

RESORT VILLAGE OF ELK RIDGE

Auditor's Report

Financial Statements

December 31, 2023

DRAFT

MANAGEMENT'S RESPONSIBILITY

To the Ratepayers of
Resort Village of Elk Ridge:

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

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

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

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

Mayor

Administrator

INDEPENDENT AUDITOR'S REPORT

To the **Mayor** and Council of the **Resort Village of Elk Ridge**

Report on the Financial Statements

Opinion

We have audited the financial statements of the **Resort Village of Elk Ridge**, which comprise the statement of financial position as at **December 31, 2023** and the statements of financial activities, changes in net financial assets, changes in financial position, and remeasurement gains and losses for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements, present fairly, in all material respects, the financial position of the Resort Village as at **December 31, 2023** and its financial performance and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

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

Other Matters

The financial statements of **Resort Village of Elk Ridge** for the year ended December 31, 2022 were audited by another auditor who expressed an unmodified opinion on those statements on May 8, 2024.

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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Resort Village's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and the use of the going concern basis of accounting unless management either intends to liquidate the Resort Village or cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Resort 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 Resort 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 Resort 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
August 28, 2024

Chartered Professional Accountants

RESORT VILLAGE OF ELK RIDGE

Statement 1

STATEMENT OF FINANCIAL POSITION

December 31, 2023
with comparative figures for 2022

	<u>2023</u>	<u>2022</u>
<u>ASSETS</u>		
Financial assets:		
Cash and cash equivalents (Note 2)	\$ 108,656	356,522
Investments (Note 3)	608,000	202,499
Taxes receivable - Municipal (Note 4)	12,874	16,637
Other accounts receivable (Note 5)	27,817	179,423
Assets held for sale	-	-
Long-term receivables	-	-
Debt charges recoverable	-	-
Other	-	-
	<hr/>	<hr/>
Total financial assets	757,347	755,081
<u>LIABILITIES</u>		
Bank indebtedness	-	-
Accounts payable	21,140	79,934
Accrued liabilities payable	-	-
Deposits	7,000	7,000
Deferred revenue	16,688	12,113
Asset retirement obligations	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Long-term debt (Note 6)	-	-
Lease obligations	-	-
	<hr/>	<hr/>
Total liabilities	44,828	99,047
NET FINANCIAL ASSETS (DEBT)	712,519	656,034
Non-financial assets:		
Tangible capital assets (Schedule 6, 7)	237,658	159,403
Prepaid and deferred charges	401	1,531
Stock and supplies	-	-
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Total non-financial assets	238,059	160,934
Accumulated surplus (deficit)	<u>\$ 950,578</u>	<u>816,968</u>
Accumulated surplus (deficit) is comprised of:		
Accumulated surplus (deficit) excluding remeasurement gains (losses) (Schedule 8)	950,578	816,968
Accumulated remeasurement gains (losses) (Statement 5)	-	-

APPROVED ON BEHALF OF COUNCIL:

_____ Mayor

_____ Councillor

See accompanying notes to the financial statements.

RESORT VILLAGE OF ELK RIDGE

Statement 2

STATEMENT OF FINANCIAL ACTIVITIES

Year ended December 31, 2023
with comparative figures for 2022

		<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
Revenues:				
Tax revenue	(Schedule 1)	\$ 287,737	297,567	290,069
Other unconditional revenue	(Schedule 1)	33,903	33,917	30,101
Fees and charges	(Schedule 4, 5)	29,845	47,938	32,637
Conditional grants	(Schedule 4, 5)	2,945	1,857	1,455
Tangible capital asset sales - gain (loss)	(Schedule 4, 5)	-	-	-
Land sales - gain (loss)	(Schedule 4, 5)	-	-	-
Investment income (Note 3)	(Schedule 4, 5)	8,000	13,856	2,499
Commissions	(Schedule 4, 5)	-	-	-
Restructurings	(Schedule 4, 5)	-	-	694,572
Other revenues	(Schedule 4, 5)	-	-	-
Provincial/Federal capital grants and contributions	(Schedule 4, 5)	-	-	-
Total Revenues		362,430	395,135	1,051,333
Expenditures:				
General government services	(Schedule 3)	109,857	107,496	119,491
Protective services	(Schedule 3)	33,800	30,303	25,679
Transportation services	(Schedule 3)	56,072	50,457	47,029
Environmental and public health services	(Schedule 3)	29,100	21,283	23,901
Planning and development services	(Schedule 3)	22,000	7,343	18,265
Recreation and cultural services	(Schedule 3)	16,800	12,000	-
Utility services	(Schedule 3)	13,000	32,643	-
Restructurings	(Schedule 3)	-	-	-
Total Expenditures		280,629	261,525	234,365
Surplus (deficit) of revenues over expenditures		81,801	133,610	816,968
Accumulated surplus (deficit) excluding remeasurement gains (losses), beginning of year		816,968	816,968	-
Accumulated surplus (deficit) excluding remeasurement gains (losses), end of year		\$ 898,769	950,578	816,968

See accompanying notes to the financial statements.

RESORT VILLAGE OF ELK RIDGE

Statement 3

STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

Year ended December 31, 2023
with comparative figures for 2022

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
Surplus (deficit)	\$ 81,801	133,610	816,968
(Acquisition) of tangible capital assets	-	(90,562)	-
Amortization of tangible capital assets	-	12,307	4,037
Proceeds on disposal of tangible capital assets	-	-	-
Loss (gain) on disposal of tangible capital assets	-	-	-
Transfer of assets/liabilities in restructuring transactions	-	-	(163,440)
Surplus (deficit) of capital expenses over expenditures	-	(78,255)	(159,403)
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expenses	-	(401)	(1,531)
Consumption of supplies inventories	-	-	-
Use of prepaid expenses	-	1,531	-
Surplus (deficit) of expenses of other non-financial over expenditures	-	1,130	(1,531)
Unrealized rereasurement gains (losses)	-	-	-
Increase (decrease) in Net Financial Assets	81,801	56,485	656,034
Net Financial Assets (Debt) - Beginning of the year	656,034	656,034	-
Net Financial Assets (Debt) - End of year	\$ 737,835	712,519	656,034

See accompanying notes to the financial statements.

RESORT VILLAGE OF ELK RIDGE

Statement 4

STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 2023
with comparative figures for 2022

Cash provided by (used in) the following activities:	<u>2023</u>	<u>2022</u>
Operating:		
Surplus (deficit)	\$ 133,610	816,968
Amortization	12,307	4,037
Loss (gain) on disposal of tangible capital assets	-	-
Restructuring (District of Lakeland)	-	(694,572)
Change in assets/liabilities		
Taxes receivable - Municipal	3,762	(4,859)
Other accounts receivable	151,607	(6,570)
Assets held for sale	-	-
Other financial assets	-	-
Accounts and accrued liabilities payable	(58,794)	79,935
Deposits	-	3,500
Deferred revenue	4,575	12,113
Asset retirement obligations	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Stock and supplies	-	-
Prepayments and deferred charges	1,130	348,469
Other	-	-
Net cash from operations	248,197	559,021
Capital:		
Cash used to acquire tangible capital assets	(90,562)	-
Proceeds on disposal of tangible capital assets	-	-
Other capital	-	-
Net cash used for capital	(90,562)	-
Investing:		
Decrease (increase) in restricted cash	-	-
Proceeds on disposal of investments	-	-
Decrease (increase) in investments	(405,501)	(202,499)
Net cash used for investing	(405,501)	(202,499)
Financing activities:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	-	-
Other financing	-	-
Net cash from financing	-	-
Change in cash and cash equivalents during the year	(247,866)	356,522
Cash and cash equivalents, beginning of year	356,522	-
Cash and cash equivalents, end of year (Note 2)	\$ 108,656	356,522

See accompanying notes to the financial statements.

RESORT VILLAGE OF ELK RIDGE

Statement 5

STATEMENT OF REMEASUREMENT GAINS AND LOSSES

Year ended December 31, 2023
with comparative figures for 2022

	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
Accumulated remeasurement gains (losses), beginning of year	\$ -	-
Unrealized gains (losses)		
Derivatives	-	-
Equity investments measured at fair value	-	-
Foreign exchange	-	-
	-	-
Reclassified to the Statement of Financial Activities		
Derivatives	-	-
Equity investments measured at fair value	-	-
Foreign exchange	-	-
	-	-
Net remeasurement gains (losses)	-	-
Accumulated remeasurement gains (losses), end of year	<u>\$ -</u>	<u>-</u>

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See accompanying notes to the financial statements.

RESORT VILLAGE OF ELK RIDGE

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Resort Village are prepared by management in accordance with the local government accounting standards established by the Public Sector Accounting Board. 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 Resort Village. The entity is comprised of all organizations owned or controlled by the Resort 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 Resort Village 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.

(c) Collection of Funds for Other Authorities

Collection of funds by the Resort Village 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 4.

(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 Resort Village 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.

RESORT VILLAGE OF ELK RIDGE

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(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.

(l) Financial Instruments

Derivative and equity instruments that are quoted in an active market are carried at fair value. All other financial instruments are measured at cost or amortized cost. Financial assets measured at amortized cost are recognized initially net of transaction costs with interest income recognized using the effective interest rate method. Impairment losses are recognized in the statement of financial activities when there is an other than temporary decline in value.

Interest and dividends attributable to financial instruments are reported in the statement of financial activities. Unrealized gains and losses are recognized in the statement of remeasurement gains and losses. When the investment is disposed of the accumulated gains or losses are reclassified to the statement of financial activities.

Long-term debt: Long-term debt is initially recognized net of premiums, discounts, and transaction costs and is measured at amortized cost with interest expense recognized using the effective interest rate method.

Long-term receivables: Receivables with terms longer than one year have been classified as other long-term receivables.

Measurement of Financial Instruments:

The Resort Village's financial assets and liabilities are measured as follows:

Cash and cash equivalents	Cost and amortized cost
Investments	Fair value and cost/amortized cost
Other accounts receivable	Cost and amortized cost
Long-term receivables	Amortized cost
Debt charges recoverable	Amortized cost
Bank indebtedness	Amortized cost
Accounts payable and accrued liabilities	Cost
Deposit liabilities	Cost
Long-term debt	Amortized cost

RESORT VILLAGE OF ELK RIDGE

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(m) Inventories

Inventories of materials and supplies expected to be used by the Resort Village 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 Resort 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	20 years
Buildings	15 to 40 years
Vehicles and equipment	
Vehicles	10 years
Machinery & Equipment	5 to 10 years
<i>Infrastructure Assets</i>	
Infrastructure assets	15 to 35 years
Water and sewer	50 years
Road network assets	10 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 Resort Village does not capitalize interest incurred while a tangible capital asset is under construction.

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

RESORT VILLAGE OF ELK RIDGE

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

1. **SIGNIFICANT ACCOUNTING POLICIES (continued)**

(o) Asset Retirement Obligations

Asset retirement obligations represent the legal obligations associated with the retirement of a tangible capital asset that results from its acquisition, construction, development, or normal use. The tangible capital assets include but are not limited to assets in productive use, assets no longer in productive use, and leased tangible capital assets.

The liability associated with an asset retirement obligation is measured with reference to the best estimate of the amount required to ultimately remediate the liability at the financial statement date to the extent that all recognition criteria are met. Asset retirement obligations are only recognized when there is a legal obligation for the Resort Village to incur costs in relation to a specific tangible capital asset, when the past transaction or event causing the liability has already occurred, when economic benefits will need to be given up in order to remediate the liability and when a reasonable estimate of such amount can be made. The best estimate of the liability includes all costs directly attributable to the remediation of the asset retirement obligation, based on the most reliable information that is available as at the applicable reporting date. Where cash flows are expected over future periods, the liability is recognized using the present value method.

When a liability for an asset retirement obligation is initially recognized, a corresponding adjustment to the related tangible capital asset is also recognized. Through the passage of time in subsequent reporting periods, the carrying value of the liability is adjusted to reflect accretion expenses incurred in the current period. This expense ensures that the time value of money is considered when recognizing outstanding liabilities at each reporting date. The capitalized asset retirement cost within tangible capital assets is also simultaneously depreciated on the same basis as the underlying asset to which it relates.

At remediation, the Resort Village derecognizes the liability that was established. In some circumstances, gains or losses may be incurred upon settlement related to the ongoing measurement of the liability and corresponding estimates that were made and are recognized in the statement of financial activities.

(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 Resort 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.

The Resort Village does not have any contaminated sites.

(q) Employee Benefit Plans

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

RESORT VILLAGE OF ELK RIDGE

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(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.

Measurement uncertainty impacts the following financial statement areas:

- a) Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.
- b) The measurement of materials and supplies are based on estimates of volume and quality.
- c) The 'Opening asset costs' of tangible capital assets have been estimated where actual costs were not available.
- d) Amortization is based on the estimated useful lives of tangible capital assets.
- e) The liability associated with asset retirement obligations are measured with reference to the best estimate of the amount required to ultimately remediate the liability at the financial statement date, the discount rate, and inflation.
- f) Measurement of financial instruments at fair value and recognition and measurement of impairment of financial instruments requires the use of significant management estimates.

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.

(s) Basis of Segmentation/Segment Report

The Resort Village follows the Public Sector Accounting Board's recommendations requiring financial information to be provided on a segmented basis. Resort 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 Resort 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 Resort 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.

RESORT VILLAGE OF ELK RIDGE

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(t) **Assets Held for Sale**

The Resort Village records assets held for sale when the Resort Village 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 reasonably anticipated to be completed within one year of the financial statement date.

(u) **Loan Guarantees**

Loan guarantees provided by the Resort Village for various organizations are not consolidated as part of the Resort Village's financial statements. As the guarantees represent potential financial commitments for the Resort Village, these amounts are considered contingent liabilities and are not formally recognized as liabilities until the Resort Village considers it likely for the borrower to default on its obligation and the amount of the liability can be estimated. The Resort Village monitors the status of the organizations annually and in the event that payment by the Resort Village is likely to occur, a provision will be recognized in the financial statements.

(v) **New Standards and Amendments to Standards: effective for fiscal years beginning on or after April 1, 2023**

PS 3160, Public Private Partnerships, a new standard establishing guidance on how to account for and report on partnerships between public and private sector entities. Specifically those in which the entity in the public sector procures infrastructure in conjunction with a private sector entity. In these scenarios the private sector entity must have obligations to design, build, acquire or improve existing infrastructure. Furthermore they must also finance the transaction past the point in which the asset is initially ready for use along with operating and/or maintaining such on an ongoing basis. The standard applies to 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 standard is mandatory for fiscal years beginning on or after April 1, 2023. Earlier adoption is permitted. The standard may be adopted retroactively or prospectively.

PSG-8, Purchased Intangibles, provides guidance on accounting for and reporting on purchased intangibles. It provides clarity on the recognition criteria, along with instances of assets that would not meet the definition of such. The standard may be adopted retroactively or prospectively.

RESORT VILLAGE OF ELK RIDGE

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(w) New Accounting Policies Adopted During the Year

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 instruments 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 remeasurement 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.

2. CASH AND CASH EQUIVALENTS

	<u>2023</u>	<u>2022</u>
Cash	\$ 108,656	356,522
Short-term investments	-	-
Restricted cash	<u>-</u>	<u>-</u>
	<u>\$ 108,656</u>	<u>356,522</u>

Cash and cash equivalents include balances with banks, less outstanding cheques and plus outstanding deposits, and short-term deposits with maturities of three months or less.

RESORT VILLAGE OF ELK RIDGE

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

3. INVESTMENTS

	<u>2023</u>	<u>2022</u>
Investments carried at fair value:		
Equity investments quoted in an active market	\$ -	-
Portfolio investments	-	-
Investments carried at amortized cost:		
Term notes and deposits	608,000	202,499
Government/government guaranteed bonds	<u>-</u>	<u>-</u>
Total investments	<u>\$ 608,000</u>	<u>202,499</u>

Term notes and deposits have effective interest rates of 4.00% to 5.20% with maturity dates in September 2024.

	<u>2023</u>	<u>2022</u>
Interest	\$ 13,856	2,499
Dividends	-	-
Realized gains (losses) previously recognized in the statement of remeasurement	-	-
Realized gains (losses) on disposal	-	-
Impairment charges	-	-
Net settlement on derivative financial instruments	-	-
Income from portfolio investments	<u>-</u>	<u>-</u>
	<u>\$ 13,856</u>	<u>2,499</u>

RESORT VILLAGE OF ELK RIDGE

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

4. TAXES AND GRANTS IN LIEU RECEIVABLE

	<u>2023</u>	<u>2022</u>
Municipal: - Current	\$ 12,080	16,637
- Arrears	<u>794</u>	<u>-</u>
	12,874	16,637
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Total municipal taxes receivable	<u>12,874</u>	<u>16,637</u>
School: - Current	506	6,567
- Arrears	<u>-</u>	<u>-</u>
Total taxes to be collected on behalf of School Divisions	<u>506</u>	<u>6,567</u>
Other: - Current	-	-
- Arrears	<u>-</u>	<u>-</u>
Total other collections receivable	<u>-</u>	<u>-</u>
Total taxes and grants in lieu receivable or to be collected on behalf of other organizations	13,380	23,204
Deduct taxes receivable to be collected on behalf of other organizations	<u>(506)</u>	<u>(6,567)</u>
Total taxes receivable - Municipal	<u>\$ 12,874</u>	<u>16,637</u>

5. OTHER ACCOUNTS RECEIVABLE

	<u>2023</u>	<u>2022</u>
Federal government	\$ 12,089	5,653
Provincial government	-	916
Local government	-	172,854
Utility	-	-
Trade	7,374	-
Other (accrued interest receivable)	<u>8,354</u>	<u>-</u>
Total other accounts receivable	27,817	179,423
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Net other accounts receivable	<u>\$ 27,817</u>	<u>179,423</u>

6. LONG-TERM DEBT

The authorized debt limit for the Resort Village is \$301,092. The authorized debt limit for a Resort Village is the total amount of the Resort 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.

RESORT VILLAGE OF ELK RIDGE

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

7. PENSION PLAN

The Resort Village 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 Resort Village's pension expense in 2023 was \$2,354 (2022 - \$3,425). The benefits accrued to the Resort Village'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 Resort Village to MEPP in 2023 were \$2,354 (2022 - \$3,425). Total current service contributions by the employees of the Resort Village to MEPP in 2023 were \$2,354 (2022 - \$3,425).

Based on the latest information available (December 31, 2023 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, 2022. The Resort Village's portion of this is not readily determinable.

8. BUDGET

The Financial Plan (Budget) adopted by Council on April 4, 2023 was not prepared on a basis consistent with that used to report actual results. The budget was prepared on a modified accrual basis while Public Sector Accounting Standards require a full accrual basis. The budgeted surplus includes amounts budgeted for transfers to reserves as expenditures. As a result, the budget figures presented in the statements of operations and change in net financial assets include the following adjustments:

	<u>2023</u>
Budget net surplus	\$ 21,801
Add:	
Transfer to reserves	<u>60,000</u>
Budget surplus per statement of financial activities	<u>\$ 81,801</u>

RESORT VILLAGE OF ELK RIDGE

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

9. RISK MANAGEMENT

Through its financial assets and liabilities, the Resort Village is exposed to various risks.

Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge their responsibilities with respect to the financial instrument, and in doing so, cause a loss for the other party. The Resort Village is mainly exposed to credit risk with respect to its cash and taxes and other accounts receivable. It is management's opinion that the Resort Village is not exposed to significant credit risk as its cash is held by financial institutions with high credit ratings, and a significant portion of its taxes and other accounts receivable can be collected through tax enforcement procedures.

Liquidity risk

Liquidity risk is the risk that the Resort Village will encounter difficulty in meeting financial obligations as they fall due. The Resort Village undertakes regular cash flow analyses to ensure that there are sufficient cash resources to meet all obligations. The Resort Village is mainly exposed to liquidity risk with respect to its accounts payable and accrued liabilities.

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk, and other price risk.

- Interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The financial instruments that potentially subject the Resort Village to interest rate risk consists of investments.
- Currency risk is the risk that the future cash flows of a financial instrument will fluctuate due to changes in currency fluctuations. The Resort Village is not subject to any significant currency risk.
- Other price risk is the risk that the future cash flows of a financial instrument will fluctuate due to changes in the fair value of equity investments. The Resort Village is not subject to any significant other price risk.

10. SUBSEQUENT EVENTS

Subsequent to year-end, the Resort Village entered into an agreement to receive the assets and liabilities of Elk Ridge Utility Ltd. and assume responsibility of providing utility services to the existing customer base. Assets scheduled to be received consist primarily of buildings and utility infrastructure.

This restructuring transaction is scheduled to take place on November 1, 2024.

RESORT VILLAGE OF ELK RIDGE

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

11. RESTRUCTURING TRANSACTIONS

On January 1, 2022, with guidance from the Province of Saskatchewan, the District of Lakeland No. 521 transferred assets consisting of property taxes receivable, other accounts receivable, prepayments and deferred charges, tangible capital assets, and liabilities consisting of refundable deposits to the Resort Village of Elk Ridge. All responsibility and control of those assets and liabilities was transferred from the District of Lakeland to the Resort Village of Elk Ridge. All cash required to be transferred was either paid or recorded as an accounts receivable to be settled in the fiscal 2023 year end. At fiscal year-end, there was \$0 (2022 - \$172,854) accounts receivable outstanding from the District of Lakeland No. 521.

There were no contingent assets or liabilities or contractual assets or obligations transferred to the Resort Village of Elk Ridge.

The transfer took place as the Resort Village of Elk Ridge was designated by the province as a separate municipal entity. Before January 1, 2022, the Resort Village of Elk Ridge's operations were part of the District of Lakeland No. 521.

The net carrying amount of the assets and liabilities transferred was \$694,572 and is recorded as restructuring revenue on the Statement of Operations and Accumulated Surplus during the prior year. There was no compensation received for the transfer.

There is no control, common control or shared control relationship between the District of Lakeland No. 521 and the Resort Village of Elk Ridge.

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RESORT VILLAGE OF ELK RIDGE

SCHEDULE OF TAXES AND OTHER UNCONDITIONAL REVENUES

Year ended December 31, 2023
with comparative figures for 2022

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
TAXES			
General municipal tax levy	\$ 260,097	268,930	262,474
Abatements and adjustments	(2,000)	(97)	-
Discount on current year taxes	(5,000)	(4,550)	(4,555)
Net municipal taxes	<u>253,097</u>	<u>264,283</u>	<u>257,919</u>
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	1,800	2,344	1,750
Special tax levy	32,840	30,940	30,400
Other	-	-	-
Total Taxes	<u>287,737</u>	<u>297,567</u>	<u>290,069</u>
UNCONDITIONAL GRANTS			
Revenue sharing	33,903	33,917	30,101
Organized Hamlet	-	-	-
Other	-	-	-
Total Unconditional Grants	<u>33,903</u>	<u>33,917</u>	<u>30,101</u>
GRANTS IN LIEU OF TAXES			
Federal	-	-	-
Provincial			
S.P.C. Electrical	-	-	-
Sask. Energy Gas	-	-	-
TransGas	-	-	-
Central Services	-	-	-
Sasktel	-	-	-
Other	-	-	-
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other	-	-	-
Other Government Transfers			
S.P.C. Surcharge	-	-	-
Sask Energy Surcharge	-	-	-
Other	-	-	-
Total Grants in Lieu of Taxes	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	<u>\$ 321,640</u>	<u>331,484</u>	<u>320,170</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF ELK RIDGE

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2023
with comparative figures for 2022

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ -	-	-
Sales of supplies	-	-	-
Other (RV park fees)	18,845	25,115	7,130
Total Fees and Charges	<u>18,845</u>	<u>25,115</u>	<u>7,130</u>
Tangible capital asset sales - gain (loss)	-	-	-
Land sales - gain (loss)	-	-	-
Investment income	8,000	13,856	2,499
Commissions	-	-	-
Other	-	-	-
Total other segmented revenue	<u>26,845</u>	<u>38,971</u>	<u>9,629</u>
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>26,845</u>	<u>38,971</u>	<u>9,629</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>694,572</u>
Total General Government Services	<u>26,845</u>	<u>38,971</u>	<u>704,201</u>
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Other	-	-	-
Total Fees and Charges	<u>-</u>	<u>-</u>	<u>-</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	<u>-</u>	<u>-</u>	<u>-</u>
Conditional Grants			
Student employment	-	-	-
Local government	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>-</u>	<u>-</u>	<u>-</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Provincial Disaster Assistance	-	-	-
Local government	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Protective Services	<u>-</u>	<u>-</u>	<u>-</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF ELK RIDGE

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2023
with comparative figures for 2022

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ -	-	-
Sale of gravel and supplies	-	-	-
Road Maintenance and Restoration Agreements	-	-	-
Other	-	-	-
Total Fees and Charges	<u>-</u>	<u>-</u>	<u>-</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	<u>-</u>	<u>-</u>	<u>-</u>
Conditional Grants			
Primary Weight Corridor	-	-	-
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>-</u>	<u>-</u>	<u>-</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Transportation Services	<u>-</u>	<u>-</u>	<u>-</u>
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Waste and Disposal Fees	-	-	-
Other	-	-	-
Total Fees and Charges	<u>-</u>	<u>-</u>	<u>-</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	<u>-</u>	<u>-</u>	<u>-</u>
Conditional Grants			
Student employment	-	-	-
TAPD	-	-	-
Local government	-	-	-
Other (MMSW)	1,500	1,857	1,455
Total Conditional Grants	<u>1,500</u>	<u>1,857</u>	<u>1,455</u>
Total Operating	<u>1,500</u>	<u>1,857</u>	<u>1,455</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>1,500</u>	<u>1,857</u>	<u>1,455</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF ELK RIDGE

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2023
with comparative figures for 2022

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Maintenance and Development Charges	\$ -	-	-
Other (building permits)	11,000	6,517	25,507
Total Fees and Charges	<u>11,000</u>	<u>6,517</u>	<u>25,507</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total other segmented revenue	<u>11,000</u>	<u>6,517</u>	<u>25,507</u>
Conditional Grants			
Student employment	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>11,000</u>	<u>6,517</u>	<u>25,507</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Provincial Disaster Assistance	<u>-</u>	<u>-</u>	<u>-</u>
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Planning and Development Services	<u>11,000</u>	<u>6,517</u>	<u>25,507</u>
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total Fees and Charges	<u>-</u>	<u>-</u>	<u>-</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total other segmented revenue	<u>-</u>	<u>-</u>	<u>-</u>
Conditional Grants			
Student Employment	-	-	-
Local government	<u>-</u>	<u>-</u>	<u>-</u>
Donations	<u>-</u>	<u>-</u>	<u>-</u>
Other (Sask Lotteries)	1,445	-	-
Total Conditional Grants	<u>1,445</u>	<u>-</u>	<u>-</u>
Total Operating	<u>1,445</u>	<u>-</u>	<u>-</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Local government	<u>-</u>	<u>-</u>	<u>-</u>
Provincial Disaster Assistance	<u>-</u>	<u>-</u>	<u>-</u>
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Recreation and Cultural Services	<u>1,445</u>	<u>-</u>	<u>-</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF ELK RIDGE

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2023
with comparative figures for 2022

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Water	\$ -	-	-
Sewer	-	-	-
Other (joint committee costs)	-	16,306	-
Total Fees and Charges	-	16,306	-
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	-	16,306	-
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	16,306	-
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
New Building Canada Fund (SCF, NRP)	-	-	-
Clean Water and Wastewater Fund	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Utility Services	-	16,306	-
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 40,790	63,651	731,163
SUMMARY			
Total Other Segmented Revenue	\$ 37,845	61,794	35,136
Total Conditional Grants	2,945	1,857	1,455
Total Capital Grants and Contributions	-	-	-
Restructuring Revenue	-	-	-
TOTAL REVENUE BY FUNCTION	\$ 40,790	63,651	36,591

See accompanying notes to the financial statements.

RESORT VILLAGE OF ELK RIDGE

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2023
with comparative figures for 2022

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 11,600	10,826	8,215
Wages and benefits	54,920	37,179	55,905
Professional/Contractual services	30,737	47,734	49,581
Utilities	1,500	1,328	1,609
Maintenance, materials, and supplies	11,100	3,305	1,778
Grants and contributions	-	500	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Accretion of asset retirement obligations	-	-	-
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other (interest and penalties)	-	6,624	2,403
General Government Services	<u>109,857</u>	<u>107,496</u>	<u>119,491</u>
Restructuring	-	-	-
Total General Government Services	<u>109,857</u>	<u>107,496</u>	<u>119,491</u>
PROTECTIVE SERVICES			
Police protection			
Wages and benefits	-	-	-
Professional/Contractual services	8,500	5,117	4,779
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Accretion of asset retirement obligations	-	-	-
Interest	-	-	-
Other	-	-	-
Fire protection			
Wages and benefits	-	-	-
Professional/Contractual services	25,300	25,186	20,900
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Accretion of asset retirement obligations	-	-	-
Interest	-	-	-
Other	-	-	-
Protective Services	<u>33,800</u>	<u>30,303</u>	<u>25,679</u>
Restructuring	-	-	-
Total Protective Services	<u>33,800</u>	<u>30,303</u>	<u>25,679</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF ELK RIDGE

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2023

with comparative figures for 2022

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
TRANSPORTATION SERVICES			
Wages and benefits	\$ -	-	-
Professional/Contractual services	44,372	27,042	34,267
Utilities	11,200	11,108	8,481
Maintenance, materials, and supplies	500	-	244
Gravel	-	-	-
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	12,307	4,037
Accretion of asset retirement obligations	-	-	-
Interest	-	-	-
Other	-	-	-
Transportation Services	<u>56,072</u>	<u>50,457</u>	<u>47,029</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Transportation Services	<u>56,072</u>	<u>50,457</u>	<u>47,029</u>
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	-	-	-
Professional/Contractual services	29,100	21,283	23,901
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions	-	-	-
-operating	-	-	-
Waste disposal	-	-	-
Public health	-	-	-
-capital	-	-	-
Waste disposal	-	-	-
Public health	-	-	-
Amortization	-	-	-
Accretion of asset retirement obligations	-	-	-
Interest	-	-	-
Other	-	-	-
Environmental and Public Health Services	<u>29,100</u>	<u>21,283</u>	<u>23,901</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Environmental and Public Health Services	<u>29,100</u>	<u>21,283</u>	<u>23,901</u>
PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	-	-	-
Professional/Contractual services	22,000	7,343	18,265
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Accretion of asset retirement obligations	-	-	-
Interest	-	-	-
Other	-	-	-
Planning and Development Services	<u>22,000</u>	<u>7,343</u>	<u>18,265</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Planning and Development Services	<u>22,000</u>	<u>7,343</u>	<u>18,265</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF ELK RIDGE

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2023
with comparative figures for 2022

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
RECREATION AND CULTURAL SERVICES			
Wages and benefits	\$ -	-	-
Professional/Contractual services	2,800	-	-
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions	14,000	12,000	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Accretion of asset retirement obligations	-	-	-
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	-	-
Recreation and Cultural Services	<u>16,800</u>	<u>12,000</u>	<u>-</u>
Restructuring	-	-	-
Total Recreation and Cultural Services	<u>16,800</u>	<u>12,000</u>	<u>-</u>
UTILITY SERVICES			
Wages and benefits	-	-	-
Professional/Contractual services	13,000	32,643	-
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Accretion of asset retirement obligations	-	-	-
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	-	-
Utility Services	<u>13,000</u>	<u>32,643</u>	<u>-</u>
Restructuring	-	-	-
Total Utility Services	<u>13,000</u>	<u>32,643</u>	<u>-</u>
TOTAL EXPENDITURES BY FUNCTION	<u>\$ 280,629</u>	<u>261,525</u>	<u>234,365</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF ELK RIDGE

Schedule 4

SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2023

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and charges	\$ 25,115	-	-	-	6,517	-	16,306	47,938
Tangible capital asset sales - Gain (loss)	-	-	-	-	-	-	-	-
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Investment income	13,856	-	-	-	-	-	-	13,856
Commissions	-	-	-	-	-	-	-	-
Other revenues	-	-	-	-	-	-	-	-
Grants - Conditional	-	-	-	1,857	-	-	-	1,857
Grants - Capital	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Total revenues	<u>38,971</u>	<u>-</u>	<u>-</u>	<u>1,857</u>	<u>6,517</u>	<u>-</u>	<u>16,306</u>	<u>63,651</u>
Expenses (Schedule 3)								
Wages & Benefits	48,005	-	-	-	-	-	-	48,005
Professional/Contractual Services	47,734	30,303	27,042	21,283	7,343	-	32,643	166,348
Utilities	1,328	-	11,108	-	-	-	-	12,436
Maintenance, materials and supplies	3,305	-	-	-	-	-	-	3,305
Grants and contributions	500	-	-	-	-	12,000	-	12,500
Amortization	-	-	12,307	-	-	-	-	12,307
Accretion of asset retirement obligations	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Allowance for uncollectibles	-	-	-	-	-	-	-	-
Other	6,624	-	-	-	-	-	-	6,624
Restructurings	-	-	-	-	-	-	-	-
Total expenses	<u>107,496</u>	<u>30,303</u>	<u>50,457</u>	<u>21,283</u>	<u>7,343</u>	<u>12,000</u>	<u>32,643</u>	<u>261,525</u>
Surplus (deficit) by function	(68,525)	(30,303)	(50,457)	(19,426)	(826)	(12,000)	(16,337)	(197,874)
Taxation and other unconditional revenue (Schedule 1)								<u>331,484</u>
Net surplus (deficit)								<u>\$ 133,610</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF ELK RIDGE

Schedule 5

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	\$ 7,130	-	-	-	25,507	-	-	32,637
Tangible capital asset sales - Gain (loss)	-	-	-	-	-	-	-	-
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Investment income	2,499	-	-	-	-	-	-	2,499
Commissions	-	-	-	-	-	-	-	-
Other revenues	-	-	-	-	-	-	-	-
Grants - Conditional	-	-	-	1,455	-	-	-	1,455
Grants - Capital	-	-	-	-	-	-	-	-
Restructurings	694,572	-	-	-	-	-	-	694,572
Total revenues	<u>704,201</u>	<u>-</u>	<u>-</u>	<u>1,455</u>	<u>25,507</u>	<u>-</u>	<u>-</u>	<u>731,163</u>
Expenses (Schedule 3)								
Wages & Benefits	64,120	-	-	-	-	-	-	64,120
Professional/Contractual Services	49,581	25,679	34,267	23,901	18,265	-	-	151,693
Utilities	1,609	-	8,481	-	-	-	-	10,090
Maintenance, materials and supplies	1,778	-	244	-	-	-	-	2,022
Grants and contributions	-	-	-	-	-	-	-	-
Amortization	-	-	4,037	-	-	-	-	4,037
Accretion of asset retirement obligations	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Allowance for uncollectibles	-	-	-	-	-	-	-	-
Other	2,403	-	-	-	-	-	-	2,403
Restructurings	-	-	-	-	-	-	-	-
Total expenses	<u>119,491</u>	<u>25,679</u>	<u>47,029</u>	<u>23,901</u>	<u>18,265</u>	<u>-</u>	<u>-</u>	<u>234,365</u>
Surplus (deficit) by function	584,710	(25,679)	(47,029)	(22,446)	7,242	-	-	496,798
Taxation and other unconditional revenue (Schedule 1)								<u>320,170</u>
Net surplus (deficit)								<u>\$ 816,968</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF ELK RIDGE

SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT

Year ended December 31, 2023
with comparative figures for 2022

	2023							2022	
	General Assets					Infrastructure Assets	General / Infrastructure Assets Under Construction	Total	
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets	Total		
Asset cost									
Opening asset costs	\$ -	-	-	-	-	163,440	-	163,440	-
Additions during the year	-	-	90,562	-	-	-	-	90,562	-
Disposals and write-downs during the year	-	-	-	-	-	-	-	-	-
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	163,440
Closing asset costs	<u>-</u>	<u>-</u>	<u>90,562</u>	<u>-</u>	<u>-</u>	<u>163,440</u>	<u>-</u>	<u>254,002</u>	<u>163,440</u>
Accumulated amortization cost									
Opening accumulated amortization costs	-	-	-	-	-	4,037	-	4,037	-
Add: Amortization taken	-	-	-	-	-	12,307	-	12,307	4,037
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing accumulated amortization costs	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>16,344</u>	<u>-</u>	<u>16,344</u>	<u>4,037</u>
Net book value	<u>\$ -</u>	<u>-</u>	<u>90,562</u>	<u>-</u>	<u>-</u>	<u>147,096</u>	<u>-</u>	<u>237,658</u>	<u>159,403</u>
1. Total contributed/donated assets received in 2023:			\$ -						
2. List of assets recognized at nominal value in 2023 are:									
-Infrastructure Assets			\$ -						
-Vehicles			\$ -						
-Machinery and Equipment			\$ -						
3. Amount of interest capitalized in 2023:			\$ -						

See accompanying notes to the financial statements.

RESORT VILLAGE OF ELK RIDGE

SCHEDULE OF TANGIBLE CAPITAL ASSETS BY FUNCTION

Year ended December 31, 2023
with comparative figures for 2022

	2023							2022	
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
Asset cost									
Opening asset costs	\$ -	-	163,440	-	-	-	-	163,440	-
Additions during the year	-	90,562	-	-	-	-	-	90,562	-
Disposals and write-downs during the year	-	-	-	-	-	-	-	-	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	163,440
Closing asset costs	<u>-</u>	<u>90,562</u>	<u>163,440</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>254,002</u>	<u>163,440</u>
Accumulated amortization cost									
Opening accumulated amortization costs	-	-	4,037	-	-	-	-	4,037	-
Add: Amortization taken	-	-	12,307	-	-	-	-	12,307	4,037
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing accumulated amortization costs	<u>-</u>	<u>-</u>	<u>16,344</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>16,344</u>	<u>4,037</u>
Net book value	<u>\$ -</u>	<u>90,562</u>	<u>147,096</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>237,658</u>	<u>159,403</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF ELK RIDGE

SCHEDULE OF ACCUMULATED SURPLUS

Year ended December 31, 2023

	<u>2022</u>	<u>Changes</u>	<u>2023</u>
UNAPPROPRIATED SURPLUS	\$ <u>597,565</u>	<u>(72,771)</u>	<u>524,794</u>
APPROPRIATED RESERVES			
Infrastructure reserve	50,000	50,000	100,000
Recreation and Culture reserve	10,000	10,000	20,000
Revenue Stabilization reserve	-	68,126	68,126
Utility	<u>-</u>	<u>-</u>	<u>-</u>
Total Appropriated	<u>60,000</u>	<u>128,126</u>	<u>188,126</u>
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6)	159,403	78,255	237,658
Less: Related debt	<u>-</u>	<u>-</u>	<u>-</u>
Net Investment in Tangible Capital Assets	<u>159,403</u>	<u>78,255</u>	<u>237,658</u>
Accumulated Surplus excluding remeasurement gains (losses)	\$ <u>816,968</u>	<u>133,610</u>	<u>950,578</u>

See accompanying notes to the financial statements.

RESORT VILLAGE OF ELK RIDGE
SCHEDULE OF MILL RATES AND ASSESSMENTS

Year ended December 31, 2023
with comparative figures for 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	\$ -	658,560	74,439,440	-	5,815,445	-	80,913,445
Regional Park Assessment							-
Total Assessment							80,913,445
Mill Rate Factor(s)	-	1.0000	1.0000	-	1.0000		
Total Base/Minimum Tax (generated for each property class)	<u>-</u>	<u>43,700</u>	<u>-</u>	<u>-</u>	<u>1,100</u>		<u>44,800</u>
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	<u>\$ -</u>	<u>45,524</u>	<u>206,197</u>	<u>-</u>	<u>17,209</u>		<u>268,930</u>

<u>MILL RATES:</u>	<u>MILLS</u>
Average Municipal*	3.324
Average School*	4.707
Potash Mill Rate	-
Uniform Municipal Mill Rate	2.770

* 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 ELK RIDGE

SCHEDULE OF COUNCIL REMUNERATION

Year ended December 31, 2023
with comparative figures for 2022

Position	Name	<u>Remuneration</u>	<u>Reimbursed Costs</u>	<u>Total</u>
Mayor	Garry McKay	\$ 2,882	-	2,882
Councillor	Margaret Smith-Windsor	1,759	-	1,759
Councillor	Ross Hewett	1,759	-	1,759
Councillor	Ryan Danberg	1,759	-	1,759
Councillor	Trudy Engel	1,759	-	1,759
Total		<u>\$ 9,918</u>	<u>-</u>	<u>9,918</u>

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See accompanying notes to the financial statements.

RESORT VILLAGE OF ELK RIDGE

SCHEDULE OF RESTRUCTURING

Year ended December 31, 2023

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

Cash and cash equivalents	\$ -
Investments	-
Taxes receivable - Municipal	-
Other accounts receivable	-
Assets held for sale	-
Long-term receivables	-
Debt charges recoverable	-
Bank indebtedness	-
Accounts payable	-
Accrued liabilities payable	-
Deposits	-
Deferred revenue	-
Asset retirement obligations	-
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)	\$ -

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See accompanying notes to the financial statements.