

This is an Alberta Government sponsored program for irrigation districts in southern Alberta. It is a cost shared program based on a 75:25 cost sharing agreement.

In 2010 the Province provided \$5,685,261 (75%) and the District invested \$1,895,087 (25%). The 2010 expenditures amount to approximately \$7.874 million. The unused funds will be used in the fall 2010/spring 2011 construction period. The District completed the construction of 10 km of canal and 25 km of pipeline in the winter of 2010 and will be rehabilitating 12 km of canal and 8.5 km of pipeline in the fall 2010/spring 2011 construction period under the IRP program.

EID Capital Construction Program: 2010/2011

Project	Description
07 Secondary A Rolling Hills	7.7 km pipeline
J-06, J-07, J-08 West Bantry	6.5 km pipeline
C West Bantry	4.1 km pipeline
25 Rolling Hills	1.9 km pipeline
W Tilley	4.7 km lined canal
John Ware (Reach E)	5.5 km drain
South Bantry Drain	4.4 km drain
One Tree	0.4 km drain
Schooner Drain	6.3 km drain
Smaller Drains	various locations
Screen Cleaners	as needed

EID Capital Construction Program

Funds for this program are provided entirely from the District's Irrigation Works Reserve Fund. The 2010 expenditures amount to approximately \$10.1 million. In the spring of 2010 the District completed the installation of 9.3 km of pipeline, 9.1 km of lined canal and 10.0 km of drain rehabilitation. The fall of 2010/spring 2011 will see the construction of approximately 20.2 km of pipe, 4.7 km of lined canal, and 16.6 km of drain rehabilitation under this program.



Irrigation Rehabilitation Program (IRP)

Project	Description	Engineer	Contractor	2010 Project Cost	Total Project Cost
Spring					
Various prior year projects				(\$60,000)	
Main/North Bantry Canal	10 km canal	MPE	Richardson Brothers	\$3,265,000	\$3,604,000
F Springhill	25 km pipeline	EID	EID	\$4,479,000	\$4,517,000
Fall					
North Bantry Canal	9 km lined canal and 3 km unlined canal	MPE	Richardson Brothers	\$164,000	
Antelope Creek	Reservoir Study	MPE	-	\$26,000	
11 Rolling Hills	4.4 km pipeline	EID	EID		
05 C East Branch	4.1 km pipeline	EID	EID		
Automation					
Total:				\$7,874,000	

EID Capital Construction Program

Project	Description	Engineer	Contractor	2010 Project Cost	Total Project Cost
09-08-A Springhill	2.3 km pipeline	EID	EID	\$487,000	\$497,000
20 Rolling Hills	2.0 km pipeline	EID	EID	\$161,000	\$170,000
27 Rolling Hills	4.3 km lined canal	EID	EID	\$1,064,000	\$1,313,000
M Tilley	0.3 km lined canal	EID	EID	\$171,000	\$183,000
Bow Slope Canal	3.0 km lined canal	Due South	Mesken Contracting	\$1,182,000	\$1,246,000
17 Springhill	0.2 km pipeline	EID	EID	\$102,000	\$103,000
V Tilley	1.5 km lined canal	EID	EID	\$924,000	\$932,000
01-06 Bow Slope	1.6 km pipeline	EID	EID	\$536,000	\$547,000
Rolling Hills Spill #2	1.5 km drain	EID	EID	\$476,000	\$497,000
One Tree	5.0 km drain	EID	EID	\$965,000	\$1,005,000
Jamison Lake Drain	1.0 km drain	Due South	EID	\$367,000	\$394,000
02-A North Branch	2.7 km pipeline 2.5 km drain	EID	EID	\$476,000	\$476,000
03 Secondary A Rolling Hills	0.5 km pipeline	EID	EID	\$126,000	\$134,000
Screen Cleaners				\$197,000	\$197,000
Structure Program	Precast structures	EID	EID	\$96,000	\$96,000
Sutherland Pump Upgrades				\$60,000	\$63,000
2009/2010 Projects	Preliminary work and construction of numerous projects	EID	EID	\$1,475,000	
Land Aquisition	Legal survey and purchase of right-of-way	EID	EID	\$554,000	
Campground Construction				\$687,000	
Total:				\$10,106,000	\$7,853,000

Kevin Bridges, Assistant General
Manager, Administration



Financial Report

The Eastern Irrigation District operates under the authority of the Irrigation Districts Act (c. I-11, RSA 2000). Each year the District appoints an auditor to prepare an audit of the District's financial statements. The audit is prepared in accordance with the form and the reporting standards for not for profit organizations as recommended by the Canadian Institute of Chartered Accountants.

The auditor reports to the Board of Directors. A copy of the District's financial statements and the auditors' report are subsequently provided to the Irrigation Council as required under the Irrigation Districts Act.



Rolling Hills Reservoir Campground beach area



BEVAN, HALBERT, GERRARD and MOSSEY

CHARTERED ACCOUNTANTS

PARTNERS

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J.T. (Jack) Gerrard, CA*
Tyler W Mossey, CA*
Carrie J. Rooke, CA*

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Robbie F. Hodgson, CA
Thomas A. (Andy) Rice, CGA
Vanda L. Marcy, CGA
John H. Musgrove, CGA

* denotes professional corporation

Auditors' Report

**To: The Board of Directors of
the Eastern Irrigation District**

We have audited the balance sheet of the Eastern Irrigation District as at September 30, 2010 and the statements of operations and changes in fund balances and cash flows for the year then ended. These financial statements are the responsibility of the Eastern Irrigation District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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 Eastern Irrigation District as at September 30, 2010 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.



Brooks, Alberta
February 15, 2011

Bevan, Halbert, Gerrard and Mossey
Chartered Accountants

Auditors' Report



Eastern Irrigation District Balance sheet As At September 30, 2010

	General Fund	Irrigation Works Fund	2010 Total	2009 Total
ASSETS				
Current				
Cash	\$4,969,721	\$4,070,731	\$9,040,452	\$4,022,563
Short term deposits (Note 4)	2,356,011	2,615,325	4,971,336	17,359,859
Accounts receivable (Note 5)	1,540,420	711,236	2,251,656	2,607,576
Materials and supplies	1,212,913	0	1,212,913	1,340,698
Prepaid expenses	392,597	0	392,597	480,792
	10,471,662	7,397,292	17,868,954	25,811,488
Accounts receivable (Note 5)	0	3,665,025	3,665,025	2,820,898
Investments (Note 6)	3,229,916	54,105,972	57,335,888	43,046,654
Trust funds held (Note 14)	265,735	0	265,735	100,042
	13,967,313	65,168,289	79,135,602	71,779,082
Property and Equipment (Note 7)				
Buildings and equipment, net	9,608,543	1,521,468	11,130,011	11,024,363
Irrigation works, net	0	305,373,946	305,373,946	299,101,988
Land (Note 2)	0	1,460,956	1,460,956	1,242,491
	9,608,543	308,356,370	317,964,913	311,368,842
	\$23,575,856	\$373,524,659	\$397,100,515	\$383,147,924
LIABILITIES				
Current				
Accounts payable	\$1,782,986	\$708,363	\$2,491,349	\$1,712,664
Unearned revenue (Note 2)	11,799,538	313,732	12,113,270	11,316,387
	13,582,524	1,022,095	14,604,619	13,029,051
Trust funds held (Note 14)	265,735	0	265,735	100,042
Provision for gravel pit closure and post closure (Note 15)	0	593,044	593,044	496,063
Unearned revenue (Note 2)	0	1,709,260	1,709,260	1,986,171
Deferred grants and contributions, net (Note 7)	57,293	119,473,764	119,531,057	119,289,695
	13,905,552	122,798,163	136,703,715	134,901,022
Uncompleted contract commitments (Note 16)				
Contingency (Note 17)				
FUND BALANCES				
Invested in property and equipment (Notes 7 & 8)	9,551,250	188,882,606	198,433,856	192,079,147
Unrestricted (Note 8)	0	0	0	0
Internally restricted, to be used for future community pasture development (Notes 2 & 8)	119,054	0	119,054	111,254
Internally restricted, to be used for future irrigation works additions (Notes 2 & 8)	0	48,570,386	48,570,386	42,665,921
Externally restricted by the Province of Alberta, to be used for future irrigation works additions (Notes 2 & 8)	0	13,273,504	13,273,504	13,390,580
	9,670,304	250,726,496	260,396,800	248,246,902
	\$23,575,856	\$373,524,659	\$397,100,515	\$383,147,924



	General Fund	Irrigation Works Fund	2010 Total	2009 Total
REVENUE				
WATER EARNINGS				
Oil and gas drilling water	\$471,400	\$0	\$471,400	\$907,015
Water conveyance agreements	419,062	0	419,062	460,091
Penalties	1,690	0	1,690	2,092
Irrigation rates (Note 9)	0	0	0	0
	892,152	0	892,152	1,369,198
Less discounts allowed	(51,400)	0	(51,400)	(67,115)
	840,752	0	840,752	1,302,083
LEASE REVENUE AND COMPENSATION				
Oil and gas well leases	19,003,029	0	19,003,029	17,894,232
Right of entry and initial consideration	1,402,373	0	1,402,373	1,985,190
Oil and gas administration fees	51,000	0	51,000	50,250
Community grazing leases	965,168	0	965,168	975,007
Irrigated leases	210,897	0	210,897	149,629
Private grazing leases	170,363	0	170,363	304,666
Other lease revenues	92,502	0	92,502	82,450
OTHER REVENUE				
Amortization of deferred grants and contributions	0	5,434,416	5,434,416	5,299,678
Investment income	91,806	1,941,565	2,033,371	2,332,547
Adjust investments to market value (Notes 2 & 6)	0	78,077	78,077	1,416,082
Capital asset charges, net	0	2,021,320	2,021,320	904,750
Gain (loss) on sale of land, equipment and buildings	(214,205)	1,048,593	834,388	206,258
Gravel royalties and miscellaneous	0	41,879	41,879	23,337
	22,613,685	10,565,850	33,179,535	32,926,159
EXPENSES				
Amortization of irrigation works and buildings	0	11,863,250	11,863,250	11,384,056
Operations and administration (Schedule 1)	6,860,218	0	6,860,218	6,231,206
Community grazing expenses (Note 10)	836,636	0	836,636	905,235
	7,696,854	11,863,250	19,560,104	18,520,497
Revenue over expenses (Deficiency), before special projects	14,916,831	(1,297,400)	13,619,431	14,405,662
Special projects, net (Note 12)	(951,497)	0	(951,497)	(154,631)
EIDNet, net (Note 13)	(518,036)	0	(518,036)	(386,373)
REVENUE OVER EXPENSES (DEFICIENCY)	13,447,298	(1,297,400)	12,149,898	13,864,658
TRANSFER TO IRRIGATION WORKS FUND	(13,290,216)	13,290,216	0	0
FUND BALANCES, BEGINNING OF YEAR	9,513,222	238,733,680	248,246,902	234,382,244
FUND BALANCES, END OF YEAR	\$9,670,304	\$250,726,496	\$260,396,800	\$248,246,902

Eastern Irrigation District

Statement of operations and changes in fund balances

For The Year Ended September 30, 2010



Eastern Irrigation District Statement of cash flows For The Year Ended September 30, 2010

	General Fund	Irrigation Works Fund	2010 Total	2009 Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Revenue from water operations	\$840,752	\$0	\$840,752	\$1,302,083
Compensation from oil and gas operations	20,456,402	0	20,456,402	19,929,672
Revenue from lease operations	1,438,930	0	1,438,930	1,502,596
Capital asset charges, net	0	2,021,320	2,021,320	904,750
Cash receipts from gravel royalties and miscellaneous	0	41,879	41,879	23,337
Operations and administration expenses (Schedule 1)	(6,860,218)	0	(6,860,218)	(6,222,050)
Community grazing expenses	(836,636)	0	(836,636)	(905,235)
Add: Amortization in expenses, not using cash	1,172,514	0	1,172,514	1,212,797
Net cash expenditure on special projects (Note 12)	(951,497)	0	(951,497)	(154,631)
Net cash expenditure on EIDNet	(309,907)	0	(309,907)	(280,225)
Investment income received	91,806	1,941,565	2,033,371	2,332,547
Change in non-cash current assets and liabilities	2,047,411	(331,371)	1,716,040	386,298
	17,089,557	3,673,393	20,762,950	20,031,939
CASH FLOWS USED IN FINANCING AND INVESTING ACTIVITIES				
Grants from Province of Alberta	0	5,685,261	5,685,261	8,593,122
Proceeds on sale of land, buildings and equipment	428,597	1,052,439	1,481,036	310,156
Purchase of land, buildings and equipment	(1,751,209)	(343,708)	(2,094,917)	(3,068,835)
Pasture development and reseeded (Note 11)	(421,519)	0	(421,519)	(319,294)
Expenditures on irrigation works (Note 7)	0	(17,979,661)	(17,979,661)	(24,398,983)
Change in non current accounts receivable	0	(844,127)	(844,127)	(417,681)
Change in irrigation works unearned revenue	0	(130,941)	(130,941)	(98,184)
Proceeds on sale of investments	0	11,917,686	11,917,686	7,615,798
Purchase of investments	(3,229,915)	(22,898,927)	(26,128,842)	(9,625,798)
Change in provision for gravel pit closure and post closure (Note 15)	0	96,981	96,981	59,713
Change in irrigation works accounts payable	0	285,459	285,459	(899,433)
	(4,974,046)	(23,159,538)	(28,133,584)	(22,249,419)
NET INCREASE (DECREASE) IN CASH	12,115,511	(19,486,145)	(7,370,634)	(2,217,480)
Cash, beginning of year	8,500,437	12,881,985	21,382,422	23,599,902
Transfer from general fund	(13,290,216)	13,290,216	0	0
CASH, END OF YEAR	\$7,325,732	\$6,686,056	\$14,011,788	\$21,382,422
Cash is comprised of:				
Cash	\$4,969,721	\$4,070,731	\$9,040,452	\$4,022,563
Short term deposits	2,356,011	2,615,325	4,971,336	17,359,859
	\$7,325,732	\$6,686,056	\$14,011,788	\$21,382,422



1. Purpose of the Organization

The Eastern Irrigation District is charged with the responsibility of efficient and economical distribution of water to users in the District and operates as a not-for-profit organization under the Irrigation Districts Act, Chapter I - 11, Revised Statutes of Alberta 2000.

2. Accounting Policies

The financial statements have been prepared in accordance with the restricted method of fund accounting. Significant accounting policies include:

Fund Accounting

The activities of the District have been disclosed as two distinct funds - the General Fund and the Irrigation Works Fund:

General Fund - Discloses the water management and delivery operations, EIDNet operations and land lease operations of the District, as well as certain special projects as designated by the Board of Directors from time to time. The general fund includes management of equipment and personnel, the costs of which are billed to the irrigation works fund to the extent they relate to construction activities.

Irrigation Works Fund - Discloses receipts and expenditures for new irrigation works and interest earned on such monies. Costs incurred in constructing new irrigation works and in replacing and rehabilitating existing structures are provided for from this fund. The Province of Alberta contributes to this fund 75% of the expenditures on projects approved by the Irrigation Council.

Use of Estimates

The preparation of the financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the year. By their nature, these estimates are subject to measurement uncertainty and the effect on the financial statements of changes in such estimates in future years could be significant. Significant areas requiring use of management estimates relate to the useful lives of assets for amortization purposes, provision for gravel pit closure and post closure costs and the amount of allowance required for uncollectible accounts receivable.

Revenue Recognition

Restricted contributions related to general operations are recognized as revenue of the General Fund in the year in which the related expenses are incurred. All other restricted contributions are recognized as revenue of the appropriate restricted fund.

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.

Property and Equipment

Property and equipment are recorded at cost. Amortization of buildings and equipment is provided using the declining balance method (except for grazing pasture reseeding which uses the straight-line method) at rates intended to amortize the cost of these assets over their estimated useful lives. The annual rates are as follows:

Computer and radio equipment	25%
Mobile equipment	20%
Agricultural equipment	15%
Buildings	10%
Other equipment	10%
Grazing pasture and reseeding	7%

Irrigation works assets are recorded at cost to the District. Additions to irrigation works are capitalized only if the cost of the individual project exceeds \$10,000. Items capitalized include the cost of easements and rights of way purchased. Irrigation works are amortized on a straight-line basis over their estimated average useful lives of 40 years.

Land

Land is recorded at cost to the District. Approximately 574,000 acres of land that were transferred from the Canadian Pacific Railway Company in 1935 are recorded at zero cost.

Materials and Supplies

Materials and supplies are carried at the lower of cost and net realizable value with cost being determined on a first-in, first-out basis.





2. Accounting Policies (continued)

Financial Instruments

The District's financial instruments consist of cash, short term deposits, accounts receivable, investments and accounts payable. The carrying amounts of these instruments approximates their fair value. It is management's opinion that the District is not exposed to significant interest, currency or credit risks arising from these financial instruments.

The District's financial assets and liabilities are generally classified and measured as follows:

Cash	Held for trading	Fair Value
Short term deposits	Held for trading	Fair Value
Investments	Held for trading	Fair Value
Accounts receivable	Loans and receivables	Amortized cost
Accounts Payable	Other liabilities	Amortized cost
Other accrued liabilities	Other liabilities	Amortized cost

Unearned Revenue

Annual compensation related to oil and gas well leases is charged to the lessee at the beginning of each lease year. These monies are recognized as revenue on a straight-line basis over the succeeding twelve months. At year-end, the unamortized portion of such leases is reflected on the balance sheet as unearned revenue.

The outstanding balance from land sale agreements is reflected on the balance sheet as unearned revenue. Land sale revenue is recognized in the period in which the payment is received.

Pension Plan

The District is a member of the Local Authorities Pension Plan, a multi-employer defined benefit pension plan. This Plan is accounted for by the defined contribution method.

Deferred Grants and Contributions

Grants and contributions from third parties received to finance construction of irrigation works and the EIDNet towers and sector radios are deferred and amortized to income on the same basis as the irrigation works and the EIDNet assets to which they relate. Amortization of deferred grants related to irrigation works is provided on a straight-line basis over a 40 year period. Amortization of deferred grants related to EIDNet assets is provided using the declining balance method (sector radios at 25%; towers at 10%).

Gravel Pit Closure and Post Closure Liability

Pursuant to the Alberta Environmental Protection and Enhancement Act, the District is required to fund the closure of its gravel pits and provide for post closure care. Closure and post closure activities include contouring the site, replacing the soil, re-establishing vegetation and submitting the final reclamation report. The accrued liability is based on an estimate of future costs.

Internally Restricted Net Assets

The future use of a portion of the District's net assets has been restricted by the Board of Directors. Monies have been allocated to the following areas:

- Irrigation works additions - monies to be used for future irrigation works additions and rehabilitation, including the District's 25% commitment to Province of Alberta Cost Share Projects.
- Community pasture development - monies to be used for future improvements or expansion of community grazing pastures.

Externally Restricted Net Assets

Funds received from the Province of Alberta must be used for specific cost share irrigation projects. These monies and interest earned on their investment are disclosed separately as externally restricted net assets.

3. Local Authorities Pension Plan

Employees of the District participate in the Local Authorities Pension Plan (LAPP), which is covered by the Public Sector Pension Plans Act. The Plan serves about 199,849 people and 418 employers. It is financed by employer and employee contributions and investment earnings of the LAPP fund. The District is required to make current service contributions to the Plan of 9.06% of pensionable earnings up to the Canada Pension Plan's Maximum Pensionable Earnings and 12.53% for the excess. Total current service contributions by the District to the Local Authorities Pension Plan in 2010 were \$522,489 (2009 - \$462,782). Total current service contributions by the employees of the District to the Local Authorities Pension Plan in 2010 were \$471,644 (2009 - \$414,417). At December 31, 2009, the Plan disclosed an actuarial deficiency of \$4.0 billion (December 31, 2008 - \$4.4 billion).

4. Short Term Deposits

Short term deposits maturing in the next 90 days include GICs and term deposits at interest rates varying from 0.80% to 1.34% (2009 - 0.86% to 2.35%). At year end these deposits have an average annual interest rate of 1.08% and will mature within the next 90 days.

5. Accounts Receivable

Accounts receivable consist of:

	2010	2009
Reclassification agreements	\$2,251,912	\$1,024,273
Property and equipment	2,120,647	2,158,640
Lease rentals and seismic	1,123,026	1,138,803
Water conveyance agreements	221,348	236,287
Sundry Debtors	149,494	782,085
Water rates and charges	70,350	107,630
Gravel and dirt	3,701	17,850
Less: Allowance for doubtful accounts	(23,797)	(37,094)
	<u>\$5,916,681</u>	<u>\$5,428,474</u>
Accounts receivable - current	\$2,251,656	\$2,607,576
Accounts receivable - non current	3,665,025	2,820,898
	<u>\$5,916,681</u>	<u>\$5,428,474</u>

6. Investments

Investments consist of:

	2010	2009
Term Deposits	\$30,297,061	\$13,379,538
Provincial Utility Bonds	16,010,738	15,317,245
Corporate Bonds	7,153,696	6,920,448
Provincial Government Bonds	3,777,000	7,334,408
Chinook Credit Union Ltd. - patronage account	97,393	95,015
	<u>\$57,335,888</u>	<u>\$43,046,654</u>
Approximate market value at September 30	<u>\$57,335,888</u>	<u>\$43,046,654</u>

The District adjusted the book value of its investments to market value on September 30, 2010.
The adjustment made was:

Date	Book Value	Market Value	Adjustment
September 30, 2010	\$57,257,811	\$57,335,888	\$78,077

Disclosure and presentation of the investments is intended to reflect the unrealized gains and losses as if the investments had been sold. The District's investments are high quality bonds and term deposits that, if held to maturity, will be redeemed at face value and will return the yield that was locked in at the time of purchase.



Notes to the financial statements

Eastern Irrigation District
September 30, 2010



7 Property and Equipment

	Cost	Accumulated Amortization	2010 Net	2009 Net
General Fund:				
Equipment	\$15,500,323	\$7,719,557	\$7,780,766	\$7,972,450
Community pasture reseeding	2,394,824	567,047	1,827,777	1,496,294
Irrigation Works Fund:				
Buildings	6,621,638	5,100,170	1,521,468	1,555,619
Irrigation works	472,310,630	166,936,684	305,373,946	299,101,988
Land	1,460,956	0	1,460,956	1,242,491
	<u>\$498,288,371</u>	<u>\$180,323,458</u>	<u>317,964,913</u>	<u>311,368,842</u>
Deferred grants and contributions	<u>(\$218,459,082)</u>	<u>\$98,928,025</u>	<u>(119,531,057)</u>	<u>(119,289,695)</u>
Net assets invested in property and equipment			<u>\$198,433,856</u>	<u>\$192,079,147</u>
Changes in irrigation works assets, net of amortization are as follows:			2010	2009
Beginning of year			\$299,101,988	\$285,914,214
Additions to irrigation works				
District projects			9,552,195	19,229,927
Province of Alberta cost share projects			7,873,704	4,587,229
Survey costs and easements			553,762	581,827
Amortization			(11,707,703)	(11,211,209)
End of year			<u>\$305,373,946</u>	<u>\$299,101,988</u>
Changes in deferred grants and contributions, net of amortization are as follows:			2010	2009
Beginning of year			\$119,289,695	\$116,007,827
Contributions from third parties			5,685,261	8,593,122
Amortization			(5,443,899)	(5,311,254)
End of year			<u>\$119,531,057</u>	<u>\$119,289,695</u>

Current year additions to irrigation works are as follows:

	District	Province of Alberta Cost Share	2010 Total	2009 Total
External Charges:				
Materials and supplies	\$3,126,788	\$3,078,317	\$6,205,105	\$11,193,999
Equipment and other services	2,749,142	702,876	3,452,018	2,635,884
Contract services	980,617	2,182,590	3,163,207	4,735,066
Contract services - Engineering	307,271	441,722	748,993	799,122
Internal Charges:				
Equipment recovery	1,808,588	993,845	2,802,433	3,114,934
Labour recovery - Other	728,070	344,566	1,072,636	1,347,730
Labour recovery - Engineering	405,481	129,788	535,269	572,248
	<u>\$10,105,957</u>	<u>\$7,873,704</u>	<u>\$17,979,661</u>	<u>\$24,398,983</u>

8. Continuity of Fund Balances

	Invested in Property and Equipment	Unrestricted Funds	Internally Restricted Funds - Pasture Development	Internally Restricted Funds - Irrigation Works	Externally Restricted Funds - Province of Alberta	Total Fund Balances
Beginning of Year	\$192,079,147	\$0	\$111,254	\$42,665,921	\$13,390,580	\$248,246,902
Assets received from Province of Alberta	(5,685,261)	0	0	0	5,685,261	0
District contribution to cost share projects	0	0	0	(1,895,087)	1,895,087	0
Additions to property and equipment, net	19,849,448	(1,529,926)	0	(10,445,818)	(7,873,704)	0
Revenue over expenses (Deficiency) allocated	(7,809,478)	14,827,942	0	4,955,154	176,280	12,149,898
Transfer to (from) community pasture development reserve	0	(7,800)	7,800	0	0	0
Transfer to irrigation works fund from operations	0	(13,290,216)	0	13,290,216	0	0
End of year	\$198,433,856	\$0	\$119,054	\$48,570,386	\$13,273,504	\$260,396,800

The Board of Directors has authorized the transfer of \$13,290,216 from current year operations to internally restricted funds to be used for future irrigation works additions and \$7,800 for community pasture development. As well, authorization was given to use \$1,895,087 of internally restricted funds to pay for the District's 25% share of Province of Alberta cost share projects.

9. Irrigation Rates

Irrigation rates consist of:

	2010	2009
283,579 Acres at \$0 per acre	\$0	\$0
6,850 Acres at \$0 per acre terminable	0	0
Minimum parcel rates and adjustments	0	0
	\$0	\$0

10. Community Grazing Expenses

Community grazing expenses consist of:

	2010	2009
Fences	\$183,113	\$278,026
Amortization of equipment and reseeded pastures	153,638	146,634
Property taxes	146,824	146,502
Water	133,662	117,641
Pasture management fees	90,770	85,000
Irrigated pastures	65,983	79,667
Fire guards	51,480	31,872
Swing fields and miscellaneous	11,166	19,893
	\$836,636	\$905,235



11. Community Grazing Property and Equipment Expenditures

Property and equipment expenditures include:

Pasture development and reseeded

2010	2009
\$421,519	\$319,294
\$421,519	\$319,294

12. Special Projects

Revenue:

Rolling Hills Reservoir Campground

2010	2009
\$174,327	\$174,427

Expenses:

Rolling Hills Reservoir Campground

Environmental remediation - old truck shop property

Fire department donations

Farm improvement program

EID's 75th anniversary

Partners in Habitat Development

Brooks fire/rescue boat

(152,840)	(142,080)
(362,231)	(16,978)
(225,000)	0
(175,640)	0
(110,113)	0
(100,000)	(100,000)
0	(70,000)

Deficiency:

(\$951,497)	(\$154,631)
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Subsequent to year end an additional \$374,707 was spent to substantially complete the environmental remediation of the old truck shop property.

13. EIDNet

Revenue:

Wireless subscription revenue

Customer installation fees

Amortization of deferred grant

Dial-up subscription and operating revenue

Total Revenue

2010	2009
\$422,793	\$405,634
33,684	75,453
9,483	11,576
0	2,414
465,960	495,077

Expenses:

Wages and operating costs

Amortization

Customer installation expenses

Telecommunications and bandwidth

Total Expenses

(440,996)	(357,508)
(217,612)	(117,724)
(170,591)	(199,258)
(154,797)	(206,960)
(983,996)	(881,450)

Deficiency

(\$518,036)	(386,373)
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14. Trust Funds Held

Trust funds held include \$53,932 (2009 - \$60,249) in the Carl Anderson fund plus \$211,803 (2009 - \$39,793) for the Partners in Habitat Development Program. The Carl Anderson fund's principal and annual interest earnings will be disbursed to local libraries over 10 years beginning in 2008 and ending in 2017. The District manages and administers habitat development work for the Partners in Habitat Development Program and the funds held will be spent on that program.



15. Provision for Gravel Pit Closure and Post Closure

	2010	2009
Beginning of year	\$496,063	\$436,350
Contributions	98,031	91,830
Reclamation activities	(1,050)	(32,117)
End of Year	<u>\$593,044</u>	<u>\$496,063</u>

16. Uncompleted Contract Commitments

The District has commitments in an estimated amount of \$5,289,023 (2009 - \$2,834,024) in respect of uncompleted work under contracts on approved projects.

17. Contingency

The District is currently party to a dispute over ownership of sand, rock and gravel resources, the results of which can not be determined.

18. Comparative Amounts

Certain of the comparative amounts presented in these financial statements have been reclassified to conform to the presentation adopted in the current year.

19. Approval of Financial Statements

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






Schedule of operations & administration expenses

For The Year Ended September 30, 2010

	Equipment Pool	Maintenance	Water Delivery	EID Land Administration	Administration and General	2010 Total	2009 Total
Salaries and benefits							
Salaries	\$1,626,648	\$914,359	\$1,270,045	\$299,995	\$1,060,709	\$5,171,756	\$5,254,785
Pension plans	195,660	65,610	192,011	50,658	168,095	672,034	614,774
Group insurance	70,185	23,171	70,377	17,407	55,381	236,521	225,663
Employment insurance and WCB	47,157	15,088	44,466	16,381	33,850	156,942	145,509
Equipment							
Heavy equipment expense	1,108,263	0	0	0	0	1,108,263	1,157,081
Amortization of equipment	945,335	0	0	0	73,541	1,018,876	1,066,162
Vehicle expense (recovery), net	(282,796)	232,748	405,400	88,314	64,023	507,689	492,324
Equipment rent (recovery), net	(890,325)	1,214,220	9,281	0	0	333,176	191,077
Other							
Irrigation pumps and structures	0	245,140	174,602	0	0	419,742	375,947
Materials and supplies	84,822	230,640	72,456	0	0	387,918	544,017
Buildings and grounds	87,208	23,361	70,959	0	85,253	266,781	210,351
Insurance	138,182	8,661	32,720	0	51,756	231,319	228,905
Office supplies and maintenance	0	0	0	18,000	146,573	164,573	180,612
Advertising and promotion	0	0	0	2,235	115,408	117,643	104,615
Directors per diems and CPP	0	0	0	0	103,792	103,792	100,360
Shop supplies and small tools	81,559	5,602	0	0	0	87,161	101,138
Professional fees	0	0	0	3,512	68,035	71,547	95,732
Telephone	12,126	5,791	25,854	4,363	23,413	71,547	74,858
Association fees	0	0	0	0	60,620	60,620	59,384
Miscellaneous and freight	444	5,653	3,797	10,906	26,172	46,972	46,124
Directors expenses	0	0	0	0	38,262	38,262	40,868
Private and irrigated leases	0	0	0	17,165	0	17,165	9,156
Travel	0	0	975	636	11,113	12,724	9,775
Water quality testing	0	0	0	0	0	0	0
Total expenses	3,224,468	2,990,044	2,372,943	529,572	2,185,996	11,303,023	11,339,217
Less: Recovery from capital construction	(3,052,706)	(152,359)	(635,705)	(17,719)	(584,316)	(4,442,805)	(5,108,011)
	\$171,762	\$2,837,685	\$1,737,238	\$511,853	\$1,601,680	\$6,860,218	\$6,231,206

Eastern Irrigation District
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