

RESORT VILLAGE OF SHIELDS

Auditor's Report

Financial Statements

December 31, 2021

MANAGEMENT'S RESPONSIBILITY



To the Ratepayers of
Resort Village of Shields:

Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. The preparation of the statements necessarily includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgments and estimates by management is required.

In discharging its responsibilities for the integrity and fair presentation of the financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately recorded, that assets are properly accounted for and safeguarded, and that financial records are properly maintained to provide reliable information for the preparation of the financial statements.

The Council is composed of elected officials who are not employees of the Village. The Council is responsible for overseeing management in the performance of its financial reporting responsibilities. The Council fulfils these responsibilities by reviewing the financial information prepared by the administration and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the Village's external auditors.

Jensen Stromberg Chartered Professional Accountants, an independent firm of Chartered Professional Accountants, is appointed by the Council to audit the financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Council and administration to discuss their audit findings.

 _____ Mayor	 _____ Administrator
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INDEPENDENT AUDITOR'S REPORT

To the **Mayor** and Council of **Resort Village of Shields**

Report on the Financial Statements

Opinion

We have audited the financial statements of **Resort Village of Shields**, which comprise the statement of financial position as at **December 31, 2021** and the statements of financial activities, changes in net financial assets, and changes in financial position for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements, present fairly, in all material respects, the financial position of the Village as at **December 31, 2021** and its financial performance and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

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

Other Matters

The financial statements of **Resort Village of Shields** for the year ended December 31, 2020 were audited by another auditor who expressed an unqualified opinion on those statements on February 3, 2021.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian public sector accounting standards, 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 Village's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and the use of the going concern basis of accounting unless management either intends to liquidate the Village or cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Village's financial reporting process.

Auditor's Responsibility for the Audit of the Financial Statements

Our 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 our 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, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- 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 our 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 Village'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 Village's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements, or if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Village 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.

We 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 we identify during our audit.



Saskatoon, Saskatchewan
June 15, 2022

Chartered Professional Accountants

RESORT VILLAGE OF SHIELDS

Statement 1

STATEMENT OF FINANCIAL POSITION

December 31, 2021
with comparative figures for 2020

	<u>2021</u>	<u>2020</u> Restated (Note 10)
<u>ASSETS</u>		
Financial assets:		
Cash and temporary investments (Note 2)	\$ 926,307	752,145
Taxes receivable - Municipal (Note 3)	24,858	23,684
Other accounts receivable (Note 4)	72,178	72,180
Land for re-sale (Note 5)	251,614	272,581
Long-term investments	-	-
Debt charges recoverable	-	-
Other	-	-
Total financial assets	1,274,957	1,120,590
<u>LIABILITIES</u>		
Bank indebtedness	-	-
Accounts payable	10,445	18,865
Accrued liabilities payable	-	-
Deposits	73,500	71,700
Deferred revenue	-	-
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	5,192	5,192
Long-term debt (Note 6)	162,169	190,704
Lease obligations	-	-
Total liabilities	251,306	286,461
NET FINANCIAL ASSETS (DEBT)	1,023,651	834,129
Non-financial assets:		
Tangible capital assets (Schedule 6, 7)	4,586,104	4,627,305
Prepaid and deferred charges	7,457	4,472
Stock and supplies	-	-
Total non-financial assets	4,593,561	4,631,777
Accumulated surplus (Schedule 8)	\$ 5,617,212	5,465,906

APPROVED ON BEHALF OF COUNCIL:

Mayor

Councillor

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS

Statement 2

STATEMENT OF FINANCIAL ACTIVITIES

Year ended December 31, 2021
with comparative figures for 2020

		<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u> <u>Restated</u> <u>(Note 10)</u>
Revenues:				
Taxes and other unconditional revenue	(Schedule 1)	\$ 451,083	445,465	449,805
Fees and charges	(Schedule 4, 5)	287,190	324,292	312,823
Conditional grants	(Schedule 4, 5)	4,704	11,115	8,617
Tangible capital asset sales - gain (loss)	(Schedule 4, 5)	-	1,453	-
Land sales - gain (loss)	(Schedule 4, 5)	-	126,933	-
Investment income and commissions	(Schedule 4, 5)	1,500	1,461	4,741
Restructurings	(Schedule 4, 5)	-	-	-
Other revenues	(Schedule 4, 5)	-	4,231	25,149
Total Revenues		<u>744,477</u>	<u>914,950</u>	<u>801,135</u>
Expenditures:				
General government services	(Schedule 3)	163,481	149,760	126,435
Protective services	(Schedule 3)	37,171	35,938	39,644
Transportation services	(Schedule 3)	225,232	193,805	213,428
Environmental and public health services	(Schedule 3)	46,540	44,487	46,084
Planning and development services	(Schedule 3)	7,000	9,945	3,485
Recreation and cultural services	(Schedule 3)	93,305	93,092	93,670
Utility services	(Schedule 3)	239,759	271,710	277,566
Restructurings	(Schedule 3)	-	-	-
Total Expenditures		<u>812,488</u>	<u>798,737</u>	<u>800,312</u>
Surplus (deficit) of revenues over expenditures before other capital contributions		<u>(68,011)</u>	<u>116,213</u>	<u>823</u>
Provincial/Federal capital grants and contributions	(Schedule 4, 5)	<u>8,496</u>	<u>35,093</u>	<u>66,882</u>
Surplus (deficit) of revenues over expenditures		(59,515)	151,306	67,705
Accumulated surplus (deficit), beginning of year		<u>5,465,906</u>	<u>5,465,906</u>	<u>5,398,201</u>
Accumulated surplus (deficit), end of year		<u>\$ 5,406,391</u>	<u>5,617,212</u>	<u>5,465,906</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS

Statement 3

STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u> Restated (Note 10)
Surplus (deficit)	\$ <u>(59,515)</u>	<u>151,306</u>	<u>67,705</u>
(Acquisition) of tangible capital assets	-	(85,443)	(182,657)
Amortization of tangible capital assets	-	124,247	121,260
Proceeds on disposal of tangible capital assets	-	3,850	-
Loss (gain) on disposal of tangible capital assets	-	(1,453)	-
Transfer of assets/liabilities in restructuring transactions	<u>-</u>	<u>-</u>	<u>-</u>
Surplus (deficit) of capital expenses over expenditures	<u>-</u>	<u>41,201</u>	<u>(61,397)</u>
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expenses	-	(3,056)	(4,472)
Consumption of supplies inventories	-	-	-
Use of prepaid expenses	<u>-</u>	<u>71</u>	<u>33</u>
Surplus (deficit) of expenses of other non-financial over expenditures	<u>-</u>	<u>(2,985)</u>	<u>(4,439)</u>
Increase (decrease) in Net Financial Assets	(59,515)	189,522	1,869
Net Financial Assets (Debt) - Beginning of the year	<u>834,129</u>	<u>834,129</u>	<u>832,260</u>
Net Financial Assets (Debt) - End of year	\$ <u><u>774,614</u></u>	<u><u>1,023,651</u></u>	<u><u>834,129</u></u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS

Statement 4

STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u>	<u>2020</u> Restated (Note 10)
Cash provided by (used in) the following activities:		
Operating:		
Surplus (deficit)	\$ 151,306	67,705
Amortization	124,247	121,260
Loss (gain) on disposal of tangible capital assets	<u>(1,453)</u>	<u>-</u>
	274,100	188,965
Change in assets/liabilities		
Taxes receivable - Municipal	(1,173)	(4,918)
Other accounts receivable	1	(10,206)
Land for re-sale	20,968	-
Other financial assets	-	-
Accounts and accrued liabilities payable	(8,422)	8,866
Deposits	1,800	2,050
Deferred revenue	-	-
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Stock and supplies	-	-
Prepayments and deferred charges	(2,984)	(4,439)
Other	<u>-</u>	<u>-</u>
Net cash from operations	<u>284,290</u>	<u>180,318</u>
Capital:		
Acquisition of capital assets	(85,443)	(182,657)
Proceeds from the disposal of capital assets	3,850	-
Other capital	<u>-</u>	<u>-</u>
Net cash used for capital	<u>(81,593)</u>	<u>(182,657)</u>
Investing:		
Long-term investments	-	-
Other investments	<u>-</u>	<u>-</u>
Net cash from investing	<u>-</u>	<u>-</u>
Financing activities:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	(28,535)	(27,358)
Other financing	<u>-</u>	<u>-</u>
Net cash used for financing	<u>(28,535)</u>	<u>(27,358)</u>
Increase (decrease) in cash resources	174,162	(29,697)
Cash and temporary investments, beginning of year	<u>752,145</u>	<u>781,842</u>
Cash and temporary investments, end of year (Note 2)	<u>\$ 926,307</u>	<u>752,145</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Municipality are prepared by management in accordance with the local government accounting standards established by the Public Sector Accounting Board, as recommended by the Chartered Professional Accountants of Canada. Significant aspects of the accounting policies are as follows:

(a) Basis of accounting

The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods and services and the creation of a legal obligation to pay.

(b) Reporting entity

The financial statements consolidate the assets, liabilities and flow of resources of the Village. The entity is comprised of all organizations owned or controlled by the Village and are, therefore, accountable to the Council for the administration of their financial affairs and resources.

The Dundurn and Area Wastewater Utility is significantly influenced by the Resort Village of Shields, and as such is consolidated and the financial operations and results are reflected in these statements.

Entities included in these financial statements are as follows:

Entity
Resort Village of Shields
Dundurn and Area Wastewater Utility

All inter-organizational transactions and balances have been eliminated.

(c) Collection of funds for other authorities

Collection of funds by the municipality for the school board and conservation and development authorities are collected and remitted in accordance with the relevant legislation. The amounts collected are disclosed in Note 3.

(d) Government transfers

Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return. Government transfers are recognized as either expenditures or revenues in the period that the events giving rise to the transfer occurred, as long as:

- a) the transfer is authorized;
- b) eligibility criteria have been met by the recipient; and
- c) a reasonable estimate of the amount can be made

Unearned government transfer amounts received but not earned will be recorded as deferred revenue.

Earned government transfer amounts not received will be recorded as an amount receivable.

(e) Deferred revenue - fees and charges

Certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred or services performed.

(f) Local improvement charges

Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed.

RESORT VILLAGE OF SHIELDS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(g) Net-financial assets

Net-financial assets at the end of an accounting period are the net amount of financial assets less liabilities outstanding. Financial assets represent items such as cash and those other assets on hand which could provide resources to discharge existing liabilities or finance future operations. These include realizable assets which are convertible to cash and not intended for consumption in the normal course of operations.

(h) Non-financial assets

Tangible capital and other non-financial assets are accounted for as assets by the government because they can be used to provide government services in future periods. These assets do not normally provide resources to discharge the liabilities of the government unless they are sold.

(i) Appropriated reserves

Reserves are established at the discretion of Council to designate surplus for future operating and capital transactions. Amounts designated are described on Schedule 8.

(j) Property tax revenue

Property tax revenue is based on assessments determined in accordance with Saskatchewan Legislation and the formulas, principles, and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually by Council following the guidance of the Government of Saskatchewan. Tax revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred. Requisitions operate as a flow through and are excluded from municipal revenue.

(k) Investments

Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment.

Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment.

(l) Inventories

Inventories of materials and supplies expected to be used by the municipality are valued at the lower of cost or replacement cost. Inventories of land, materials and supplies held for resale are valued at the lower of cost or net realizable value. Cost is determined by the average cost method. Net realizable value is the estimated selling price of the inventory in the ordinary course of business.

RESORT VILLAGE OF SHIELDS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(m) **Tangible capital assets**

All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Initial costs for tangible capital assets that were acquired and developed prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant inflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of the contribution. The tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The costs of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. The Village's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
<i>General Assets</i>	
Land	Indefinite
Land improvements	15 years
Buildings	40 to 45 years
Vehicles and equipment	
Vehicles	10 years
Machinery & Equipment	5 to 25 years
<i>Infrastructure Assets</i>	
Infrastructure assets	15 to 75 Years
Water and sewer	15 to 75 years
Road network assets	15 to 40 years

Government contributions: Government contributions for the acquisition of capital assets are reported as capital revenue and do not reduce the cost of the related asset.

Works of art and other unrecognized assets: Assets that have a historical or cultural significance, which include works of art, monuments and other cultural artifacts are not recognized as tangible capital assets because a reasonable estimate of future benefits associated with this property cannot be made.

Capitalization of interest: The Village does not capitalize interest incurred while a tangible capital asset is under construction.

Leases: All leases are recorded on the financial statements as either a capital or operating lease. Any lease that transfers the majority of benefits and risk associated with the leased asset is classified as a capital lease. At the inception of a capital lease, an asset and a payment obligation are recorded at an amount equal to the lesser of the present value of the minimum lease payments and the asset's fair market value. Assets under capital leases are amortized on a straight line basis, over their estimated useful lives (lease term). Any other lease not meeting the before-mentioned criteria is classified as an operating lease and rental payments are expensed as incurred.

(n) **Landfill liability**

The Resort Village of Shields does not maintain a waste disposal site.

RESORT VILLAGE OF SHIELDS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(o) Liability for contaminated sites

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all the following criteria are met:

- a) an environmental standard exists;
- b) contamination exceeds the environmental standard;
- c) the municipality:
 - i. is directly responsible; or
 - ii. accepts responsibility;
- d) it is expected that future economic benefits will be given up; and
- e) a reasonable estimate of the amount can be made.

(p) Employee benefit plans

Contributions to the municipality's defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the municipality's obligations are limited to its contributions.

(q) Measurement uncertainty

The preparation of the financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditures during the period. Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

The measurement of materials and supplies are based on estimates of volume and quality.

The 'Opening asset costs' of tangible capital assets have been estimated where actual costs were not available. Amortization is based on the estimated useful lives of tangible capital assets.

These estimates and assumptions are reviewed periodically and as adjustments become necessary, they are reported in earnings in the period in which they become known.

(r) Basis of segmentation/segment report

The Village follows the Public Sector Accounting Board's recommendations requiring financial information to be provided on a segmented basis. Village services have been segmented by grouping activities that have similar service objectives (by function). Revenues that are directly related to the costs of the function have been attributed to each segment. Interest is allocated to functions based on the purpose of specific borrowing.

These segments (functions) are as follows:

General Government: The general government segment provides for the administration of the Village.

Protective Services: Protective services is comprised of expenses for Police and Fire protection.

RESORT VILLAGE OF SHIELDS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

Transportation Services: The transportation services segment is responsible for the delivery of public works services related to the development and maintenance of roadway systems and street lighting.

Environmental and Public Health: The environmental segment provides waste disposal and other environmental services. The public health segment provides for expenses related to public health services in the Village.

Planning and Development: The planning and development segment provides for neighbourhood development and sustainability.

Recreation and Culture: The recreation and culture segment provides for community services through the provision of recreation and leisure services.

Utility Services: The utility services segment provides for the delivery of water, collecting and treating of wastewater and providing collection and disposal of solid waste.

2. CASH AND TEMPORARY INVESTMENTS

	<u>2021</u>	<u>2020</u> Restated (Note 10)
Cash	\$ 926,307	752,145
Temporary investments	<u>-</u>	<u>-</u>
	<u>\$ 926,307</u>	<u>752,145</u>

Cash and temporary investments include balances with banks, term deposits, marketable securities and short-term investments with maturities of three months or less.

RESORT VILLAGE OF SHIELDS
NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

3. TAXES AND GRANTS IN LIEU RECEIVABLE

	<u>2021</u>	<u>2020</u>
Municipal: - Current	\$ 22,004	20,203
- Arrears	<u>2,854</u>	<u>3,481</u>
	24,858	23,684
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Total municipal taxes receivable	<u>24,858</u>	<u>23,684</u>
School: - Current	7,031	13,955
- Arrears	<u>1,064</u>	<u>1,625</u>
Total school taxes receivable	<u>8,095</u>	<u>15,580</u>
Other: - Current	-	-
- Arrears	<u>-</u>	<u>-</u>
Total other collections receivable	<u>-</u>	<u>-</u>
Total taxes and grants in lieu receivable	32,953	39,264
Deduct taxes receivable to be collected on behalf of other organizations	<u>(8,095)</u>	<u>(15,580)</u>
Total taxes receivable - Municipal	<u>\$ 24,858</u>	<u>23,684</u>

4. OTHER ACCOUNTS RECEIVABLE

	<u>2021</u>	<u>2020</u> Restated (Note 10)
Federal government	\$ 8,709	16,867
Provincial government	2,170	-
Local government	10,335	-
Utility	40,093	51,808
Trade	6,247	3,184
Other	<u>4,624</u>	<u>321</u>
Total other accounts receivable	72,178	72,180
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Net other accounts receivable	<u>\$ 72,178</u>	<u>72,180</u>

5. LAND FOR RESALE

The Village has 24 unsold lots in their South subdivision at a cost of \$251,614 (2020 - \$272,581).

RESORT VILLAGE OF SHIELDS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

6. LONG-TERM DEBT

The authorized debt limit for the Village is \$665,194. The authorized debt limit for a Village is the total amount of the Village's own source revenues for the preceding year (the *Municipalities Act* section 161(1)). The incremental debt above the debt limit authorized in the *Municipalities Act* is approved by the Saskatchewan Municipal Board.

Bank loans:

	<u>2021</u>	<u>2020</u>
Royal Bank of Canada Life Insurance fixed rate term loan, payable in annual instalments of \$36,735, including interest at 4.30%.	\$ <u>162,169</u>	<u>190,704</u>

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total
2022	\$ 29,762	6,973	36,735
2023	31,042	5,694	36,736
2024	32,376	4,359	36,735
2025	33,769	5,967	39,736
2026	35,220	1,514	36,734
Thereafter	<u>-</u>	<u>-</u>	<u>-</u>
Balance	\$ <u>162,169</u>	<u>24,507</u>	<u>186,676</u>

7. PENSION PLAN

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality pension expense in 2021 was \$4,836 (2020 - \$3,373). The benefits accrued to the municipality's employees from MEPP are calculated using the following: pensionable years of service, highest average salary, and the plan accrual rate.

Based on the latest information available (December 31, 2020 Audited Financial Statements) the Municipal Employees Pension Plan had a surplus in the net assets available for benefits of \$838,900,000. This is based on the most recent actuarial valuation, completed December 31, 2019. The Village's portion of this is not readily determinable.

RESORT VILLAGE OF SHIELDS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

8. RECENT ACCOUNTING PRONOUNCEMENTS

A number of new and amended standards have been issued that may impact the Village:

Standards Effective On Or After April 1, 2022:

PS 1201 Financial Statement Presentation replaces PS 1200 with revised general reporting principles and standards of presentation and disclosure in government financial statements. Requires a new statement of re-measurement gains and losses separate from the statement of operations arising from the re-measurement of financial instruments and items denominated in foreign currencies, as well as the government's proportionate share of other comprehensive income that arises when a government includes the results of government business enterprises and partnerships. Effective in the period PS 3450 and PS 2601 are adopted.

PS 2601 Foreign Currency Translation replaces PS 2600 with revised guidance on the recognition, presentation and disclosure of transactions that are denominated in a foreign currency. Requires that monetary assets and liabilities denominated in a foreign currency and non-monetary items included in the fair value category, denominated in a foreign currency, be adjusted to reflect the exchange rates in effect at the financial statement date. Unrealized gains and losses are to be presented in the statement of re-measurement gains and losses.

PS 3041 Portfolio Investments replaces PS 3040 with revised guidance on accounting for, and presentation and disclosure of portfolio investments. Removes the distinction between temporary and portfolio investments. Upon adoption of PS 3450 and PS 3041, PS 3030, Temporary Investments, will no longer apply. Effective in the period PS 3450, PS 2601 and PS 1201 are adopted.

PS 3450 Financial Instruments is a new standard establishing guidance on the recognition, measurement, presentation and disclosure of financial instruments, including derivatives. The standard requires fair value measurement of derivatives and equity instrument that are quoted in an active market; all other financial instruments can be measured at cost/amortized cost or fair value at the election of the government. Unrealized gains and losses are presented in a new statement of re-measurement gains and losses. There is the requirement to disclose the nature and extent of risks arising from financial instruments and clarification is given for the de-recognition of financial liabilities.

PS 3280 Asset Retirement Obligations is a new standard establishing guidance on the accounting and reporting of legal obligations associated with the retirement of tangible capital assets controlled by a government or government organization. A liability for a retirement obligation can apply to tangible capital assets either in productive use or no longer in productive use. As this standard includes solid waste landfill sites active and post-closing obligations, upon adoption of this new standard, existing Solid Waste Landfill Closure and Post-Closure Liability section PS 3270 will be withdrawn.

Standards Effective On Or After April 1, 2023:

PS 3400 Revenue is a new standard establishing guidance on how to account for and report on revenue. The standard provides a framework for recognizing, measuring and reporting revenues that arise from transactions that include performance obligations and transactions that do not have performance obligations. Performance obligations are enforceable promises to provide specific goods or services to a specific payer.

The Village continues to assess the impacts of the above accounting standards. The extent of impact resulting from the adoption of these standards is not known at this time.

RESORT VILLAGE OF SHIELDS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

9. COMPARATIVE FIGURES

The prior year's comparative figures have been reclassified to conform to the current year's method of presentation.

10. CORRECTION OF AN ERROR

During the 2021 year, it was determined that several accounts had not properly been recorded in past years, and an investment in a government partnership had not been proportionately consolidated. The 2020 comparatives in the following accounts have been restated to correct this error.

	<u>Originally stated</u>	<u>Adjustment</u>	<u>Restated</u>
Cash and temporary investments	\$ 713,995	\$ 38,150	\$ 752,145
Taxes receivable	23,684	-	23,684
Other accounts receivable	71,858	322	72,180
Land for re-sale	272,581	-	272,581
Long term investments	<u>345,000</u>	<u>(345,000)</u>	<u>-</u>
Total financial assets	<u>1,427,118</u>	<u>(306,528)</u>	<u>1,120,590</u>
Accounts payable	17,317	1,548	18,865
Deposits	71,700	-	71,700
Other liabilities	5,192	-	5,192
Long term debt	190,704	-	190,704
Total liabilities	<u>284,913</u>	<u>1,548</u>	<u>286,461</u>
NET FINANCIAL ASSETS (DEBT)	<u>1,142,205</u>	<u>(304,981)</u>	<u>834,129</u>
Tangible capital assets	4,328,929	298,376	4,627,305
Prepaid and deferred charges	4,472	-	4,472
Accumulated surplus (Deficit)	<u>4,333,401</u>	<u>298,376</u>	<u>4,631,777</u>
Total revenues	855,462	12,555	868,017
Total expenditures	780,312	20,000	800,312

RESORT VILLAGE OF SHIELDS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

11. INVESTMENT IN A GOVERNMENT PARTNERSHIP

The following summarizes the financial information of the government partnership in the Dundurn and Area Wastewater Utility (DAWWU). As at December 31, 2021, the Village had a proportionate share of 18.73% of the following:

	<u>2021</u>	<u>2020</u>
Statement of Financial Position		
Cash	\$ 217,240	203,699
Accounts receivable	<u>3,493</u>	<u>1,714</u>
Total financial assets	220,733	205,413
Accounts payable and accrued liabilities	<u>8,870</u>	<u>8,263</u>
Net financial assets	<u>211,863</u>	<u>197,150</u>
Tangible capital assets	1,544,722	1,593,129
Prepaid expenses	3,614	-
Accumulated surplus	<u>1,760,199</u>	<u>1,790,279</u>
Statement of Operations		
Revenues	\$ <u>114,758</u>	<u>115,472</u>
Expenditures	85,513	96,351
Amortization of Tangible Capital Assets	59,325	58,888
Total expenditures	<u>144,838</u>	<u>155,239</u>
Current surplus (deficit)	<u>(30,080)</u>	<u>(39,767)</u>

12. BUDGET

The budget adopted by Council on April 21, 2021 was not prepared on a basis consistent with that used to report actual results. The budget was prepared on a modified accrual basis while Public Sector Accounting Standards require a full accrual basis. The budget figures expensed capital assets when purchased, in addition to showing amortization expense. As well, transfers from reserves and repayment of long-term debt are increasing current year revenue in excess of expenditures. As a result, the budget figures presented in the statements of operations and change in net financial assets include the following adjustments:

	<u>2021</u>
Budget net surplus	\$ 285
Add: Investment in tangible capital assets	1,000
Less: Transfer from reserves	(20,000)
Long-term debt repayments	<u>(40,800)</u>
Budget net deficit per statement of operations	<u>\$ (59,515)</u>

RESORT VILLAGE OF SHIELDS

SCHEDULE OF TAXES AND OTHER UNCONDITIONAL REVENUES

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u> Restated (Note 10)
TAXES			
General municipal tax levy	\$ 429,270	429,270	406,520
Abatements and adjustments	(7,475)	(8,222)	(6,900)
Discount on current year taxes	<u>(51,512)</u>	<u>(55,278)</u>	<u>(48,343)</u>
Net municipal taxes	370,283	365,770	351,277
Potash tax share	9,011	9,011	9,378
Trailer license fees	-	-	-
Penalties on tax arrears	5,151	4,046	4,743
Special tax levy	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total Taxes	<u>384,445</u>	<u>378,827</u>	<u>365,398</u>
UNCONDITIONAL GRANTS			
Revenue sharing	66,638	66,638	67,227
Organized Hamlet	-	-	-
Other (Safe restart)	<u>-</u>	<u>-</u>	<u>17,180</u>
Total Unconditional Grants	<u>66,638</u>	<u>66,638</u>	<u>84,407</u>
GRANTS IN LIEU OF TAXES			
Federal	-	-	-
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	-	-	-
Provincial - Central Services	-	-	-
Sasktel	-	-	-
Other	-	-	-
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other	-	-	-
Other Government Transfers			
S.P.C. Surcharge	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total Grants in Lieu of Taxes	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	<u>\$ 451,083</u>	<u>445,465</u>	<u>449,805</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u> <u>Restated</u> <u>(Note 10)</u>
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ -	-	-
Sales of supplies	-	-	-
Other (tax certificates and storage fees)	350	657	370
Total Fees and Charges	350	657	370
Tangible capital asset sales - gain (loss)	-	-	-
Land sales - gain (loss)	-	126,933	-
Investment income and commissions	1,500	1,461	4,741
Other (donations and Shields day income)	-	3,731	7,986
Total other segmented revenue	1,850	132,782	13,097
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	<u>1,850</u>	<u>132,782</u>	<u>13,097</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total General Government Services	<u>1,850</u>	<u>132,782</u>	<u>13,097</u>
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Other	-	-	-
Total Fees and Charges	-	-	-
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	-	-	-
Conditional Grants			
Student employment	-	-	-
Local government	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	<u>-</u>	<u>-</u>	<u>-</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Provincial Disaster Assistance	-	-	-
Local government	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Protective Services	<u>-</u>	<u>-</u>	<u>-</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u> <u>Restated</u> <u>(Note 10)</u>
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ -	-	-
Sales of supplies	-	-	-
Road Maintenance and Restoration Agreements	-	-	-
Other (rentals and storage fees)	3,500	1,750	3,000
Total Fees and Charges	3,500	1,750	3,000
Tangible capital asset sales - gain (loss)	-	1,453	-
Total other segmented revenue	3,500	3,203	3,000
Conditional Grants			
Primary Weight Corridor	-	-	-
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	<u>3,500</u>	<u>3,203</u>	<u>3,000</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
Provincial Disaster Assistance	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Transportation Services	<u>3,500</u>	<u>3,203</u>	<u>3,000</u>
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Waste and Disposal Fees	32,000	33,197	31,337
Other	-	-	-
Total Fees and Charges	32,000	33,197	31,337
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	32,000	33,197	31,337
Conditional Grants			
Student employment	-	6,048	-
TAPD	-	-	-
Local government	2,000	-	2,113
Other (Multi-Material Stewardship Western grant)	-	2,363	-
Total Conditional Grants	2,000	8,411	2,113
Total Operating	<u>34,000</u>	<u>41,608</u>	<u>33,450</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
TAPD	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Environmental and Public Health Services Services	<u>34,000</u>	<u>41,608</u>	<u>33,450</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u> <u>Restated</u> <u>(Note 10)</u>
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Maintenance and Development Charges	\$ -	-	-
Other (building permits)	-	3,188	4,880
Total Fees and Charges	-	3,188	4,880
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	-	3,188	4,880
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	3,188	4,880
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Planning and Development Services	-	3,188	4,880
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
RC-Rentals	500	875	436
Other (golf passes)	71,400	89,090	71,986
Total Fees and Charges	71,900	89,965	72,422
Tangible capital asset sales - gain (loss)	-	-	-
Other (Sport Court fund)	-	500	17,163
Total other segmented revenue	71,900	90,465	89,585
Conditional Grants			
Student Employment	-	-	-
Local government	-	-	-
Donations	-	-	3,800
Other (TIP)	2,704	2,704	2,704
Total Conditional Grants	2,704	2,704	6,504
Total Operating	74,604	93,169	96,089
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Local government	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Recreation and Cultural Services	74,604	93,169	96,089

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u> <u>Restated</u> <u>(Note 10)</u>
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Water	\$ 126,800	138,648	139,182
Sewer	50,640	56,637	59,632
Other (development fees)	2,000	250	2,000
Total Fees and Charges	179,440	195,535	200,814
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	179,440	195,535	200,814
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	<u>179,440</u>	<u>195,535</u>	<u>200,814</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	8,496	35,093	25,488
New Building Canada Fund (SCF, NRP)	-	-	-
Clean Water and Wastewater Fund	-	-	-
Provincial Disaster Assistance	-	-	-
Other (Municipal Economic Enhancement Program)	-	-	41,394
Total Capital	<u>8,496</u>	<u>35,093</u>	<u>66,882</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Utility Services	<u>187,936</u>	<u>230,628</u>	<u>267,696</u>
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	<u>\$ 301,890</u>	<u>504,578</u>	<u>418,212</u>
SUMMARY			
Total Other Segmented Revenue	\$ 288,690	458,370	342,713
Total Conditional Grants	4,704	11,115	8,617
Total Capital Grants and Contributions	8,496	35,093	66,882
Restructuring Revenue	-	-	-
TOTAL REVENUE BY FUNCTION	<u>\$ 301,890</u>	<u>504,578</u>	<u>418,212</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2021

with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u> Restated (Note 10)
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 23,200	20,345	21,688
Wages and benefits	73,380	72,000	49,876
Professional/Contractual services	54,942	45,345	46,149
Utilities	800	1,954	592
Maintenance, materials, and supplies	10,500	6,383	5,874
Grants and contributions	-	2,829	-
-operating	-	-	-
-capital	-	-	-
Amortization	227	227	227
Interest	432	677	432
Allowance for uncollectibles	-	-	-
Other (elections)	-	-	1,597
General Government Services	<u>163,481</u>	<u>149,760</u>	<u>126,435</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total General Government Services	<u>163,481</u>	<u>149,760</u>	<u>126,435</u>
PROTECTIVE SERVICES			
Police protection			
Wages and benefits	-	-	-
Professional/Contractual services	13,871	14,244	13,871
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Fire protection			
Wages and benefits	-	-	-
Professional/Contractual services	1,700	94	4,273
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions	-	-	-
-operating	21,600	21,600	21,500
-capital	-	-	-
Amortization	-	-	-
Protective Services	<u>37,171</u>	<u>35,938</u>	<u>39,644</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Protective Services	<u>37,171</u>	<u>35,938</u>	<u>39,644</u>
TRANSPORTATION SERVICES			
Wages and benefits	109,848	93,458	95,583
Professional/Contractual services	61,000	50,618	67,020
Utilities	4,000	4,620	3,941
Maintenance, materials, and supplies	15,000	17,907	16,502
Gravel	10,000	2,518	7,034
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	25,384	24,684	23,348
Interest	-	-	-
Other	-	-	-
Transportation Services	<u>225,232</u>	<u>193,805</u>	<u>213,428</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Transportation Services	<u>225,232</u>	<u>193,805</u>	<u>213,428</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2021

with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u> Restated (Note 10)
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	\$ -	-	-
Professional/Contractual services	46,040	44,267	45,712
Utilities	-	-	-
Maintenance, materials, and supplies	500	220	372
Grants and contributions	-	-	-
-operating	-	-	-
Waste disposal	-	-	-
Public Health	-	-	-
-capital	-	-	-
Waste disposal	-	-	-
Public Health	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Environmental and Public Health Services	<u>46,540</u>	<u>44,487</u>	<u>46,084</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Environmental and Public Health Services	<u>46,540</u>	<u>44,487</u>	<u>46,084</u>
PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	-	-	-
Professional/Contractual services	7,000	9,945	3,485
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Planning and Development Services	<u>7,000</u>	<u>9,945</u>	<u>3,485</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Planning and Development Services	<u>7,000</u>	<u>9,945</u>	<u>3,485</u>
RECREATION AND CULTURAL SERVICES			
Wages and benefits	30,450	28,123	29,243
Professional/Contractual services	4,600	1,437	4,946
Utilities	3,860	3,591	3,756
Maintenance, materials, and supplies	42,344	46,865	43,926
Grants and contributions	-	-	-
-operating	2,467	4,090	2,215
-capital	-	-	-
Amortization	9,584	8,986	9,584
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	-	-
Recreation and Cultural Services	<u>93,305</u>	<u>93,092</u>	<u>93,670</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Recreation and Cultural Services	<u>93,305</u>	<u>93,092</u>	<u>93,670</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2021

with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u> Restated (Note 10)
UTILITY SERVICES			
Wages and benefits	\$ 12,000	12,000	12,000
Professional/Contractual services	9,500	21,374	22,739
Utilities	100,420	90,369	88,134
Maintenance, materials, and supplies	31,100	49,417	57,215
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	78,539	90,350	88,101
Interest	8,200	8,200	9,377
Allowance for uncollectibles	-	-	-
Other	-	-	-
Utility Services	<u>239,759</u>	<u>271,710</u>	<u>277,566</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Utility Services	<u>239,759</u>	<u>271,710</u>	<u>277,566</u>
 TOTAL EXPENDITURES BY FUNCTION	 \$ <u>812,488</u>	 <u>798,737</u>	 <u>800,312</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS

Schedule 4

SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2021

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and charges	\$ 657	-	1,750	33,197	3,188	89,965	195,535	324,292
Tangible capital asset sales - Gain (loss)	-	-	1,453	-	-	-	-	1,453
Land sales - Gain (loss)	126,933	-	-	-	-	-	-	126,933
Investment income and commissions	1,461	-	-	-	-	-	-	1,461
Other revenues	3,731	-	-	-	-	500	-	4,231
Grants - Conditional	-	-	-	8,411	-	2,704	-	11,115
Grants - Capital	-	-	-	-	-	-	35,093	35,093
Restructurings	-	-	-	-	-	-	-	-
Total revenues	<u>132,782</u>	<u>-</u>	<u>3,203</u>	<u>41,608</u>	<u>3,188</u>	<u>93,169</u>	<u>230,628</u>	<u>504,578</u>
Expenses (Schedule 3)								
Wages & Benefits	92,345	-	93,458	-	-	28,123	12,000	225,926
Professional/Contractual Services	45,345	14,338	50,618	44,267	9,945	1,437	21,374	187,324
Utilities	1,954	-	4,620	-	-	3,591	90,369	100,534
Maintenance, materials and supplies	6,383	-	20,425	220	-	46,865	49,417	123,310
Grants and contributions	2,829	21,600	-	-	-	4,090	-	28,519
Amortization	227	-	24,684	-	-	8,986	90,350	124,247
Interest	677	-	-	-	-	-	8,200	8,877
Allowance for uncollectibles	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Total expenses	<u>149,760</u>	<u>35,938</u>	<u>193,805</u>	<u>44,487</u>	<u>9,945</u>	<u>93,092</u>	<u>271,710</u>	<u>798,737</u>
Surplus (deficit) by function	(16,978)	(35,938)	(190,602)	(2,879)	(6,757)	77	(41,082)	(294,159)
Taxation and other unconditional revenue (Schedule 1)								<u>445,465</u>
Net Surplus (Deficit)								<u>\$ 151,306</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS

Schedule 5

SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2020

Restated (Note 10)

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and charges	\$ 370	-	3,000	31,337	4,880	72,422	200,814	312,823
Tangible capital asset sales - Gain (loss)	-	-	-	-	-	-	-	-
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Investment income and commissions	4,741	-	-	-	-	-	-	4,741
Other revenues	7,986	-	-	-	-	17,163	-	25,149
Grants - Conditional	-	-	-	2,113	-	6,504	-	8,617
Grants - Capital	-	-	-	-	-	-	66,882	66,882
Restructurings	-	-	-	-	-	-	-	-
Total revenues	<u>13,097</u>	<u>-</u>	<u>3,000</u>	<u>33,450</u>	<u>4,880</u>	<u>96,089</u>	<u>267,696</u>	<u>418,212</u>
Expenses (Schedule 3)								
Wages & Benefits	71,564	-	95,583	-	-	29,243	12,000	208,390
Professional/Contractual Services	46,149	18,144	67,020	45,712	3,485	4,946	22,739	208,195
Utilities	592	-	3,941	-	-	3,756	88,134	96,423
Maintenance, materials and supplies	5,874	-	23,536	372	-	43,926	57,215	130,923
Grants and contributions	-	21,500	-	-	-	2,215	-	23,715
Amortization	227	-	23,348	-	-	9,584	88,101	121,260
Interest	432	-	-	-	-	-	9,377	9,809
Allowance for uncollectibles	-	-	-	-	-	-	-	-
Other	1,597	-	-	-	-	-	-	1,597
Restructurings	-	-	-	-	-	-	-	-
Total expenses	<u>126,435</u>	<u>39,644</u>	<u>213,428</u>	<u>46,084</u>	<u>3,485</u>	<u>93,670</u>	<u>277,566</u>	<u>800,312</u>
Surplus (deficit) by function	(113,338)	(39,644)	(210,428)	(12,634)	1,395	2,419	(9,870)	(382,100)
Taxation and other unconditional revenue (Schedule 1)								<u>449,805</u>
Net Surplus (Deficit)								<u>\$ 67,705</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS

SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT

Year ended December 31, 2021
with comparative figures for 2020

	2021								2020
	General Assets					Infrastructure Assets	General / Infrastructure Assets Under Construction	Total	Restated (Note 10)
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets			Total
Asset cost									
Opening asset costs	\$ 7,500	202,775	1,596,092	35,720	519,582	3,381,122	-	5,742,791	5,560,134
Additions during the year	-	35,219	13,920	2,750	31,509	2,045	-	85,443	182,657
Disposals and write-downs during the year	-	-	-	-	(5,985)	-	-	(5,985)	-
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing asset costs	<u>7,500</u>	<u>237,994</u>	<u>1,610,012</u>	<u>38,470</u>	<u>545,106</u>	<u>3,383,167</u>	<u>-</u>	<u>5,822,249</u>	<u>5,742,791</u>
Accumulated amortization cost									
Opening accumulated amortization costs	-	48,257	326,315	10,716	216,152	514,046	-	1,115,486	994,226
Add: Amortization taken	-	6,185	37,607	3,572	22,518	54,365	-	124,247	121,260
Less: Accumulated amortization on disposals	-	-	-	-	(3,588)	-	-	(3,588)	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing accumulated amortization costs	<u>-</u>	<u>54,442</u>	<u>363,922</u>	<u>14,288</u>	<u>235,082</u>	<u>568,411</u>	<u>-</u>	<u>1,236,145</u>	<u>1,115,486</u>
Net book value	<u>\$ 7,500</u>	<u>183,552</u>	<u>1,246,090</u>	<u>24,182</u>	<u>310,024</u>	<u>2,814,756</u>	<u>-</u>	<u>4,586,104</u>	<u>4,627,305</u>

1. Total contributed/donated assets received in 2021: \$ -

2. List of assets recognized at nominal value in 2021 are:

-Infrastructure Assets \$ -

-Vehicles \$ -

-Machinery and Equipment \$ -

3. Amount of interest capitalized in 2021: \$ -

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS
SCHEDULE OF TANGIBLE CAPITAL ASSETS BY FUNCTION

Year ended December 31, 2021
with comparative figures for 2020

	2021							2020 Restated (Note 10)	
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
Asset cost									
Opening asset costs	\$ 1,605,664	-	976,096	-	-	202,776	2,958,255	5,742,791	5,560,134
Additions during the year	12,113	-	2,750	-	-	68,535	2,045	85,443	182,657
Disposals and write-downs during the year	-	-	-	-	-	(5,985)	-	(5,985)	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing asset costs	1,617,777	-	978,846	-	-	265,326	2,960,300	5,822,249	5,742,791
Accumulated amortization cost									
Opening accumulated amortization costs	327,709	-	329,619	-	-	47,558	410,600	1,115,486	994,226
Add: Amortization taken	227	-	24,684	-	-	8,986	90,350	124,247	121,260
Less: Accumulated amortization on disposals	-	-	-	-	-	(3,588)	-	(3,588)	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing accumulated amortization costs	327,936	-	354,303	-	-	52,956	500,950	1,236,145	1,115,486
Net book value	\$ 1,289,841	-	624,543	-	-	212,370	2,459,350	4,586,104	4,627,305

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS
SCHEDULE OF ACCUMULATED SURPLUS
Year ended December 31, 2021

	<u>2020</u> <u>Restated</u> <u>(Note 10)</u>	<u>Changes</u>	<u>2021</u>
UNAPPROPRIATED SURPLUS	\$ <u>81,652</u>	<u>163,972</u>	<u>245,624</u>
APPROPRIATED RESERVES			
Machinery and equipment	204,124	-	204,124
Public reserve	-	-	-
Capital trust	-	-	-
Utility	533,697	-	533,697
Other	<u>209,832</u>	<u>-</u>	<u>209,832</u>
Total Appropriated	<u>947,653</u>	<u>-</u>	<u>947,653</u>
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6)	4,627,305	(41,201)	4,586,104
Less: Related debt	<u>(190,704)</u>	<u>28,535</u>	<u>(162,169)</u>
Net Investment in Tangible Capital Assets	<u>4,436,601</u>	<u>(12,666)</u>	<u>4,423,935</u>
Total Accumulated Surplus	\$ <u>5,465,906</u>	<u>151,306</u>	<u>5,617,212</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS
SCHEDULE OF MILL RATES AND ASSESSMENTS
Year ended December 31, 2021

	PROPERTY CLASS						Total
	<u>Agriculture</u>	<u>Residential</u>	<u>Residential Condominium</u>	<u>Seasonal Residential</u>	<u>Commercial & Industrial</u>	<u>Potash Mine(s)</u>	
Taxable Assessment	\$ -	56,890,000	-	373,600	364,395	-	\$ 57,627,995
Regional Park Assessment							-
Total Assessment							\$ 57,627,995
Mill Rate Factor(s)	1.0000	1.0000	1.0000	1.0000	1.0000		
Total Base/Minimum Tax (generated for each property class)	-	-	-	-	-		-
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ -	422,825	-	934	5,511		429,270

MILL RATES:**MILLS**

Average Municipal*	7.449
Average School*	4.470
Potash Mill Rate	-
Uniform Municipal Mill Rate	2.500

* Average Mill Rates (multiply the total tax levy for each taxing authority by 1000 and divide by the total assessment for the taxing authority)

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS
SCHEDULE OF COUNCIL REMUNERATION
Year ended December 31, 2021

Position	Name	<u>Remuneration</u>	<u>Reimbursed Costs</u>	<u>Total</u>
Mayor	Angie Larson	\$ 8,970	450	9,420
Councillor	Cam Paulson	1,760	-	1,760
Councillor	Carol Sarich	3,350	-	3,350
Councillor	Lorna Ledoux	2,450	-	2,450
Councillor	Noel Tomlenovich	3,250	-	3,250
Total		<u>\$ 19,780</u>	<u>450</u>	<u>20,230</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS**SCHEDULE OF RESTRUCTURING****Year ended December 31, 2021****Carrying Amount of Assets and Liabilities Transferred/Received at Restructuring Date**

Cash and temporary investments	\$ -
Taxes Receivable - Municipal	-
Other accounts receivable	-
Land for resale	-
Long-term investments	-
Debt charges recoverable	-
Bank indebtedness	-
Accounts payable	-
Accrued liabilities payable	-
Deposits	-
Deferred revenue	-
Accrued landfill costs	-
Liability for contaminated sites	-
Other liabilities	-
Long-term debt	-
Lease obligations	-
Tangible capital assets	-
Prepayments and deferred charges	-
Stock and supplies	-
Other	-
Total Net Carrying Amount Received (Transferred)	\$ -

See accompanying notes to the financial statements.