

**RESORT VILLAGE OF
CANDLE LAKE**

FINANCIAL STATEMENTS

December 31, 2021

Independent Auditor's Report

To Mayor and Council of
Resort Village of Candle Lake

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of Resort Village of Candle Lake (the "Organization"), which comprise the consolidated statement of financial position as at December 31, 2021, and the consolidated statements of operations and annual surplus, change in net financial assets and cash flow for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at December 31, 2021, and the results of its operations, changes in its net financial assets, and its cash flows for the year then ended in accordance with Canadian public sector accounting standards ("PSAS").

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards ("Canadian GAAS"). 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 Organization 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.

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

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

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

Auditor's Responsibilities 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 GAAS 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 GAAS, 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 Organization'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 Organization'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 Organization 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Organization to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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.

Deloitte LLP

Chartered Professional Accountants
August 18, 2022
Saskatoon, Saskatchewan

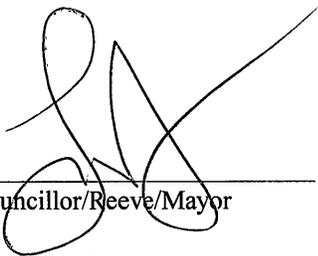
Management's Responsibility

The municipality's management is responsible for the preparation and presentation of the accompanying consolidated financial statements in accordance with Canadian public sector accounting standards (PSAS). 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 consolidated 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 consolidated financial statements.

The Council is composed of elected officials who are not employees of the municipality. 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 management and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the municipality's external auditors.

Deloitte LLP, an independent firm of *Professional Chartered Accounts*, is appointed by the Council to audit the consolidated 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 management to discuss their audit findings.



Councillor/Reeve/Mayor

26-Aug-22



CFO/Administrator

Resort Village of Candle Lake
Consolidated Statement of Financial Position
As at December 31, 2021

Statement 1

| | Notes | 2021 \$ | 2020 \$ |
|--|-------|-------------------|-------------------|
| ASSETS | | | |
| FINANCIAL ASSETS | | | |
| Cash | 2 | 2,467,497 | 2,361,314 |
| Taxes Receivable - Municipal | 3 | 273,237 | 206,331 |
| Other Accounts Receivable | 4 | 437,693 | 155,064 |
| Land for Resale | 5 | 160,995 | 160,995 |
| Investments | 2 | 2,049,000 | 2,000,000 |
| | | 5,388,422 | 4,883,704 |
| LIABILITIES | | | |
| Accounts Payable and Accrued Liabilities | | 845,991 | 257,688 |
| Accrued Landfill Liability | 7 | 594,504 | 122,000 |
| Deposits | | 22,705 | 20,355 |
| Deferred Revenue | 6 | 221,686 | 305,681 |
| Long-Term Debt | 8 | 700,853 | 913,726 |
| | | 2,385,739 | 1,619,450 |
| NET FINANCIAL ASSETS | | 3,002,683 | 3,264,254 |
| NON-FINANCIAL ASSETS | | | |
| Tangible Capital Assets (Schedule 6) | | 7,713,657 | 7,944,445 |
| Prepayments and Deposits | | - | 11,839 |
| Inventory | 9 | 129,635 | 131,730 |
| | | 7,843,292 | 8,088,014 |
| Accumulated Surplus & Reserves (Schedule 8) | | 10,845,975 | 11,352,268 |

The accompanying notes are an integral part of the consolidated financial statements.

Approved on behalf of the Mayor and Council

_____, Mayor

_____, Administrator

Resort Village of Candle Lake
Consolidated Statement of Operations and Annual Surplus
Year ended December 31, 2021

Statement 2

| | Schedules | 2021 Budget \$ | 2021 \$ | 2020 \$ |
|---|------------|-------------------|-------------------|-------------------|
| | | (Note 1s) | | |
| Revenue | | | | |
| Taxes and Other Unconditional Revenue | 1 | 2,808,139 | 2,833,907 | 2,102,142 |
| Fees and Charges | 4 and 5 | 477,101 | 562,778 | 349,342 |
| Conditional Grants | 4 and 5 | 36,993 | 7,216 | 9,509 |
| Investment Income and Commissions | 4 and 5 | 59,000 | 53,459 | 55,167 |
| Other Revenues | 4 and 5 | - | 3,282 | 3,650 |
| Internal Transfers | | 728,373 | - | - |
| Capital Assets Proceeds | 4 | 10,000 | - | - |
| | | 4,119,606 | 3,460,642 | 2,519,810 |
| Expenses | | | | |
| General Government Services | 3 and 4 | 928,889 | 1,051,097 | 974,651 |
| Protective Services | 3 and 4 | 577,667 | 431,188 | 348,178 |
| Transportation Services | 3 and 4 | 1,948,305 | 1,551,241 | 1,293,668 |
| Environmental and Public Health Services | 3 and 4 | 757,281 | 681,699 | 82,940 |
| Planning and Development Services | 3 and 4 | 55,202 | 239,529 | 201,321 |
| Recreation and Cultural Services | 3 and 4 | 420,530 | 176,371 | 48,388 |
| Utilities Services | 3 and 4 | 56,353 | 64,430 | - |
| | | 4,744,227 | 4,195,555 | 2,949,146 |
| Deficit of Revenues over Expenses before Other Capital Contributions | | (624,621) | (734,913) | (429,336) |
| Other Capital Contributions | 2, 4 and 5 | 136,602 | 228,620 | 51,353 |
| Deficit of Revenues over Expenses | | (488,019) | (506,293) | (377,983) |
| Accumulated Surplus, Beginning of Year | | 11,352,268 | 11,352,268 | 11,730,251 |
| Accumulated Surplus, End of Year | | 10,864,249 | 10,845,975 | 11,352,268 |

The accompanying notes are an integral part of the consolidated financial statements.

Resort Village of Candle Lake
Consolidated Statement of Change in Net Financial Assets
Year ended December 31, 2021

Statement 3

| | 2021 Budget | 2021 | 2020 |
|---|------------------|------------------|------------------|
| | \$ | \$ | \$ |
| | (Note 1s) | | |
| Deficit of Revenues over Expenses | (488,019) | (506,293) | (377,983) |
| Acquisition of tangible capital assets | (395,592) | (158,192) | (170,864) |
| Amortization of tangible capital assets | - | 388,980 | 342,297 |
| Difference of capital expenses over expenditures | (395,592) | 230,787 | 171,433 |
| Change in inventory | - | 2,095 | 83,232 |
| Use of prepayments and deposits | - | 11,839 | (1,985) |
| Surplus of expenses of other non-financial over expenditures | - | 13,934 | 81,247 |
| Change in Net Financial Assets | (883,611) | (261,571) | (125,303) |
| Net Financial Assets, Beginning of Year | - | 3,264,254 | 3,389,557 |
| Net Financial Assets, End of Year | (883,611) | 3,002,683 | 3,264,254 |

The accompanying notes are an integral part of the consolidated financial statements.

Resort Village of Candle Lake
Consolidated Statement of Cash Flow
Year ended December 31, 2021

Statement 4

| | 2021 | 2020 |
|---|------------------|--------------------|
| | \$ | \$ |
| Operating | | |
| Deficit of Revenues over Expenses | (506,293) | (377,983) |
| Amortization | 388,980 | 342,297 |
| | (117,313) | (35,686) |
| Change in assets/liabilities | | |
| Taxes Receivable - Municipal | (66,906) | 55,603 |
| Other Accounts Receivable | (282,629) | (38,413) |
| Accounts Payable and Accrued Liabilities | 982,807 | (251,654) |
| Landfill Liability | 78,000 | 78,000 |
| Deposits | 2,350 | 900 |
| Deferred Revenue | (83,995) | 198,144 |
| Inventory | 2,095 | 83,232 |
| Prepayments and Deposits | 11,839 | (1,985) |
| Net Cash from Operations | 526,248 | 88,141 |
| Capital Transactions | | |
| Acquisition of Tangible Capital Assets | (158,192) | (170,864) |
| Net Cash used for Capital Transactions | (158,192) | (170,864) |
| Investing Transactions | | |
| Purchase of Investments | (49,000) | (2,000,000) |
| Net Cash used for Investing Transactions | (49,000) | (2,000,000) |
| Financing Transactions | | |
| Repayment of debt | (212,873) | (205,938) |
| Net Cash used for Financing Transactions | (212,873) | (205,938) |
| Increase (Decrease) in Cash | 106,183 | (2,288,661) |
| Cash, Beginning of Year | 2,361,314 | 4,649,975 |
| Cash, End of Year | 2,467,497 | 2,361,314 |

The accompanying notes are an integral part of the consolidated financial statements.

Resort Village of Candle Lake
Notes to the Consolidated Financial Statements
For the year ended December 31, 2021

1. Significant accounting policies

The consolidated financial statements of the Resort Village of Candle Lake (the "Village") are prepared by management in accordance with the Canadian Public Sector Accounting Standards ("PSAS"), as recommended by the Chartered Professional Accountants of Canada ("CPA Canada"). Significant aspects of the accounting policies are as follows:

- a) **Basis of Accounting:** The consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting requires revenues to be recognized as they become available and measurable and 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 consolidates the assets, liabilities and flow of resources of the Village. The entity is comprised of all of the organizations that are owned or controlled by the Village and are, therefore, accountable to Council for the administration of their financial affairs and resources. Entities included in these consolidated financial statements are as follows:

Entity

Candle Lake Health Services Committee
Communities in Bloom
Parks & Recreation Committees
First Responders Committee

All inter-organization transactions and balances have been eliminated.

- c) **Collection of funds for other authorities:** Collection of funds by the municipality for school boards, municipal hail and conservation and development authorities are collected and remitted in accordance with relevant legislation. The amounts collected are disclosed in Note 3.
- d) **Government Transfers:** 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 if the transfer has eligibility criteria; 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 accounts receivable.

- e) **Land for Resale -** Land for resale, comprising land held for future development and resale, is valued at the lower of cost and net realizable value. Cost includes amounts for land acquisition and improvements to prepare the land for sale or services. Revenue from the land sales is recognized when the title is transferred to the buyer.

Resort Village of Candle Lake
Notes to the Consolidated Financial Statements
For the year ended December 31, 2021

1. Significant accounting policies - continued

- 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 amounts for future operating and capital transactions. Amounts so 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 (Schedule 9) 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 tax revenue.
- l) **Inventory:** Inventory of materials and supplies expected to be used by the Village are valued at the lower of cost or net realizable value. Inventory 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 in the ordinary course of business.
- m) **Tangible Capital Assets:** All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Tangible capital assets are written down when conditions indicate that they no longer contribute to the Village's ability to provide goods and services, or when the value of the future economic benefits associated with the tangible capital assets are less than their net book value. 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 contribution. The tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The cost 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:

Resort Village of Candle Lake
Notes to the Consolidated Financial Statements
For the year ended December 31, 2021

1. Significant accounting policies - continued

m) **Tangible Capital Assets (continued)**

| <u>Asset</u> | <u>Useful Life (years)</u> |
|---------------------------------|----------------------------|
| General Assets | |
| Land | Indefinite |
| Land Improvements | 40 |
| Buildings | 40 |
| Vehicles & Equipment | |
| Vehicles | 10 |
| Machinery and Equipment | 5 to 20 |
| Infrastructure Assets | |
| Linear Assets | |
| Engineered structures | 40 |
| Roads | 40 |

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

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

- n) **Landfill Liability:** The Village maintains a waste disposal site. The annual provision is reported as an expense and the accumulated provision is reported on the Consolidated Statement of Financial Position. Recommended disclosure is provided in Note 7.
- o) **Employee Benefit Plans: Contributions to the Village's defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the Village's obligations are limited to their contributions.**
- 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 Village:
 - 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.

Resort Village of Candle Lake
Notes to the Consolidated Financial Statements
For the year ended December 31, 2021

1. Significant accounting policies - continued

- q) **Measurement Uncertainty:** The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount 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 and taxes receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

Amortization is based on the estimated useful lives of tangible capital assets.

Landfill liability is based on current value of future estimated closure and post closure costs.

Contaminated sites are based on current value of future remediation costs.

Accrued liabilities are estimated accrued costs.

Certain amounts of grant funding recognized in the year are based on management's best estimate as to the extent of the eligibility of various expenditures under the various funding programs for which the Village has been approved.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in earnings in the periods 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. Municipal 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 borrowings.

The segments (functions) are as follows:

General Government: Provides for the administration of the Village.

Protective Services: Comprised of expenses for police and fire protection.

Transportation Services: Responsible for the delivery of public works services related to the development and maintenance of roadway systems, street lighting and airport.

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: Provides for neighborhood development and sustainability.

Recreation and Culture: Provides for community services through the provision of recreation and leisure services.

Utility Services: Provides for delivery of water, collecting and treating of wastewater and providing collection and disposal of solid waste.

- s) **Budget Information:** Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on June 2, 2021.

Resort Village of Candle Lake
Notes to the Consolidated Financial Statements
For the year ended December 31, 2021

1. Significant accounting policies - continued

t) **New Standards and Amendments to Standards:**
Effective for Fiscal Years Beginning 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, 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, 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.

Resort Village of Candle Lake
Notes to the Consolidated Financial Statements
For the year ended December 31, 2021

1. Significant accounting policies - continued

New Standards and Amendments to Standards:

t) **Effective for Fiscal Years Beginning On or After April 1, 2023:**

PS 3400, Revenue, 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 extent of the impact on adoption of these future standards is not known at this time.

2. Cash and Investments

| | 2021 | 2020 |
|-------------------|------------------|------------------|
| Cash | 2,467,497 | 2,361,314 |
| Total Cash | 2,467,497 | 2,361,314 |

| | 2021 | 2020 |
|--------------------------|------------------|------------------|
| Investments | 2,049,000 | 2,000,000 |
| Total Investments | 2,049,000 | 2,000,000 |

Cash and temporary investments include balances with banks, term deposits and short-term investments. Investments include GICs with a maturity date of February 21, 2022 that carry an interest rate of 2.45% (2020: 2.45%) per annum.

3. Taxes Receivable - Municipal

| | 2021 | 2020 |
|---|----------------|----------------|
| Municipal - Current | 196,544 | 113,710 |
| - Arrears | 40,010 | 55,938 |
| Total municipal taxes receivable | 236,554 | 169,648 |
| School - Current | 60,072 | 32,490 |
| - Arrears | 19,455 | 28,086 |
| Total school taxes receivable | 79,527 | 60,576 |
| Other | 36,683 | 36,683 |
| Total taxes and grants in lieu receivable | 352,764 | 266,907 |
| Deduct taxes receivable to be collected on behalf of other organization | (79,527) | (60,576) |
| Taxes Receivable - Municipal | 273,237 | 206,331 |

Resort Village of Candle Lake
Notes to the Consolidated Financial Statements
For the year ended December 31, 2021

4. Other Accounts Receivable

| | 2021 | 2020 |
|-----------------------------------|----------------|---------|
| Government | 93,633 | 49,119 |
| Interest | - | 40,833 |
| Trade receivables | 402,848 | 65,112 |
| Less: Allowance for doubtful debt | (58,788) | - |
| | 344,060 | 65,112 |
| Other Accounts Receivable | 437,693 | 155,064 |

5. Land for Resale

| | 2021 | 2020 |
|------------------------------|----------------|---------|
| Other Land | 160,995 | 160,995 |
| Total Land for Resale | 160,995 | 160,995 |

6. Deferred Revenue

| | 2021 | 2020 |
|--|----------------|---------|
| Gas Tax Revenue - Opening Balance | 116,903 | 43,809 |
| Eligible Expenditures | (184,951) | (1,246) |
| Current Year Funding | 102,354 | 74,340 |
| Gas Tax Revenue - Closing Balance | 34,306 | 116,903 |
| Municipal Economic Enhancement Program Grant - Opening Balance | 120,732 | - |
| Eligible Expenditures | (16,987) | - |
| Current Year Funding | - | 120,732 |
| Municipal Economic Enhancement Program Grant - Closing Balance | 103,745 | 120,732 |
| Prepaid Property Taxes | 83,635 | 68,046 |
| Total Deferred Revenue | 221,686 | 184,949 |

Amounts deferred for Gas Tax and the Municipal Economic Enhancement Program Grant are deferred until they are spent on eligible expenditures in accordance with the funding agreements. Prepaid property taxes are recognized in revenue in the year the taxes were assessed for.

Resort Village of Candle Lake
Notes to the Consolidated Financial Statements
For the year ended December 31, 2021

7. Accrued Landfill costs

| | 2021 | 2020 |
|---------------------------|----------------|---------|
| Environmental Liabilities | 594,504 | 122,000 |

In 2021 the Village has accrued an overall liability for environmental matters in the amount of \$594,504 (2020 - \$122,000) which represents management's best estimate of this liability. By their nature, these estimates are subject to measurement uncertainty and the effect on the consolidated financial statements of changes in such estimates in future periods could be significant.

Included in environmental liabilities is \$594,504 (2020 - \$122,000) of the estimated total landfill closure and post-closure care expenses. The estimated liability for these expenses is recognized as the landfill site's capacity is used and the reported liability represents the portion of the estimated total expenses recognized as at December 31, 2021 based on the cumulative capacity used at that date, compared with the total estimated landfill capacity. Estimated total expenditures represent the sum of the discounted future cash flows for closure and post-closure care activities discounted at the Villages' average long-term borrowing rate of 2.72% (2020 - 3.23%).

Landfill closure and post-closure care requirements have been defined in accordance with The Environmental Management and Protection Act and include final covering and landscaping of the landfill, pumping of ground water, methane gas and leachate management, and ongoing environmental monitoring, site inspection and maintenance. The reported liability is based on estimates and assumptions using the best information available to management. Future events may result in significant changes to the estimated total expense, capacity used or total capacity and the estimated liability, and would be recognized prospectively, as a change in estimate, when applicable. The historic cell of the Landfill is due to be decommissioned in the near future, and in the current year a new cell has been put in use. The new cell has approximately 100% of its total estimated capacity of 30,000 tonnes remaining and its estimated remaining life is 15 years. The unfunded liability for the landfill will be paid for from unappropriated surplus.

8. Long-Term Debt

a) The debt limit of the Village is \$2,921,452. The debt limit for the Village is the total amount of the Village's own source revenues for the preceding year (Municipalities Act section 161).

| | 2021 | 2020 |
|---|----------------|---------|
| b) Bank loan is related to paving projects and is repayable in monthly instalments of \$19,930, including interest at 3.23% and matures on January 1, 2025. | 700,853 | 913,726 |
| | 700,853 | 913,726 |

Future principal repayments are estimated as follows:

| Year | Principal | Interest | Total |
|----------------|----------------|---------------|----------------|
| 2022 | 219,763 | 19,397 | 239,160 |
| 2023 | 226,968 | 12,192 | 239,160 |
| 2024 | 234,389 | 4,771 | 239,160 |
| 2025 | 19,733 | 197 | 19,930 |
| Balance | 700,853 | 36,557 | 737,410 |

Resort Village of Candle Lake
Notes to the Consolidated Financial Statements
For the year ended December 31, 2021

9. Inventory

| | 2021 | 2020 |
|------------------|----------------|----------------|
| Gravel | 93,955 | 96,050 |
| Culverts | 9,126 | 9,126 |
| Other | 26,554 | 26,554 |
| Inventory | 129,635 | 131,730 |

10. Pension plan contributions

The Village was an employer member of the Municipal Employees' Pension Plan (MEPP), which is a multi-employer defined benefit plan under which both the municipality and employees make contributions of 9% (2020 - 9.0%) of an employee's gross salary. The Village's contributions and corresponding expense in the current year totaled \$70,481 (2020 - \$71,925).

11. COVID-19

The global pandemic declared by the World Health Organization on March 11, 2020 due to the outbreak of COVID-19 has cast uncertainty on the estimates, assumptions and critical judgements exercised by management. Although the development of successful vaccine candidates towards the end of 2020, and their widespread rollout throughout 2021 signals a turning point in the pandemic, lingering challenges indicate the pandemic will likely continue to negatively impact the Canadian economy.

COVID-19 resulted in a reduction of community events throughout 2021. These measures had an impact on expenditures.

12. Contingent Liabilities

The Village is contingently liable under terms of the Saskatchewan Association of Rural Municipalities Self-Insurance Plan for its proportionate share of claims and future claims in excess of the Plan's reserve fund.

The Village is also contingently liable for legal claims in which the Village has been named as a defendant in which damages have been sought. The outcome of these actions is not determinable as at the date of reporting and accordingly, no provision has been made in these financial statements for any liability that may result.

13. Contractual Rights

Contractual rights are rights to economic resources arising from contracts or agreements that will result in an asset and revenue in the future. Significant contractual rights of the Village are as follows:

| Contractual Rights Type | 2021 - 2022 | 2022 - 2023 | 2023 - 2024 |
|-------------------------|-------------|-------------|-------------|
| Gas tax funding | 51,912 | 51,912 | 52,928 |

Resort Village of Candle Lake

Schedule 1 – Schedule of Taxes and Other Unconditional Revenue

Year ended December 31, 2021

Schedule 1

| | 2021 Budget | 2021 | 2020 |
|--|--------------------|------------------|------------------|
| | \$ | \$ | \$ |
| TAXES | | | |
| General municipal tax levy | 2,714,124 | 2,759,477 | 2,251,092 |
| Abatements and adjustments | (400) | - | (325) |
| Discount on current year taxes | (123,493) | (138,175) | (410,446) |
| Net Municipal Taxes | 2,590,231 | 2,621,302 | 1,840,321 |
| Penalties on tax arrears | 19,000 | 13,705 | 18,634 |
| Special tax levy | - | - | (10,328) |
| Total taxes | 2,609,231 | 2,635,007 | 1,848,627 |
| UNCONDITIONAL GRANTS | | | |
| Equalization (revenue sharing) | 190,908 | 185,908 | 208,914 |
| Total unconditional grants | 190,908 | 185,908 | 208,914 |
| GRANTS IN LIEU OF TAXES | | | |
| Provincial | | | |
| SPMC - Municipal Share | 8,000 | 12,992 | 8,140 |
| Total Grants in Lieu of Taxes | 8,000 | 12,992 | 8,140 |
| TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE | 2,808,139 | 2,833,907 | 2,065,681 |

Resort Village of Candle Lake
Schedule of Operating and Capital Revenue by Function
Year ended December 31, 2021

Schedule 2-1

| | 2021 Budget | 2021 | 2020 |
|---|--------------------|----------------|----------------|
| | \$ | \$ | \$ |
| GENERAL GOVERNMENT SERVICES | | | |
| Operating | | | |
| Other Segmented Revenue | | | |
| Fees and Charges | | | |
| Admin (Trailer Park Fees) | 437,476 | 452,140 | 36,461 |
| Other (Tax Enforcement) | - | 6,433 | 7,927 |
| Total Fees and Charges | 437,476 | 458,573 | 44,388 |
| Investment income and commissions | 59,000 | 53,459 | 55,167 |
| Other (Rental) | 670 | 3,282 | 3,650 |
| Total Other Segmented Revenue | 497,146 | 515,314 | 103,205 |
| Total Operating | 497,146 | 515,314 | 103,205 |
| Capital | | | |
| Conditional Grants | | | |
| Other (Local Improvement Charges) | 6,993 | 43,875 | 50,109 |
| Total Capital | 6,993 | 43,875 | 50,109 |
| Total General Government Services | 504,139 | 559,189 | 153,314 |
| PROTECTIVE SERVICES | | | |
| Operating | | | |
| Other Segmented Revenue | | | |
| Fees and Charges | | | |
| Other (First responder, Policing and Fire) | 15,000 | 15,610 | 140,360 |
| Total Fees and Charges | 15,000 | 15,610 | 140,360 |
| Total Other Segmented Revenue | 15,000 | 15,610 | 140,360 |
| Total Operating | 15,000 | 15,610 | 140,360 |
| Total Protective Services | 15,000 | 15,610 | 140,360 |

Resort Village of Candle Lake
Schedule of Operating and Capital Revenue by Function
Year ended December 31, 2021

Schedule 2-2

| | 2021 Budget \$ | 2021 \$ | 2020 \$ |
|---|-------------------|------------|------------|
| TRANSPORTATION SERVICES | | | |
| Operating | | | |
| Other Segmented Revenue | | | |
| Fees and Charges | | | |
| Custom work | - | 365 | 200 |
| Other (sign corridor) | - | 1,050 | 1,200 |
| Total Fees and Charges | - | 1,415 | 1,400 |
| Tangible capital asset sales - gain (loss) | 10,000 | - | - |
| Total Other Segmented Revenue | 10,000 | 1,415 | 1,400 |
| Conditional Grants | | | |
| Student Employment | 30,000 | 7,216 | 9,509 |
| Total Conditional Grants | 30,000 | 7,216 | 9,509 |
| Total Operating | 40,000 | 8,631 | 10,909 |
| Total Transportation Services | 40,000 | 8,631 | 10,909 |
| ENVIRONMENTAL AND PUBLIC HEALTH SERVICES | | | |
| Operating | | | |
| Other Segmented Revenue | | | |
| Fees and Charges | | | |
| Waste and Disposal Fees | 48,550 | 55,932 | 54,449 |
| Other (Cemetery Fees) | 3,500 | 3,000 | 3,150 |
| Total Fees and Charges | 52,050 | 58,932 | 57,599 |
| Total Other Segmented Revenue | 52,050 | 58,932 | 57,599 |
| Total Operating | 52,050 | 58,932 | 57,599 |
| Capital | | | |
| Conditional grants | | | |
| Gas tax | 36,602 | 184,745 | 1,244 |
| Total Capital | 36,602 | 184,745 | 1,244 |
| Total Environmental and Public Health Services | 88,652 | 243,677 | 58,843 |

Resort Village of Candle Lake
Schedule of Operating and Capital Revenue by Function
Year ended December 31, 2021

Schedule 2-3

| | 2021 Budget | 2021 | 2020 |
|--|--------------------|-------------|---------|
| | \$ | \$ | \$ |
| PLANNING AND DEVELOPMENT SERVICES | | | |
| Operating | | | |
| Other Segmented Revenue | | | |
| Fees and Charges | | | |
| Maintenance and Development Charges | (31,375) | 23,190 | 140,710 |
| Total Fees and Charges | (31,375) | 23,190 | 140,710 |
| Total Other Segmented Revenue | (31,375) | 23,190 | 140,710 |
| Total Operating | (31,375) | 23,190 | 140,710 |
| Total Planning and Development Services | (31,375) | 23,190 | 140,710 |
| RECREATION AND CULTURAL SERVICES | | | |
| Operating | | | |
| Other Segmented Revenue | | | |
| Fees and Charges | | | |
| Other (Recreational Fees) | - | 1,108 | 1,346 |
| Total Fees and Charges | - | 1,108 | 1,346 |
| Total Other Segmented Revenue | - | 1,108 | 1,346 |
| Total Operating | - | 1,108 | 1,346 |
| Capital | | | |
| Conditional grants | | | |
| Gas tax | 100,000 | - | - |
| Total Capital | 100,000 | - | - |
| Total Recreation and Cultural Services | 100,000 | 1,108 | 1,346 |

Resort Village of Candle Lake
Schedule of Operating and Capital Revenue by Function
Year ended December 31, 2021

Schedule 2-4

| | 2021 Budget | 2021 | 2020 |
|--|--------------------|--------------------|-------------|
| | \$ | \$ | \$ |
| UTILITY SERVICES | | | |
| Operating | | | |
| Other Segmented Revenue | | | |
| Fees and Charges | | | |
| Lagoon Fees | 3,950 | 3,950 | 3,950 |
| Total Fees and Charges | 3,950 | 3,950 | 3,950 |
| Total Other Segmented Revenue | 3,950 | 3,950 | 3,950 |
| Total Operating | 3,950 | 3,950 | 3,950 |
| Total Utility Services | 3,950 | 3,950 | 3,950 |
| TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION | 720,366 | 855,355 | 469,021 |
| SUMMARY | | | |
| Total Other Segmented Revenue | 546,771 | 619,519 | 408,159 |
| Total Conditional Grants | 30,000 | 7,216 | 9,509 |
| Total Capital Grants and Contributions | 43,595 | 228,620 | 51,353 |
| TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION | 620,366 | 855,355 | 469,021 |

Resort Village of Candle Lake

Total Expenses by Function

Year ended December 31, 2021

Schedule 3-1

| | 2021 Budget | 2021 | 2020 |
|---|------------------|------------------|------------------|
| | \$ | \$ | \$ |
| GENERAL GOVERNMENT SERVICES | | | |
| Council remuneration, benefits and travel | 53,084 | 59,907 | 66,617 |
| Wages and benefits | 279,771 | 393,672 | 416,932 |
| Professional/Contractual services | 492,107 | 518,386 | 325,170 |
| Utilities | 21,669 | 20,509 | 22,946 |
| Maintenance, materials and supplies | 21,172 | 28,855 | 106,701 |
| Amortization | - | 3,481 | 3,063 |
| Capital Purchases | 35,085 | - | - |
| Interest | 26,000 | 26,287 | 33,222 |
| Total Government Services | 928,888 | 1,051,097 | 974,651 |
| PROTECTIVE SERVICES | | | |
| Police protection | | | |
| Wages and benefits | 186,044 | 185,301 | 113,573 |
| Professional/Contractual services | 69,623 | 107,654 | 132,689 |
| Utilities | 5,622 | - | - |
| Maintenance, material and supplies | 16,570 | - | - |
| Grants and contributions - operating | 9,000 | 5,500 | 11,000 |
| Fire protections | | | |
| Wages and benefits | 45,080 | 38,379 | 16,701 |
| Professional/Contractual services | 31,263 | 21,439 | 18,761 |
| Utilities | 12,705 | 6,922 | 7,645 |
| Maintenance, material and supplies | 43,260 | 48,545 | 32,455 |
| Capital Purchases | 158,500 | - | - |
| Amortization | - | 17,448 | 15,354 |
| Total Protective Services | 577,667 | 431,188 | 348,178 |
| TRANSPORTATION SERVICES | | | |
| Wages and benefits | 343,208 | 372,952 | 460,903 |
| Professional/Contractual Services | 211,859 | 235,821 | 162,627 |
| Utilities | 74,628 | 65,360 | 70,357 |
| Maintenance, materials and supplies | 722,295 | 761,060 | 497,979 |
| Gravel | 61,000 | 22,696 | 9,606 |
| Amortization | - | 91,401 | 80,432 |
| Capital Purchases | 524,890 | - | 4,460 |
| Other (culverts/drainage) | 10,425 | 1,951 | 7,304 |
| Total Transportation Services | 1,948,305 | 1,551,241 | 1,293,668 |

Resort Village of Candle Lake

Total Expenses by Function

Year ended December 31, 2021

Schedule 3-2

| | 2021 Budget | 2021 | 2020 |
|---|----------------|----------------|----------------|
| | \$ | \$ | \$ |
| ENVIRONMENTAL AND PUBLIC HEALTH SERVICES | | | |
| Wages and benefits | 106,365 | 79,190 | 1,250 |
| Professional/contractual services | 10,010 | - | - |
| Utilities | 8,615 | 1,009 | 1,492 |
| Utilities - Repairs and Maintenance | 2,074 | - | - |
| Utilities - Administration | - | - | - |
| Utilities - Salaries | - | - | - |
| Maintenance, materials and supplies | 43,820 | 43,040 | (35,442) |
| Amortization | - | 85,956 | 75,640 |
| Capital Purchases | 48,602 | - | - |
| Other (provision for landfill liability) | - | 472,504 | 40,000 |
| Total Environmental and Public Health Services | 219,484 | 681,699 | 82,940 |
| PLANNING AND DEVELOPMENT SERVICES | | | |
| Professional/contractual services | 52,620 | 39,084 | 38,644 |
| Grants and contributions - operating | 2,582 | 3,313 | 1,925 |
| PD - Utilities | - | 14,457 | - |
| Amortization | - | 182,675 | 160,752 |
| Total Planning and Development Services | 55,202 | 239,529 | 201,321 |
| RECREATION AND CULTURAL SERVICES | | | |
| Professional/contractual services | 78,635 | 52,875 | 1,231 |
| Utilities | 8,336 | 8,117 | 7,481 |
| Maintenance, materials and supplies | 39,638 | 32,079 | 4,083 |
| Grants and contributions - operating | 1,250 | 1,250 | 3,500 |
| Amortization | - | 8,019 | 7,056 |
| Allowance for doubtful debt | - | 58,788 | - |
| Purchase of capital assets | 250,000 | - | - |
| Other (library, parks and recreation, communities in bloom) | 42,671 | 15,243 | 25,037 |
| Total Recreation and Cultural Services | 420,530 | 176,371 | 48,388 |

Resort Village of Candle Lake

Year ended December 31, 2021

Total Expenses by Function

Schedule 3-3

| | 2021 Budget | 2021 | 2020 |
|---|--------------------|------------------|-------------|
| | \$ | \$ | \$ |
| UTILITY SERVICES | | | |
| Water-Professional/Contractor services | 3,597 | 11,473 | - |
| Water Maintenance, materials and supplies | 1,200 | 4,618 | - |
| Utilities-Sewer | | | - |
| Wages and benefits | 21,535 | 19,871 | - |
| Professional /Contract services | 25,421 | 27,349 | - |
| Maintenance,materials and supplies | 4,600 | 1,119 | - |
| Total Utility Services | 56,353 | 64,430 | - |
| Fiscal Services | | | - |
| Transfer to reserves | 537,797 | - | - |
| TOTAL EXPENSES BY FUNCTION | 4,744,227 | 4,195,555 | 2,949,146 |

Resort Village of Candle Lake

Schedule of Segment Disclosure by Function (Current Year Budget)

Year ended December 31, 2021

Schedule 4-1

| | General Government | Protective Services | Transportation Services | Environmental Public Health | Planning & Development | Recreation & Culture | Utility Services | Fiscal Services | Total |
|---|-------------------------------|--------------------------------|------------------------------------|--|---------------------------------------|-------------------------------------|-----------------------------|----------------------------|---------------------------|
| | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Revenue (Schedule 2) | | | | | | | | | |
| Fees and Charges | 437,476 | 15,000 | - | 52,050 | (31,375) | - | 3,950 | - | 477,101 |
| Tangible Capital Asset Sales - Gain | - | - | 10,000 | - | - | - | - | - | 10,000 |
| Investment Income and Comm. | 59,000 | - | - | - | - | - | - | - | 59,000 |
| Other Revenues | 670 | - | - | - | - | - | - | - | 670 |
| Grants - Conditional | 6,993 | - | 30,000 | - | - | - | - | - | 36,993 |
| Grants - Capital | - | - | - | 36,602 | - | 100,000 | - | - | 136,602 |
| Total Revenues | 504,139 | 15,000 | 40,000 | 88,652 | (31,375) | 100,000 | 3,950 | - | 720,366 |
| Expenses (Schedule 3) | | | | | | | | | |
| Council Remuneration, Benefits/Travel | 53,084 | - | - | - | - | - | - | - | 53,084 |
| Wages & Benefits | 279,771 | 231,124 | 343,208 | 106,365 | - | - | - | - | 960,468 |
| Professional/Contractual Services | 492,107 | 100,886 | 211,859 | 10,010 | 52,620 | 78,635 | 3,597 | - | 949,714 |
| Utilities | 21,669 | 18,327 | 74,628 | 10,688 | - | 8,336 | 51,556 | - | 185,205 |
| Maintenance Materials and Supplies | 21,172 | 59,830 | 722,295 | 43,820 | - | 39,638 | 1,200 | - | 887,955 |
| Grants and Contributions | - | 9,000 | 61,000 | - | 2,582 | 1,250 | - | - | 73,832 |
| Interest | 26,000 | - | - | - | - | - | - | - | 26,000 |
| Fiscal Services | - | - | - | - | - | - | - | 537,797 | 537,797 |
| Capital Purchases | 35,085 | 158,500 | 524,890 | 48,602 | - | 250,000 | - | - | 1,017,077 |
| Other | - | - | 10,425 | - | - | 42,671 | - | - | 53,096 |
| Total Expenses | 928,888 | 577,667 | 1,948,305 | 219,484 | 55,202 | 420,530 | 56,353 | 537,797 | 4,744,227 |
| Surplus (Deficit) by Function | (424,749) | (562,667) | (1,908,305) | (130,832) | (86,577) | (320,530) | (52,403) | (537,797) | (4,023,861) |
| Taxation and Other Unconditional Revenue (Schedule 1) | | | | | | | | | 2,808,139 |
| Net Deficit | | | | | | | | | <u>(1,215,722)</u> |

Resort Village of Candle Lake

Schedule of Segment Disclosure by Function (Current Year Actual)

Year ended December 31, 2021

Schedule 4-2

| | General Government | Protective Services | Transportation Services | Environmental Public Health | Planning & Development | Recreation & Culture | Utility Services | Total |
|---|-------------------------------|--------------------------------|------------------------------------|--|---------------------------------------|-------------------------------------|-----------------------------|--------------------|
| | \$ | \$ | | \$ | \$ | \$ | \$ | \$ |
| Revenue (Schedule 2) | | | | | | | | |
| Fees and Charges | 458,573 | 15,610 | 1,415 | 58,932 | 23,190 | 1,108 | 3,950 | 562,778 |
| Investment Income and Commissions | 53,459 | - | - | - | - | - | - | 53,459 |
| Other Revenues | 3,282 | - | - | - | - | - | - | 3,282 |
| Grants - Conditional | - | - | 7,216 | - | - | - | - | 7,216 |
| Grants - Capital | 43,875 | - | - | 184,745 | - | - | - | 228,620 |
| Total Revenues | 559,189 | 15,610 | 8,631 | 243,677 | 23,190 | 1,108 | 3,950 | 855,355 |
| Expenses (Schedule 3) | | | | | | | | |
| Council Remuneration, Benefits and Travel | 59,907 | - | - | - | - | - | - | 59,907 |
| Wages & Benefits | 393,672 | 223,680 | 372,952 | 79,190 | - | - | - | 1,069,494 |
| Professional/Contractual Services | 518,386 | 129,093 | 235,821 | - | 39,084 | 52,875 | 11,473 | 975,259 |
| Utilities | 20,509 | 6,922 | 65,360 | 1,009 | 14,457 | 8,117 | 48,339 | 116,374 |
| Maintenance Materials and Supplies | 28,855 | 48,545 | 783,756 | 43,040 | - | 32,079 | 4,618 | 936,275 |
| Grants and Contributions | - | 5,500 | - | - | 3,313 | 1,250 | - | 10,063 |
| Allowance for doubtful debt | - | - | - | - | - | 58,788 | - | 58,788 |
| Amortization | 3,481 | 17,448 | 91,401 | 85,956 | 182,675 | 8,019 | - | 388,980 |
| Interest | 26,287 | - | - | - | - | - | - | 26,287 |
| Other | - | - | 1,951 | 472,504 | - | 15,243 | - | 489,698 |
| Total Expenses | 1,051,097 | 431,188 | 1,551,241 | 681,699 | 239,529 | 176,371 | 64,430 | 4,195,555 |
| Deficit by Function | (491,908) | (415,578) | (1,542,610) | (438,022) | (216,339) | (175,263) | (60,480) | (3,340,200) |
| Taxation and Other Unconditional Revenue (Schedule 1) | | | | | | | | 2,833,907 |
| Net Deficit | | | | | | | | (506,293) |

Resort Village of Candle Lake

Schedule of Segment Disclosure by Function (Prior Year Actual)

Year ended December 31, 2020

Schedule 5

| | General Government | Protective Services | Transportation Services | Environmental & Public Health | Planning & Development | Recreation & Culture | Total |
|--|-------------------------------|--------------------------------|------------------------------------|--|---------------------------------------|-------------------------------------|--------------------|
| | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Revenue (Schedule 2) | | | | | | | |
| Fees and Charges | 44,388 | 140,360 | 1,400 | 57,599 | 140,710 | 1,346 | 385,803 |
| Land Sales - Gain | 55,167 | - | - | - | - | - | 55,167 |
| Investment Income and Commissions | 3,650 | - | - | - | - | - | 3,650 |
| Grants - Conditional | - | - | 9,509 | - | - | - | 9,509 |
| Grants - Capital | 50,109 | - | - | 1,244 | - | - | 51,353 |
| Total Revenues | 153,314 | 140,360 | 10,909 | 58,843 | 140,710 | 1,346 | 505,482 |
| Expenses (Schedule 3) | | | | | | | |
| Council Remuneration, Benefits and Trav | 66,617 | - | - | - | - | - | 66,617 |
| Wages & Benefits | 416,932 | 130,274 | 460,903 | 1,250 | - | - | 1,009,359 |
| Professional/Contractual Services | 325,170 | 151,450 | 162,627 | - | 38,644 | 1,231 | 679,122 |
| Utilities | 22,946 | 7,645 | 70,357 | 1,492 | - | 7,481 | 109,921 |
| Maintenance Materials and Supplies | 106,701 | 32,455 | 507,585 | (35,442) | - | 4,083 | 615,382 |
| Grants and Contributions | - | 11,000 | - | - | 1,925 | 3,500 | 16,425 |
| Amortization | 3,063 | 15,354 | 80,432 | 75,640 | 160,752 | 7,056 | 342,297 |
| Interest | 33,222 | - | - | - | - | - | 33,222 |
| Other | - | - | 7,304 | 40,000 | - | 25,037 | 72,341 |
| Capital Purchases | - | - | 4,460 | - | - | - | 4,460 |
| Total Expenses | 974,651 | 348,178 | 1,289,208 | 82,940 | 201,321 | 48,388 | 2,949,146 |
| Deficit by Function | (821,337) | (207,818) | (1,278,299) | (24,097) | (60,611) | (47,042) | (2,443,664) |
| Taxation and Other Unconditional Revenue (Schedule 1) | | | | | | | 2,065,681 |
| Net Deficit | | | | | | | (377,983) |

Resort Village of Candle Lake
Schedule of Tangible Capital Assets by Object
Year ended December 31, 2021

Schedule 6

| | 2021 | | | | | | | 2020 | |
|--|-------------------|------------------|----------------|-------------------------|------------------|--|-----------|-------------------|-------------------|
| | General Assets | | | Infrastructure Assets | | General/Infrastructure Assets Under Construction | | Total | |
| | Land Improvements | Buildings | Vehicles | Machinery and Equipment | Linear Assets | Landfill Engineered Structure | Total | | |
| | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | |
| Asset Cost | | | | | | | | | |
| Opening Asset Cost | 1,897,835 | 1,040,195 | 560,450 | 1,599,960 | 5,645,328 | - | 559,877 | 11,303,645 | 11,132,781 |
| Additions During the Year | - | 14,092 | - | 131,453 | 12,647 | - | - | 158,192 | 170,864 |
| Transfers from Assets Under Construction | - | - | - | - | - | 559,877 | (559,877) | - | - |
| Closing asset cost | 1,897,835 | 1,054,287 | 560,450 | 1,731,413 | 5,657,975 | 559,877 | - | 11,461,837 | 11,303,645 |
| Accumulated Amortization Cost | | | | | | | | | |
| Open Accumulated Amortization Cost | 889,094 | 189,209 | 416,138 | 804,136 | 1,060,623 | - | - | 3,359,200 | 3,016,903 |
| Add: Amortization Taken | 47,446 | 26,181 | 56,045 | 80,691 | 141,292 | 37,325 | - | 388,980 | 342,297 |
| Closing Accumulated Amortization Cost | 936,540 | 215,390 | 472,183 | 884,827 | 1,201,915 | 37,325 | - | 3,748,180 | 3,359,200 |
| Net Book Value | 961,295 | 838,897 | 88,267 | 846,586 | 4,456,060 | 522,552 | - | 7,713,657 | 7,944,445 |

Resort Village of Candle Lake
Schedule of Segment Disclosure by Function
Year ended December 31, 2021

Schedule 7

| | 2021 | | | | | | | 2020 | |
|--|--------------------|---------------------|-------------------------|---------------------------------|--------------------------|------------------------|-----------|-------------------|-------------------|
| | General Government | Protective Services | Transportation Services | Environmental and Public Health | Planning and Development | Recreation and Culture | Utilities | Total | Total |
| | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Asset Cost | | | | | | | | | |
| Opening Asset Cost | 118,254 | 513,182 | 2,754,381 | 2,460,103 | 5,228,247 | 229,478 | - | 11,303,645 | 11,132,781 |
| Additions During the Year | 26,739 | 131,453 | - | - | - | - | - | 158,192 | 170,864 |
| Closing Asset Cost | 144,993 | 644,635 | 2,754,381 | 2,460,103 | 5,228,247 | 229,478 | - | 11,461,837 | 11,303,645 |
| Accumulated Amortization Cost | | | | | | | | | |
| Open Accumulated Amortization Cost | 32,964 | 179,750 | 646,524 | 1,213,617 | 1,208,586 | 77,759 | - | 3,359,200 | 3,016,903 |
| Add: Amortization Taken | 3,481 | 17,448 | 91,401 | 85,956 | 182,675 | 8,019 | - | 388,980 | 342,297 |
| Closing Accumulated Amortization Cost | 36,445 | 197,198 | 737,925 | 1,299,573 | 1,391,261 | 85,778 | - | 3,748,180 | 3,359,200 |
| Net Book Value | 108,548 | 447,437 | 2,016,456 | 1,160,530 | 3,836,986 | 143,700 | - | 7,713,657 | 7,944,445 |

Resort Village of Candle Lake
Consolidated Schedule of Accumulated Surplus
Year ended December 31, 2021

Schedule 8

| | 2020 | Changes | 2021 |
|--|------------|-----------|------------|
| | \$ | \$ | \$ |
| UNAPPROPRIATED SURPLUS | 2,529,792 | (509,003) | 2,020,789 |
| APPROPRIATED RESERVES | | | |
| Capital – Buildings Reserve | 200,000 | - | 200,000 |
| Capital – Equipment Reserve | 158,500 | - | 158,500 |
| Lagoon Sustainability Reserve | 488,135 | - | 488,135 |
| Municipal Reserve Land | 139,900 | - | 139,900 |
| Roads/streets Reserve | 400,720 | 395 | 401,115 |
| Resale Land Reserve | 59,700 | - | 59,700 |
| Fire Department Equipment Reserve | 75,600 | - | 75,600 |
| Hall Maintenance | 58,854 | - | 58,854 |
| Communities In Bloom Reserve | 30,313 | 21,006 | 51,319 |
| Gravel Reserve | 42,862 | - | 42,862 |
| Beautification Reserve | 41,138 | - | 41,138 |
| Protection Service | 30,000 | - | 30,000 |
| Trails Reserve | 30,000 | - | 30,000 |
| Parks And Recreation | 10,149 | (11,468) | (1,319) |
| Trails Project Reserve Fund | - | 484 | 484 |
| Health Committee Surplus | - | 1,225 | 1,225 |
| First Responders Project | 11,655 | 8,676 | 20,331 |
| Fire Project Reserve | 2,358 | - | 2,358 |
| Community Gardens Project Reserve | 1,873 | 307 | 2,180 |
| Landfill Reserve | 10,000 | - | 10,000 |
| Total Appropriated | 1,791,757 | 20,625 | 1,812,382 |
| NET INVESTMENT IN TANGIBLE CAPITAL ASSETS | | | |
| Tangible Capital Assets (Schedule 6) | 7,944,445 | (230,788) | 7,713,657 |
| Less: Related Debt | (913,726) | 212,873 | (700,853) |
| Net Investment in Tangible Capital Assets | 7,030,719 | (17,915) | 7,012,804 |
| Total Accumulated Surplus | 11,352,268 | (506,293) | 10,845,975 |

Resort Village of Candle Lake
Schedule of Mill Rates and Assessments
Year ended December 31, 2021

Schedule 9

| | Property class | | | | | Total \$ |
|--|-------------------|--------------------|----------------------------------|-------------------------------|---------------------------------|--------------------|
| | Agriculture \$ | Residential \$ | Residential Condominium \$ | Seasonal Residential \$ | Commercial Development \$ | |
| Taxable Assessment | | | | | | |
| Regional Park Assessment | 63,315 | 154,562,720 | 10,905,440 | 261,497,600 | 20,157,580 | 447,186,655 |
| Exempt as per SAMA Website | | 346,800 | | 25,220,240 | 3,699,370 | 29,266,410 |
| Total Assessment | 63,315 | 154,215,920 | 10,905,440 | 236,277,360 | 16,458,210 | 417,920,245 |
| Mill Rate Factor(s) | 1.0000 | 1.0000 | 1.0000 | 1.0000 | 2.1200 | |
| Total Base/Minimum Tax (generated for each property class) | 2,600 | 1,353,599 | - | - | 94,218 | 1,450,417 |
| Total Municipal Tax Levy (include base and/or minimum tax and special levies) | 2,790 | 1,816,247 | 32,716 | 708,832 | 198,892 | 2,759,477 |

| Mill Rates | Mills |
|------------------------------------|--------|
| Average Municipal* | 6.6029 |
| Average School* | 5.1709 |
| Potash Mill Rate | |
| Uniform Municipal Mill Rate | 3.0000 |

* Average mill rates - multiply the total tax levy for each taxing authority by 1000 and divide by the total assessment for the taxing authority.

Resort Village of Candle Lake
Schedule of Council Remuneration
Year ended December 31, 2021

Schedule 10

| | Remuneration | Reimbursed costs | Total |
|-------------------------|---------------------|-------------------------|---------------|
| | \$ | \$ | \$ |
| Name | | | |
| Mayor Terry Kostyna | 9,000 | 6,516 | 15,516 |
| Councilor Joe Barczai | 6,600 | 4,794 | 11,394 |
| Councilor Debbie Hunter | 6,600 | 6,225 | 12,825 |
| Councilor Shayne Morley | 6,600 | 3,013 | 9,613 |
| Councilor Jon Attig | 6,600 | 2,375 | 8,975 |
| Total | 35,400 | 22,923 | 58,323 |