

RESORT VILLAGE OF SHIELDS

Auditor's Report

Financial Statements

December 31, 2022

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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
May 18, 2023

Chartered Professional Accountants

RESORT VILLAGE OF SHIELDS

Statement 1

STATEMENT OF FINANCIAL POSITION

December 31, 2022
with comparative figures for 2021

	<u>2022</u>	<u>2021</u> Restated (Note 11)
<u>ASSETS</u>		
Financial assets:		
Cash and temporary investments (Note 2)	\$ 974,153	952,395
Taxes receivable - Municipal (Note 3)	15,747	24,858
Other accounts receivable (Note 4)	75,391	83,173
Assets held for sale (Note 5)	251,614	251,614
Long-term investments	-	-
Debt charges recoverable	-	-
Other	-	-
	<hr/>	<hr/>
Total financial assets	1,316,905	1,312,040
<u>LIABILITIES</u>		
Bank indebtedness	-	-
Accounts payable	75,569	10,737
Accrued liabilities payable	-	-
Deposits	72,898	73,500
Deferred revenue	-	-
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	5,192	5,192
Long-term debt (Note 6)	132,407	162,169
Lease obligations (Note 7)	33,130	37,287
	<hr/>	<hr/>
Total liabilities	319,196	288,885
NET FINANCIAL ASSETS (DEBT)	997,709	1,023,155
Non-financial assets:		
Tangible capital assets (Schedule 6, 7)	4,760,257	4,702,989
Prepaid and deferred charges	4,129	7,457
Stock and supplies	-	-
	<hr/>	<hr/>
Total non-financial assets	4,764,386	4,710,446
Accumulated surplus (Schedule 8)	<u>\$ 5,762,095</u>	<u>5,733,601</u>

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, 2022
with comparative figures for 2021

		<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u> <u>Restated</u> <u>(Note 11)</u>
Revenues:				
Taxes and other unconditional revenue	(Schedule 1)	\$ 485,260	485,955	445,465
Fees and charges	(Schedule 4, 5)	375,562	346,657	333,774
Conditional grants	(Schedule 4, 5)	5,204	5,785	11,115
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)	1,400	4,342	1,461
Restructurings	(Schedule 4, 5)	-	-	-
Other revenues	(Schedule 4, 5)	<u>-</u>	<u>10,279</u>	<u>4,231</u>
Total Revenues		867,426	853,018	924,432
Expenditures:				
General government services	(Schedule 3)	149,408	140,791	149,336
Protective services	(Schedule 3)	57,239	45,935	38,200
Transportation services	(Schedule 3)	243,984	218,453	195,299
Environmental and public health services	(Schedule 3)	42,200	44,838	44,487
Planning and development services	(Schedule 3)	7,000	36,230	9,945
Recreation and cultural services	(Schedule 3)	126,505	107,138	93,517
Utility services	(Schedule 3)	261,090	240,038	252,274
Restructurings	(Schedule 3)	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures		<u>887,426</u>	<u>833,423</u>	<u>783,058</u>
Surplus (deficit) of revenues over expenditures before other capital contributions		<u>(20,000)</u>	<u>19,595</u>	<u>141,374</u>
Provincial/Federal capital grants and contributions	(Schedule 4, 5)	<u>20,000</u>	<u>8,899</u>	<u>35,093</u>
Surplus (deficit) of revenues over expenditures		-	28,494	176,467
Accumulated surplus (deficit), beginning of year		<u>5,733,601</u>	<u>5,733,601</u>	<u>5,557,134</u>
Accumulated surplus (deficit), end of year		<u>\$ 5,733,601</u>	<u>5,762,095</u>	<u>5,733,601</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, 2022
with comparative figures for 2021

	<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u> <u>Restated</u> <u>(Note 11)</u>
Surplus (deficit)	\$ -	28,494	176,467
(Acquisition) of tangible capital assets	-	(174,171)	(85,788)
Amortization of tangible capital assets	113,508	116,902	111,932
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	-	-	-
Surplus (deficit) of capital expenses over expenditures	<u>113,508</u>	<u>(57,269)</u>	<u>28,541</u>
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expenses	-	274	(3,057)
Consumption of supplies inventories	-	-	-
Use of prepaid expenses	-	3,055	71
Surplus (deficit) of expenses of other non-financial over expenditures	<u>-</u>	<u>3,329</u>	<u>(2,986)</u>
Increase (decrease) in Net Financial Assets	113,508	(25,446)	202,022
Net Financial Assets (Debt) - Beginning of the year	<u>1,023,155</u>	<u>1,023,155</u>	<u>821,133</u>
Net Financial Assets (Debt) - End of year	<u>\$ 1,136,663</u>	<u>997,709</u>	<u>1,023,155</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS

Statement 4

STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 2022
with comparative figures for 2021

	<u>2022</u>	<u>2021</u> Restated (Note 11)
Cash provided by (used in) the following activities:		
Operating:		
Surplus (deficit)	\$ 28,494	176,467
Amortization	116,901	111,932
Loss (gain) on disposal of tangible capital assets	<u>-</u>	<u>(1,453)</u>
	145,395	286,946
Change in assets/liabilities		
Taxes receivable - Municipal	9,111	(1,173)
Other accounts receivable	7,783	(8,101)
Assets held for sale	-	20,968
Other financial assets	-	-
Accounts and accrued liabilities payable	64,834	(10,002)
Deposits	(602)	1,800
Deferred revenue	-	-
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Stock and supplies	-	-
Prepayments and deferred charges	3,327	(2,984)
Other	<u>-</u>	<u>-</u>
Net cash from operations	<u>229,848</u>	<u>287,454</u>
Capital:		
Cash used to acquire tangible capital assets	(174,171)	(85,788)
Proceeds on sale of tangible capital assets	-	3,850
Other capital	<u>-</u>	<u>-</u>
Net cash used for capital	<u>(174,171)</u>	<u>(81,938)</u>
Investing:		
Proceeds on disposal of investments	-	-
Acquisition in investment	<u>-</u>	<u>-</u>
Net cash from investing	<u>-</u>	<u>-</u>
Financing activities:		
Debt charges recovered	-	-
Proceeds from debt issues	-	-
Debt repayment	(33,919)	(32,562)
Other financing	<u>-</u>	<u>-</u>
Net cash used for financing	<u>(33,919)</u>	<u>(32,562)</u>
Increase (decrease) in cash resources	21,758	172,954
Cash and temporary investments, beginning of year	<u>952,395</u>	<u>779,441</u>
Cash and temporary investments, end of year (Note 2)	<u>\$ 974,153</u>	<u>952,395</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

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.

Partnerships

A partnership represents a contractual arrangement between the municipality and a party or parties outside the reporting entity. The partners have significant, clearly defined common goals, make a financial investment in the partnership, share control of decision making, and share, on an equitable basis, the significant risks and benefits associated with the operations of the partnership.

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.

The Dundurn and District Fire Commission 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.

These consolidated financial statements contain the following partnerships:

Partnership

Dundurn and Area Wastewater Utility (consolidated 18.73%) (2021 - consolidated 18.73%) - (proportionate consolidation method)

Dundurn and District Fire Commission (consolidated 13.57%) (2021 - consolidated 13.57%) - (proportionate consolidation method)

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.

RESORT VILLAGE OF SHIELDS
NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(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) Other (Non-Government Transfer) Contributions

Unrestricted contributions are recognized as revenue in the year received or in the year the funds are committed to the municipality if the amount can be reasonably estimated and collection is reasonably assured. Externally restricted contributions are deferred until the resources are used for the purpose specified, at which time the contributions are recognized as revenue. In-kind contributions are recorded at their fair value when they are received.

(f) 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.

(g) Local improvement charges

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

(h) 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.

(i) 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.

(j) 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.

(k) 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.

RESORT VILLAGE OF SHIELDS
NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(l) 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.

(m) 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.

(n) 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.

RESORT VILLAGE OF SHIELDS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

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.

(o) Landfill liability

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

(p) 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.

(q) 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.

(r) 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.

RESORT VILLAGE OF SHIELDS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(s) 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.

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.

(t) Assets held for sale

The municipality is committed to selling the asset, the asset is in a condition to be sold, the asset is publicly seen to be for sale, there is an active market for the asset, there is a plan in place for selling the asset, and the sale is reasonable anticipated to be completed within one year of the financial statement date.

(u) Budget information

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on May 5, 2022.

2. CASH AND TEMPORARY INVESTMENTS

	<u>2022</u>	<u>2021</u> Restated (Note 11)
Cash	\$ 555,799	938,482
Temporary investments	<u>418,354</u>	<u>13,913</u>
	<u>\$ 974,153</u>	<u>952,395</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, 2022

3. TAXES AND GRANTS IN LIEU RECEIVABLE

	<u>2022</u>	<u>2021</u>
Municipal: - Current	\$ 10,159	22,004
- Arrears	<u>5,588</u>	<u>2,854</u>
	15,747	24,858
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Total municipal taxes receivable	<u>15,747</u>	<u>24,858</u>
School: - Current	6,260	7,031
- Arrears	<u>2,085</u>	<u>1,064</u>
Total school taxes receivable	<u>8,345</u>	<u>8,095</u>
Other: - Current	-	-
- Arrears	<u>-</u>	<u>-</u>
Total other collections receivable	<u>-</u>	<u>-</u>
Total taxes and grants in lieu receivable	24,092	32,953
Deduct taxes receivable to be collected on behalf of other organizations	<u>(8,345)</u>	<u>(8,095)</u>
Total taxes receivable - Municipal	<u>\$ 15,747</u>	<u>24,858</u>

4. OTHER ACCOUNTS RECEIVABLE

	<u>2022</u>	<u>2021</u> Restated (Note 11)
Federal government	\$ 19,620	8,709
Provincial government	-	2,170
Local government	13,659	-
Utility	31,652	40,093
Trade	10,460	28,231
Other	<u>-</u>	<u>3,970</u>
Total other accounts receivable	75,391	83,173
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Net other accounts receivable	<u>\$ 75,391</u>	<u>83,173</u>

5. ASSETS HELD FOR SALE

The Village has 24 unsold lots in their South subdivision at a cost of \$251,614 (2021 - \$251,614).

RESORT VILLAGE OF SHIELDS
NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

6. LONG-TERM DEBT

The authorized debt limit for the Village is \$699,030. 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>2022</u>	<u>2021</u>
Royal Bank of Canada Life Insurance fixed rate term loan, payable in annual instalments of \$36,735, including interest at 4.30%.	\$ <u>132,407</u>	<u>162,169</u>

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total
2023	\$ 31,042	5,694	36,736
2024	32,376	4,359	36,735
2025	33,769	2,967	36,736
2026	35,220	1,515	36,735
2027	-	-	-
Thereafter	<u>-</u>	<u>-</u>	<u>-</u>
Balance	\$ <u>132,407</u>	<u>14,535</u>	<u>146,942</u>

7. LEASE OBLIGATIONS

Future minimum lease payments under the capital leases together with the balance of the obligation due under capital leases are as follows:

2023	\$ 5,372	
2024	5,372	
2025	5,372	
2026	5,372	
2027	5,372	
Thereafter	<u>6,270</u>	
Total future minimum lease payments	41,320	
Amounts representing interest at a weighted average rate of 3%	<u>(8,190)</u>	
Capital lease liability	\$ <u>33,130</u>	

RESORT VILLAGE OF SHIELDS
NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

8. 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 2022 was \$4,836 (2021 - \$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.

Total current service contributions by the municipality to MEPP in 2022 were \$4836 (2021 - \$3373). Total current service contributions by the employees of the municipality to MEPP in 2022 were \$4,836 (2021 - \$3,373).

Based on the latest information available (December 31, 2022 Audited Financial Statements) the Municipal Employees Pension Plan had a surplus in the net assets available for benefits of \$1,021,301,000. This is based on the most recent actuarial valuation, completed December 31, 2021. The Village's portion of this is not readily determinable.

RESORT VILLAGE OF SHIELDS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

9. 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, 2022

10. COMPARATIVE FIGURES

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

11. CORRECTION OF AN ERROR

During the 2022 year, it was determined that an investment in a government partnership had not been proportionately consolidated. The 2021 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	\$ 926,307	\$ 26,088	\$ 952,395
Taxes receivable	24,858	-	24,858
Other accounts receivable	72,178	10,995	83,173
Land for re-sale	<u>251,614</u>	<u>-</u>	<u>251,614</u>
Total financial assets	<u>1,274,957</u>	<u>37,083</u>	<u>1,312,040</u>
Accounts payable	10,445	292	10,737
Deposits	73,500	-	73,500
Other liabilities	5,192	-	5,192
Long term debt	162,169	-	162,169
Lease obligations	<u>-</u>	<u>37,287</u>	<u>37,287</u>
Total liabilities	<u>251,306</u>	<u>37,579</u>	<u>288,885</u>
NET FINANCIAL ASSETS (DEBT)	<u>1,023,651</u>	<u>74,662</u>	<u>1,023,155</u>
Tangible capital assets	4,586,104	116,885	4,702,989
Prepaid and deferred charges	7,457	-	7,457
Accumulated surplus (Deficit)	<u>5,617,212</u>	<u>191,548</u>	<u>5,733,602</u>
Total revenues	950,043	9,482	959,525
Total expenditures	798,737	(15,679)	783,058

RESORT VILLAGE OF SHIELDS
NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

12. INVESTMENT IN A GOVERNMENT PARTNERSHIP - DAWWU

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>2022</u>	<u>2021</u>
Statement of Financial Position		
Cash	\$ 174,160	217,240
Accounts receivable	<u>1,793</u>	<u>3,493</u>
Total financial assets	175,953	220,733
Accounts payable and accrued liabilities	<u>6,456</u>	<u>8,870</u>
Net financial assets	<u>169,497</u>	<u>211,863</u>
Tangible capital assets	1,530,232	1,544,722
Prepaid expenses	3,983	3,614
Accumulated surplus	<u>1,703,711</u>	<u>1,760,199</u>
Statement of Operations		
Revenues	\$ <u>119,397</u>	<u>114,758</u>
Expenditures	114,691	85,513
Amortization of Tangible Capital Assets	61,193	59,325
Total expenditures	<u>175,884</u>	<u>144,838</u>
Current surplus (deficit)	<u>(56,487)</u>	<u>(30,080)</u>

RESORT VILLAGE OF SHIELDS
NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

13. INVESTMENT IN A GOVERNMENT PARTNERSHIP - DFD

The following summarizes the financial information of the government partnership in the Dundurn and District Fire Commission (DFD). As at December 31, 2022, the Village had a proportionate share of 13.57% of the following:

Statement of Financial Position	<u>2022</u>	<u>2021</u>
Cash	\$ 166,471	89,762
Term deposits	135,277	102,539
Accounts receivable	<u>32,847</u>	<u>81,035</u>
Total financial assets	334,595	273,336
Accounts payable and accrued liabilities	2,228	2,176
Lease obligations	<u>244,178</u>	<u>274,816</u>
Net financial assets	<u>88,189</u>	<u>(3,656)</u>
Tangible capital assets	688,525	729,258
Accumulated surplus	<u>776,714</u>	<u>725,602</u>

Statement of Operations

Revenues	\$ <u>235,527</u>	<u>229,086</u>
Expenditures	143,682	134,400
Amortization of tangible capital assets	<u>40,733</u>	<u>41,470</u>
Total expenditures	<u>184,415</u>	<u>175,870</u>
Current surplus (deficit)	<u>51,112</u>	<u>53,216</u>

RESORT VILLAGE OF SHIELDS

SCHEDULE OF TAXES AND OTHER UNCONDITIONAL REVENUES

Year ended December 31, 2022
with comparative figures for 2021

	<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u> Restated (Note 11)
TAXES			
General municipal tax levy	\$ 456,144	456,144	429,270
Abatements and adjustments	(7,800)	(6,600)	(8,222)
Discount on current year taxes	<u>(54,737)</u>	<u>(54,730)</u>	<u>(55,278)</u>
Net municipal taxes	393,607	394,814	365,770
Potash tax share	10,453	10,454	9,011
Trailer license fees	-	-	-
Penalties on tax arrears	4,500	4,005	4,046
Special tax levy	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total Taxes	<u>408,560</u>	<u>409,273</u>	<u>378,827</u>
UNCONDITIONAL GRANTS			
Revenue sharing	76,700	76,682	66,638
Organized Hamlet	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total Unconditional Grants	<u>76,700</u>	<u>76,682</u>	<u>66,638</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>\$ 485,260</u>	<u>485,955</u>	<u>445,465</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2022
with comparative figures for 2021

	<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u> <u>Restated</u> <u>(Note 11)</u>
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ -	-	-
Sales of supplies	-	-	-
Other (tax certificates and storage fees)	600	2,680	657
Total Fees and Charges	<u>600</u>	<u>2,680</u>	<u>657</u>
Tangible capital asset sales - gain (loss)	-	-	-
Land sales - gain (loss)	-	-	126,933
Investment income and commissions	1,400	4,342	1,461
Other (donations, Shields day income)	-	3,388	3,731
Total other segmented revenue	<u>2,000</u>	<u>10,410</u>	<u>132,782</u>
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>2,000</u>	<u>10,410</u>	<u>132,782</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>2,000</u>	<u>10,410</u>	<u>132,782</u>
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Other (DFD)	-	9,806	9,482
Total Fees and Charges	<u>-</u>	<u>9,806</u>	<u>9,482</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	<u>-</u>	<u>9,806</u>	<u>9,482</u>
Conditional Grants			
Student employment	-	-	-
Local government	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>-</u>	<u>9,806</u>	<u>9,482</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>9,806</u>	<u>9,482</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2022
with comparative figures for 2021

	<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u> <u>Restated</u> <u>(Note 11)</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)	3,300	4,500	1,750
Total Fees and Charges	<u>3,300</u>	<u>4,500</u>	<u>1,750</u>
Tangible capital asset sales - gain (loss)	-	-	1,453
Total other segmented revenue	<u>3,300</u>	<u>4,500</u>	<u>3,203</u>
Conditional Grants			
Primary Weight Corridor	-	-	-
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>3,300</u>	<u>4,500</u>	<u>3,203</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>3,300</u>	<u>4,500</u>	<u>3,203</u>
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Waste and Disposal Fees	35,862	34,422	33,197
Other	-	-	-
Total Fees and Charges	<u>35,862</u>	<u>34,422</u>	<u>33,197</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	<u>35,862</u>	<u>34,422</u>	<u>33,197</u>
Conditional Grants			
Student employment	-	-	6,048
TAPD	-	-	-
Local government	-	-	-
Other (Multi-Material Stewardship Western grant)	2,500	3,081	2,363
Total Conditional Grants	<u>2,500</u>	<u>3,081</u>	<u>8,411</u>
Total Operating	<u>38,362</u>	<u>37,503</u>	<u>41,608</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>38,362</u>	<u>37,503</u>	<u>41,608</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2022
with comparative figures for 2021

	<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u> <u>Restated</u> <u>(Note 11)</u>
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Maintenance and Development Charges	\$ -	-	-
Other (building permits)	7,900	14,478	3,188
Total Fees and Charges	<u>7,900</u>	<u>14,478</u>	<u>3,188</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	<u>7,900</u>	<u>14,478</u>	<u>3,188</u>
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>7,900</u>	<u>14,478</u>	<u>3,188</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 Planning and Development Services	<u>7,900</u>	<u>14,478</u>	<u>3,188</u>
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Rentals	1,200	2,250	875
Other (golf passes)	96,900	82,367	89,090
Total Fees and Charges	<u>98,100</u>	<u>84,617</u>	<u>89,965</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other (fundraising)	-	6,891	500
Total other segmented revenue	<u>98,100</u>	<u>91,508</u>	<u>90,465</u>
Conditional Grants			
Student Employment	-	-	-
Local government	-	-	-
Donations	-	-	-
Other (TIP)	2,704	2,704	2,704
Total Conditional Grants	<u>2,704</u>	<u>2,704</u>	<u>2,704</u>
Total Operating	<u>100,804</u>	<u>94,212</u>	<u>93,169</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Local government	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Recreation and Cultural Services	<u>100,804</u>	<u>94,212</u>	<u>93,169</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2022
with comparative figures for 2021

	<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u> <u>Restated</u> <u>(Note 11)</u>
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Water	\$ 134,400	141,553	138,648
Sewer	52,000	48,061	52,017
Other (development fees)	43,400	6,540	4,870
Total Fees and Charges	<u>229,800</u>	<u>196,154</u>	<u>195,535</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	<u>229,800</u>	<u>196,154</u>	<u>195,535</u>
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>229,800</u>	<u>196,154</u>	<u>195,535</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	20,000	8,899	35,093
New Building Canada Fund (SCF, NRP)	-	-	-
Clean Water and Wastewater Fund	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>20,000</u>	<u>8,899</u>	<u>35,093</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Utility Services	<u>249,800</u>	<u>205,053</u>	<u>230,628</u>
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	<u>\$ 402,166</u>	<u>375,962</u>	<u>514,060</u>
SUMMARY			
Total Other Segmented Revenue	\$ 376,962	361,278	467,852
Total Conditional Grants	5,204	5,785	11,115
Total Capital Grants and Contributions	20,000	8,899	35,093
Restructuring Revenue	-	-	-
TOTAL REVENUE BY FUNCTION	<u>\$ 402,166</u>	<u>375,962</u>	<u>514,060</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2022
with comparative figures for 2021

	<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u> <u>Restated</u> <u>(Note 11)</u>
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 22,200	18,763	20,345
Wages and benefits	68,387	64,237	72,000
Professional/Contractual services	49,469	48,403	44,921
Utilities	1,560	1,783	1,954
Maintenance, materials, and supplies	5,942	4,551	6,383
Grants and contributions	-	-	2,829
	-operating	-	-
	-capital	-	-
Amortization	-	2,649	227
Interest	850	405	677
Allowance for uncollectibles	-	-	-
Other	1,000	-	-
General Government Services	<u>149,408</u>	<u>140,791</u>	<u>149,336</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total General Government Services	<u>149,408</u>	<u>140,791</u>	<u>149,336</u>
PROTECTIVE SERVICES			
Police protection			
Wages and benefits	-	-	-
Professional/Contractual services	17,500	18,072	14,244
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions	-	-	-
	-operating	-	-
	-capital	-	-
Amortization	-	-	-
Fire protection			
Wages and benefits	-	-	-
Professional/Contractual services	17,539	22,336	18,329
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions	22,200	-	-
	-operating	-	-
	-capital	-	-
Amortization	-	5,527	5,627
Protective Services	<u>57,239</u>	<u>45,935</u>	<u>38,200</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Protective Services	<u>57,239</u>	<u>45,935</u>	<u>38,200</u>
TRANSPORTATION SERVICES			
Wages and benefits	107,900	99,047	93,458
Professional/Contractual services	59,700	67,157	50,618
Utilities	4,000	3,788	4,620
Maintenance, materials, and supplies	25,500	13,775	17,907
Gravel	21,500	7,788	2,518
Grants and contributions	-	-	-
	-operating	-	-
	-capital	-	-
Amortization	25,384	26,898	26,178
Interest	-	-	-
Other	-	-	-
Transportation Services	<u>243,984</u>	<u>218,453</u>	<u>195,299</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Transportation Services	<u>243,984</u>	<u>218,453</u>	<u>195,299</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2022
with comparative figures for 2021

	<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u> <u>Restated</u> <u>(Note 11)</u>
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	\$ -	-	-
Professional/Contractual services	40,600	41,463	44,267
Utilities	-	-	-
Maintenance, materials, and supplies	1,600	3,375	220
Grants and contributions			
-operating			
Waste disposal	-	-	-
Public Health	-	-	-
-capital			
Waste disposal	-	-	-
Public Health	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Environmental and Public Health Services	<u>42,200</u>	<u>44,838</u>	<u>44,487</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Environmental and Public Health Services	<u>42,200</u>	<u>44,838</u>	<u>44,487</u>
PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	-	-	-
Professional/Contractual services	7,000	36,230	9,945
Grants and contributions			
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Planning and Development Services	<u>7,000</u>	<u>36,230</u>	<u>9,945</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Planning and Development Services	<u>7,000</u>	<u>36,230</u>	<u>9,945</u>
RECREATION AND CULTURAL SERVICES			
Wages and benefits	40,000	30,643	28,123
Professional/Contractual services	2,500	5,563	1,862
Utilities	3,100	4,570	3,591
Maintenance, materials, and supplies	69,104	51,342	46,865
Grants and contributions			
-operating	2,217	3,744	4,090
-capital	-	-	-
Amortization	9,584	11,276	8,986
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	-	-
Recreation and Cultural Services	<u>126,505</u>	<u>107,138</u>	<u>93,517</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Recreation and Cultural Services	<u>126,505</u>	<u>107,138</u>	<u>93,517</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2022
with comparative figures for 2021

	<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u> <u>Restated</u> <u>(Note 11)</u>
UTILITY SERVICES			
Wages and benefits	\$ 12,000	12,000	12,000
Professional/Contractual services	6,650	27,868	21,374
Utilities	107,200	83,607	90,369
Maintenance, materials, and supplies	48,500	39,039	49,417
Grants and contributions	-	-	-
	-operating	-	-
	-capital	-	-
Amortization	78,540	70,551	70,914
Interest	8,200	6,973	8,200
Allowance for uncollectibles	-	-	-
Other	-	-	-
Utility Services	<u>261,090</u>	<u>240,038</u>	<u>252,274</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Utility Services	<u>261,090</u>	<u>240,038</u>	<u>252,274</u>
TOTAL EXPENDITURES BY FUNCTION	<u>\$ 887,426</u>	<u>833,423</u>	<u>783,058</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS

Schedule 4

SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2022

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and charges	\$ 2,680	9,806	4,500	34,422	14,478	84,617	196,154	346,657
Tangible capital asset sales - Gain (loss)	-	-	-	-	-	-	-	-
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Investment income and commissions	4,342	-	-	-	-	-	-	4,342
Other revenues	3,388	-	-	-	-	6,891	-	10,279
Grants - Conditional	-	-	-	3,081	-	2,704	-	5,785
Grants - Capital	-	-	-	-	-	-	8,899	8,899
Restructurings	-	-	-	-	-	-	-	-
Total revenues	<u>10,410</u>	<u>9,806</u>	<u>4,500</u>	<u>37,503</u>	<u>14,478</u>	<u>94,212</u>	<u>205,053</u>	<u>375,962</u>
Expenses (Schedule 3)								
Wages & Benefits	83,000	-	99,047	-	-	30,643	12,000	224,690
Professional/Contractual Services	48,403	40,408	67,157	41,463	36,230	5,563	27,868	267,092
Utilities	1,783	-	3,788	-	-	4,570	83,607	93,748
Maintenance, materials and supplies	4,551	-	21,563	3,375	-	51,342	39,039	119,870
Grants and contributions	-	-	-	-	-	3,744	-	3,744
Amortization	2,649	5,527	26,898	-	-	11,276	70,551	116,901
Interest	405	-	-	-	-	-	6,973	7,378
Allowance for uncollectibles	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Total expenses	<u>140,791</u>	<u>45,935</u>	<u>218,453</u>	<u>44,838</u>	<u>36,230</u>	<u>107,138</u>	<u>240,038</u>	<u>833,423</u>
Surplus (deficit) by function	(130,381)	(36,129)	(213,953)	(7,335)	(21,752)	(12,926)	(34,985)	(457,461)
Taxation and other unconditional revenue (Schedule 1)								<u>485,955</u>
Net Surplus (Deficit)								<u>\$ 28,494</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS

Schedule 5

SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2021

Restated (Note 11)

	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	9,482	1,750	33,197	3,188	89,965	195,535	333,774
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>9,482</u>	<u>3,203</u>	<u>41,608</u>	<u>3,188</u>	<u>93,169</u>	<u>230,628</u>	<u>514,060</u>
Expenses (Schedule 3)								
Wages & Benefits	92,345	-	93,458	-	-	28,123	12,000	225,926
Professional/Contractual Services	44,921	32,573	50,618	44,267	9,945	1,862	21,374	205,560
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	-	-	-	-	4,090	-	6,919
Amortization	227	5,627	26,178	-	-	8,986	70,914	111,932
Interest	677	-	-	-	-	-	8,200	8,877
Allowance for uncollectibles	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Total expenses	<u>149,336</u>	<u>38,200</u>	<u>195,299</u>	<u>44,487</u>	<u>9,945</u>	<u>93,517</u>	<u>252,274</u>	<u>783,058</u>
Surplus (deficit) by function	(16,554)	(28,718)	(192,096)	(2,879)	(6,757)	(348)	(21,646)	(268,998)
Taxation and other unconditional revenue (Schedule 1)								<u>445,465</u>
Net Surplus (Deficit)								<u>\$ 176,467</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS
SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT
Year ended December 31, 2022
with comparative figures for 2021

	2022								2021
	General Assets					Infrastructure Assets	General / Infrastructure Assets Under Construction	Total	Restated (Note 11)
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets			Total
Asset cost									
Opening asset costs	\$ 7,500	237,994	1,610,012	38,470	674,707	3,383,167	-	5,951,849	5,872,045
Additions during the year	-	-	152,585	-	-	21,585	-	174,170	85,789
Disposals and write-downs during the year	-	-	-	-	-	-	-	-	(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>1,762,597</u>	<u>38,470</u>	<u>674,707</u>	<u>3,404,752</u>	<u>-</u>	<u>6,126,019</u>	<u>5,951,849</u>
Accumulated amortization cost									
Opening accumulated amortization costs	-	54,442	363,922	14,288	265,739	550,469	-	1,248,860	1,140,516
Add: Amortization taken	-	8,164	37,917	3,847	31,695	35,279	-	116,902	111,932
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	(3,588)
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing accumulated amortization costs	<u>-</u>	<u>62,606</u>	<u>401,839</u>	<u>18,135</u>	<u>297,434</u>	<u>585,748</u>	<u>-</u>	<u>1,365,762</u>	<u>1,248,860</u>
Net book value	<u>\$ 7,500</u>	<u>175,388</u>	<u>1,360,758</u>	<u>20,335</u>	<u>377,273</u>	<u>2,819,004</u>	<u>-</u>	<u>4,760,257</u>	<u>4,702,989</u>

1. Total contributed/donated assets received in 2022: \$ -

2. List of assets recognized at nominal value in 2022 are:

-Infrastructure Assets \$ -
-Vehicles \$ -
-Machinery and Equipment \$ -

3. Amount of interest capitalized in 2022: \$ -

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS
SCHEDULE OF TANGIBLE CAPITAL ASSETS BY FUNCTION

Year ended December 31, 2022
with comparative figures for 2021

	2022							2021 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	\$ 14,184	129,602	766,570	-	-	376,853	4,664,640	5,951,849	5,872,045
Additions during the year	-	-	-	-	-	152,585	21,585	174,170	85,789
Disposals and write-downs during the year	-	-	-	-	-	-	-	-	(5,985)
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing asset costs	<u>14,184</u>	<u>129,602</u>	<u>766,570</u>	<u>-</u>	<u>-</u>	<u>529,438</u>	<u>4,686,225</u>	<u>6,126,019</u>	<u>5,951,849</u>
Accumulated amortization cost									
Opening accumulated amortization costs	1,620	30,657	212,933	-	-	109,246	894,404	1,248,860	1,140,516
Add: Amortization taken	2,649	5,528	24,959	-	-	13,214	70,552	116,902	111,932
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	(3,588)
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing accumulated amortization costs	<u>4,269</u>	<u>36,185</u>	<u>237,892</u>	<u>-</u>	<u>-</u>	<u>122,460</u>	<u>964,956</u>	<u>1,365,762</u>	<u>1,248,860</u>
Net book value	<u>\$ 9,915</u>	<u>93,417</u>	<u>528,678</u>	<u>-</u>	<u>-</u>	<u>406,978</u>	<u>3,721,269</u>	<u>4,760,257</u>	<u>4,702,989</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS
SCHEDULE OF ACCUMULATED SURPLUS
Year ended December 31, 2022

	<u>2021</u> Restated (Note 11)	<u>Changes</u>	<u>2022</u>
UNAPPROPRIATED SURPLUS	\$ <u>282,415</u>	<u>(62,693)</u>	<u>219,722</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)	4,702,989	57,268	4,760,257
Less: Related debt	<u>(199,456)</u>	<u>33,919</u>	<u>(165,537)</u>
Net Investment in Tangible Capital Assets	<u>4,503,533</u>	<u>91,187</u>	<u>4,594,720</u>
Total Accumulated Surplus	\$ <u>5,733,601</u>	<u>28,494</u>	<u>5,762,095</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS
SCHEDULE OF MILL RATES AND ASSESSMENTS
 Year ended December 31, 2022

	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	\$ -	57,982,160	-	373,600	364,395	-	\$ 58,720,155
Regional Park Assessment							-
Total Assessment							\$ 58,720,155
Mill Rate Factor(s)	1.0000	1.0000	1.0000	1.0000	1.0000		
Total Base/Minimum Tax (generated for each property class)	<u>-</u>	<u>292,800</u>	<u>-</u>	<u>-</u>	<u>4,800</u>		
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	<u>\$ -</u>	<u>449,352</u>	<u>-</u>	<u>1,009</u>	<u>5,783</u>		

<u>MILL RATES:</u>	<u>MILLS</u>
Average Municipal*	7.768
Average School*	4.550
Potash Mill Rate	-
Uniform Municipal Mill Rate	2.700

* 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, 2022

Position	Name	<u>Remuneration</u>	<u>Reimbursed Costs</u>	<u>Total</u>
Mayor	Angie Larson	\$ 8,055	86	8,141
Councillor	Cam Paulson	1,270	-	1,270
Councillor	Carol Sarich	990	-	990
Councillor	Chad Pysden	1,730	-	1,730
Councillor	Jillian Gauthier	2,290	-	2,290
Councillor	Lorna Ledoux	850	-	850
Councillor	Noel Tomlenovich	<u>3,240</u>	<u>129</u>	<u>3,369</u>
Total		<u>\$ 18,425</u>	<u>215</u>	<u>18,640</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF SHIELDS

SCHEDULE OF RESTRUCTURING

Year ended December 31, 2022

Carrying Amount of Assets and Liabilities Transferred/Received at Restructuring Date

Cash and temporary investments	\$ -
Taxes Receivable - Municipal	-
Other accounts receivable	-
Assets held for sale	-
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.