THE CORPORATION OF THE VILLAGE

OF SOUTH RIVER

**By-law 7-2012**

***Being a By-law to authorize the use of Public Sector Accounting Board (PSAB) Standards for the South River Power Generation Corporation.***

Whereas the Public Sector Accounting Board (“PSAB”) issues standards and guidance with respect to matters of accounting in the public sector ; and

Whereas the  South River Power Generation Corporation (“the Corporation”) meets the definition of a government business enterprise under Canadian public sector accounting standards; and

Whereas, for purposes of their financial reporting, government business enterprises should adhere to the standards applicable to publicly accountable enterprises in the CICA Handbook – Accounting ; and

Whereas the CICA Handbook – Accounting specifies that publicly accountable enterprises, other than pension plans and other entities within the scope of [Part IV](http://nxt/nxt/gateway.dll?f=id$id=CICAHB%3Ar%3Abcc5$cid=CICAHB$t=document-frame.htm$an=JD_AccountingHandbook-PartIV$3.0#JD_AccountingHandbook-PartIV) of the Handbook, apply the International Financial Reporting Standards (“IFRS”) in [Part I](http://nxt/nxt/gateway.dll?f=id$id=CICAHB%3Ar%3A47$cid=CICAHB$t=document-frame.htm$an=JD_AccountingHandbook-PartI$3.0#JD_AccountingHandbook-PartI) of the Handbook ; and

Whereas the Corporation of the Village of South River (“the Village”) is the sole shareholder of the Corporation; and

Whereas the Village is the primary user of the Corporation’s financial statements; and

Whereas the Village considers Canadian public sector accounting standards as an acceptable special purpose financial reporting framework to meet its financial information needs as it relates to the preparation of the Corporation’s financial statements; now

Therefore, The Village of South River does hereby direct the Corporation to prepare its financial statements, for fiscal years commencing on or after January 1, 2011, in accordance with Canadian public sector accounting standards.

This by-law shall take effect upon third and final reading.

READ A FIRST, SECOND, THIRD TIME AND FINALLY PASSED THIS 26th DAY OF MARCH, 2012.

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Mayor, Jim Coleman

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Clerk-Administrator, Susan L. Arnold