

NORTHERN VILLAGE OF SANDY BAY

Auditor's Report

Financial Statements

December 31, 2018

MANAGEMENT'S RESPONSIBILITY

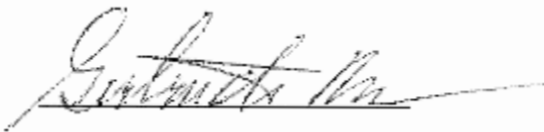
To the Ratepayers of
Northern Village of Sandy Bay:

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 and ensuring that all information in the annual report is consistent with the statements. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial statements.

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

Report on the Consolidated Financial Statements

Disclaimer of Opinion

We have audited the consolidated financial statements of **Northern Village of Sandy Bay**, which comprise the consolidated statement of financial position as at **December 31, 2018** and the consolidated statements of financial activities, changes in net financial assets, and changes in financial position for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

Because of the significance of the matters described in the Basis for Disclaimer of Opinion paragraphs, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an opinion for the year ended December 31, 2018. Accordingly, we do not express an opinion on the financial statements.

Basis for Disclaimer of Opinion

- The **Northern Village of Sandy Bay** was unable to provide budget figures for comparison to actual figures on the financial statements. The comparison of planned to actual financial results on the financial statements is a requirement of Canadian public sector accounting standards.
- We were unable to obtain sufficient appropriate audit evidence to support all payments made from **Northern Village of Sandy Bay** bank accounts. Consequently, we are unable to determine whether adjustments were necessary to expenses recorded on the consolidated statement of financial activities. In addition, we were unable to obtain sufficient appropriate audit evidence to support all receipts into **Northern Village of Sandy Bay** bank accounts. Consequently, we are unable to determine whether adjustments were necessary to revenues recorded on the consolidated statement of financial activities.
- In addition, we were unable to obtain sufficient appropriate audit evidence to support the balance stated for municipal tax receivables and utility receivables, and other receivables. Consequently, we are unable to determine whether adjustments were necessary to receivable balances presented on the consolidated statement of financial position.
- During our annual assessment of the consolidation of Kaministikochiwak Development Corporation, a wholly owned subsidiary of the **Northern Village of Sandy Bay**, we were unable to obtain information deemed to be essential to conclude on our assessment of the appropriate accounting treatment. Consequently, we were unable to perform the procedures we considered necessary to conclude on the appropriateness of management's preparation under the equity method. As outlined in Note 6, the Kaministikochiwak Development Corporation has not been consolidated within the financial statements.

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

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

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibility for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated financial statements.

The audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated 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 consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Village's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements, or if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Village to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Saskatoon, Saskatchewan
October 10, 2023

Chartered Professional Accountants

NORTHERN VILLAGE OF SANDY BAY
CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Statement 1

December 31, 2018
with comparative figures for 2017

	<u>2018</u>	<u>2017</u>
<u>ASSETS</u>		
Financial assets:		
Cash and temporary investments (Note 2)	\$ -	-
Taxes Receivable - Municipal (Note 3)	291,939	1,108,817
Other accounts receivable (Note 4)	426,096	631,040
Land for re-sale (Note 5)	3,225	3,225
Long-term investments	-	-
Debt charges recoverable	-	-
Other	-	-
Investment (deficit) in KDC (Note 6)	<u>(86,590)</u>	<u>22,216</u>
Total financial assets	634,670	1,765,298
<u>LIABILITIES</u>		
Bank indebtedness (Note 7)	105,509	46,696
Accounts payable	1,592,189	1,448,198
Accrued liabilities payable	-	-
Deposits	-	-
Deferred revenue	1,000	1,000
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	22,228	2,810
Long-term debt (Note 8)	-	-
Lease obligations	<u>-</u>	<u>-</u>
Total liabilities	<u>1,720,926</u>	<u>1,498,704</u>
NET FINANCIAL ASSETS (DEBT)	(1,086,256)	266,594
Non-financial assets:		
Tangible capital assets (Schedule 6, 7)	7,789,498	8,090,113
Prepaid and deferred charges	-	45,972
Stock and supplies	<u>-</u>	<u>-</u>
Total non-financial assets	<u>7,789,498</u>	<u>8,136,085</u>
Accumulated surplus (Schedule 8)	<u>\$ 6,703,242</u>	<u>8,402,679</u>

APPROVED ON BEHALF OF COUNCIL:

_____ Mayor
_____ Councillor

See accompanying notes to the financial statements.

NORTHERN VILLAGE OF SANDY BAY

Statement 2

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

Year ended December 31, 2018
with comparative figures for 2017

		<u>2018</u>	<u>2018</u>	<u>2017</u>
		<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Revenues:				
Taxes and other unconditional revenue	(Schedule 1)	\$ -	1,326,210	1,721,725
Fees and charges	(Schedule 4, 5)	-	223,740	209,376
Conditional grants	(Schedule 4, 5)	-	115,903	298,544
Tangible capital asset sales - gain (loss)	(Schedule 4, 5)	-	-	-
Land sales - gain	(Schedule 4, 5)	-	-	-
Property lease revenue	(Schedule 4, 5)	-	-	-
Other revenues	(Schedule 4, 5)	-	90,182	109,360
KDC Investment - Net (Note 6)	(Schedule 4, 5)	-	(112,931)	(98,111)
Total Revenues		<u>-</u>	<u>1,643,104</u>	<u>2,240,894</u>
Expenditures:				
General government services	(Schedule 3)	-	1,736,109	3,162,772
Protective services	(Schedule 3)	-	110,494	192,755
Transportation services	(Schedule 3)	-	411,611	290,096
Environmental and public health services	(Schedule 3)	-	57,280	252,031
Planning and development services	(Schedule 3)	-	-	-
Recreation and cultural services	(Schedule 3)	-	191,233	295,804
Utility services	(Schedule 3)	-	835,814	720,254
Total Expenditures		<u>-</u>	<u>3,342,541</u>	<u>4,913,712</u>
Surplus (deficit) of revenues over expenditures before other capital contributions		<u>-</u>	<u>(1,699,437)</u>	<u>(2,672,818)</u>
Provincial/Federal capital grants and contributions	(Schedule 4, 5)	<u>-</u>	<u>-</u>	<u>-</u>
Surplus (deficit) of revenues over expenditures		-	(1,699,437)	(2,672,818)
Accumulated surplus (deficit), beginning of year		<u>8,402,679</u>	<u>8,402,679</u>	<u>11,075,497</u>
Accumulated surplus (deficit), end of year		<u>\$ 8,402,679</u>	<u>6,703,242</u>	<u>8,402,679</u>

See accompanying notes to the financial statements.

NORTHERN VILLAGE OF SANDY BAY

Statement 3

CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

Year ended December 31, 2018
with comparative figures for 2017

	<u>2018</u> <u>Budget</u>	<u>2018</u> <u>Actual</u>	<u>2017</u> <u>Actual</u>
Surplus (deficit)	\$ -	(1,699,437)	(2,672,818)
(Acquisition) of tangible capital assets	-	(90,100)	(9,610)
Amortization of tangible capital assets	-	390,715	361,772
Proceeds on disposal of tangible capital assets	-	-	-
Loss (gain) on disposal of tangible capital assets	-	-	-
Surplus (deficit) of capital expenses over expenditures	<u>-</u>	<u>300,615</u>	<u>352,162</u>
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expenses	-	-	(45,972)
Consumption of supplies inventories	-	-	-
Use of prepaid expenses	-	45,972	45,771
Surplus (deficit) of expenses of other non-financial over expenditures	<u>-</u>	<u>45,972</u>	<u>(201)</u>
Increase (decrease) in Net Financial Assets	-	(1,352,850)	(2,320,857)
Net Financial Assets (Debt) - Beginning of the year	<u>266,594</u>	<u>266,594</u>	<u>2,587,451</u>
Net Financial Assets (Debt)- End of year	<u>\$ 266,594</u>	<u>(1,086,256)</u>	<u>266,594</u>

See accompanying notes to the financial statements.

NORTHERN VILLAGE OF SANDY BAY

Statement 4

CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 2018
with comparative figures for 2017

Cash provided by (used in) the following activities:	<u>2018</u>	<u>2017</u>
Operating:		
Surplus (deficit)	\$ (1,699,437)	(2,672,818)
Amortization	390,715	361,772
Loss (gain) on disposal of tangible capital assets	<u>-</u>	<u>-</u>
	(1,308,722)	(2,311,046)
Change in assets/liabilities		
Taxes receivable - Municipal	816,878	1,243,273
Other accounts receivable	204,943	(305,882)
Land for re-sale	-	-
Other financial assets	-	-
Accounts and accrued liabilities payable	143,992	741,097
Deposits	-	-
Deferred revenue	-	-
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	19,418	2,810
Stock and supplies	-	-
Prepayments and deferred charges	45,972	(201)
Other	<u>-</u>	<u>-</u>
Net cash used for operations	<u>(77,519)</u>	<u>(629,949)</u>
Capital:		
Aquisition of capital assets	(90,100)	(9,610)
Proceeds from the disposal of capital assets	-	-
Other capital	<u>-</u>	<u>-</u>
Net cash used for capital	<u>(90,100)</u>	<u>(9,610)</u>
Investing:		
Long-term investments	108,806	94,592
Other investments	<u>-</u>	<u>-</u>
Net cash from investing	<u>108,806</u>	<u>94,592</u>
Financing activities:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	-	-
Other financing	<u>-</u>	<u>-</u>
Net cash from financing	<u>-</u>	<u>-</u>
Increase (decrease) in cash resources	(58,813)	(544,967)
Cash and temporary investments, beginning of year	<u>(46,696)</u>	<u>498,271</u>
Cash and temporary investments, end of year (Note 2)	<u>\$ (105,509)</u>	<u>(46,696)</u>

See accompanying notes to the financial statements.

NORTHERN VILLAGE OF SANDY BAY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES

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

Entities included in these financial statements are as follows:

Entity

Kaministikochiwak Development Corporation

Sandy Bay Recreation Board

All inter-organizational transactions and balances have been eliminated.

(c) Collection of funds for other authorities

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

(d) Government transfers

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

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

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

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

(e) Deferred revenue - fees and charges

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

(f) Local improvement charges

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

NORTHERN VILLAGE OF SANDY BAY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(g) Net-financial assets

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

(h) Non-financial assets

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

(i) Appropriated reserves

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

(j) Property tax revenue

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

(k) Investments

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

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

(l) Inventories

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

NORTHERN VILLAGE OF SANDY BAY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(m) Tangible capital assets

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

<i>General Assets</i>	<u>Asset</u>	<u>Useful Life</u>
	Land	Indefinite
	Land improvements	5 to 20 years
	Buildings	20 to 50 years
	Vehicles and equipment	
	Vehicles	5 to 10 years
	Machinery & Equipment	5 to 50 years
<i>Infrastructure Assets</i>		
	Water and sewer	50 to 60 years
	Road network assets	15 to 20 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: Assets that have a historical or cultural significance, which include works of art, monuments and other cultural artifacts are not recognized as tangible capital assets because a reasonable estimate of future benefits associated with this property cannot be made.

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

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

(n) Landfill liability

The Northern Village of Sandy Bay maintains a waste disposal site. The municipality is unable to estimate closure and post closure costs. No amount has been recorded as an asset or liability.

NORTHERN VILLAGE OF SANDY BAY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(o) Employee benefit plans

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

(p) Measurement uncertainty

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

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

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

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

(q) Basis of segmentation/segment report

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

These segments (functions) are as follows:

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

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

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

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

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

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

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

NORTHERN VILLAGE OF SANDY BAY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(r) Liability for contaminated sites

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

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

The Municipality does not have any contaminated sites.

2. CASH AND TEMPORARY INVESTMENTS

	<u>2018</u>	<u>2017</u>
Cash	\$ (105,509)	(46,696)
Temporary investments	<u>-</u>	<u>-</u>
	<u>\$ (105,509)</u>	<u>(46,696)</u>

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

3. TAXES AND GRANTS IN LIEU RECEIVABLE

	<u>2018</u>	<u>2017</u>
Municipal: - Current	\$ -	295,003
- Arrears	<u>3,830,636</u>	<u>3,823,617</u>
	3,830,636	4,118,620
Less: allowance for uncollectibles	<u>(3,538,697)</u>	<u>(3,009,803)</u>
Total municipal taxes receivable	<u>291,939</u>	<u>1,108,817</u>
School: - Current	33,556	27,467
- Arrears	<u>1,191,799</u>	<u>1,116,635</u>
Total school taxes receivable	<u>1,225,355</u>	<u>1,144,102</u>
Other: - Current	-	-
- Arrears	<u>-</u>	<u>-</u>
Total other collections receivable	<u>-</u>	<u>-</u>
Total taxes and grants in lieu receivable	1,517,294	2,252,919
Deduct taxes receivable to be collected on behalf of other organizations	<u>(1,225,355)</u>	<u>(1,144,102)</u>
Total taxes receivable - Municipal	<u>\$ 291,939</u>	<u>1,108,817</u>

NORTHERN VILLAGE OF SANDY BAY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2018

4. OTHER ACCOUNTS RECEIVABLE

	<u>2018</u>	<u>2017</u>
Federal government	\$ 125,392	154,171
Provincial government	-	140,438
Local government	-	-
Utility	474,730	407,013
Trade	179,568	127,218
KDC receivable (Note 6)	<u>162,905</u>	<u>130,000</u>
Total other accounts receivable	942,595	958,840
Less: allowance for uncollectibles	<u>(516,499)</u>	<u>(327,800)</u>
Net other accounts receivable	<u>\$ 426,096</u>	<u>631,040</u>

5. LAND FOR RESALE

	<u>2018</u>	<u>2017</u>
Tax title property	\$ -	-
Less: - allowance for market value adjustment	<u>-</u>	<u>-</u>
Net tax title property	<u>-</u>	<u>-</u>
Other land	3,225	3,225
Less: - allowance for market value adjustment	<u>-</u>	<u>-</u>
Net other land	<u>3,225</u>	<u>3,225</u>
Total land for resale	<u>\$ 3,225</u>	<u>3,225</u>

6. INVESTMENT IN KAMINISTIKOCHIWAK DEVELOPMENT CORPORATION (KDC)

	<u>2018</u>	<u>2017</u>
Total assets	\$ 181,007	152,627
Total liabilities	<u>267,597</u>	<u>130,411</u>
Net assets	<u>\$ (86,590)</u>	<u>22,216</u>
Revenues	\$ 1,206,423	425,761
Expenses	<u>1,315,229</u>	<u>520,353</u>
KDC net earnings	(108,806)	(94,592)
KDC investment - net	(44,788)	(44,788)
Investment in KDC, beginning of year	<u>22,216</u>	<u>116,808</u>
Investment (deficit) in KDC, end of year	<u>\$ (86,590)</u>	<u>22,216</u>

Kaministikochiwak Development Corporation (KDC) was incorporated by the Northern Village of Sandy Bay under Saskatchewan Statute on January 11, 1993. KDC is operated as a break-even venture for the purpose of job creation in the local community. KDC is, and has always been, owned 100% by the Northern Village of Sandy Bay.

NORTHERN VILLAGE OF SANDY BAY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2018

7. BANK INDEBTEDNESS

Bank indebtedness includes an operating loan amounting to \$107,000 (2017 - \$25,000) and bearing interest at 6%.

8. LONG-TERM DEBT

a) The authorized debt limit for the Village is \$493,109. The authorized debt limit for a Village is the total amount of the Village's own source revenues for the preceding year (the *Municipalities Act* section 161(1)). The incremental debt above the debt limit authorized in the *Municipalities Act* is approved by the Saskatchewan Municipal Board.

9. PENSION PLAN

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality pension expense in 2018 was \$12,537 (2017 - \$20,630). The benefits accrued to the municipality's employees from MEPP are calculated using the following: pensionable years of service, highest average salary, and the plan accrual rate.

10. RELATED PARTY

The Sandy Bay Aboriginal Committee Inc. (SBAC), is a related party by virtue of the fact of two Village councillors appointed as directors of the SBAC Board of Directors. The Village entered an Agreement and provided financial services as the agent of a related party.

11. RECENT ACCOUNTING PRONOUNCEMENTS

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

Standards effective for annual periods beginning on or after April 1, 2017:

Assets

PS 3210, Assets, provides additional guidance on the definition of assets and new disclosure requirements for those assets not recognized in the government's financial statements.

Contingent Assets

PS 3380, Contingent Assets defines and establishes standards on the reporting and disclosure of possible assets that may arise from existing conditions or situations involving uncertainty.

Contractual Rights

PS 3380, Contractual Rights defines and establishes standards on contractual rights. Contractual rights are rights to economic resources arising from contracts or agreements that will result in both an asset and revenue in the future.

Inter-Entity Transactions

PS 3420, Inter-Entity Transactions specifically addresses the reporting of transactions between entities controlled by a government that comprise the government's reporting entity from both a provider and recipient perspective.

NORTHERN VILLAGE OF SANDY BAY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2018

10. RECENT ACCOUNTING PRONOUNCEMENTS (continued)

Related Party Transactions

PS 2200, Related Party Transactions defines a related party and establishes disclosures required for related party transactions. Disclosure of information about related party transactions and the relationship underlying them is required when they have occurred at a different value from that which would have been arrived at if the parties were unrelated, and they have, or could have, a material financial effect on the financial statements.

Standards effective for annual periods beginning on or After April 1, 2018

Restructuring Transactions

PS 3430, Restructuring Transactions establishes how to record and report restructuring transactions, for both transferors and recipients, the transfer of assets and/or liabilities together with related programs or operations responsibilities.

Standards effective for annual periods beginning on or After April 1, 2021

Financial Statement Presentation

PS 1201, Financial Statement Presentation requires a new statement of re-measurement gains and losses separate from the statement of operations. Included in this new statement are the unrealized gains and losses 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..

Foreign Currency Translation

PS 2601, Foreign Currency Translation requires that monetary assets and liabilities denominated in a foreign currency and non-monetary items included in the fair value category, denominated in 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.

Portfolio Investments

PS 3041, Portfolio Investments has removed the distinction between temporary and portfolio investments. This section was amended to conform to PS 3450, Financial Instruments and now includes pooled investments in its scope. Upon adoption of PS 3450 and PS 3041, PS 3030, Temporary Investments will no longer apply.

Financial Instruments

PS 3450, Financial Instruments establishes recognition, measurement and disclosure requirements for derivative and non-derivative financial instruments. 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 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.

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

NORTHERN VILLAGE OF SANDY BAY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2018

12.CONTRACTUAL ARRANGEMENT

The Village has an ongoing contractual arrangement with the Peter Ballantyne Cree Nation to receive \$26,121 per quarter for municipal services provided including waste management, water and sewer utilities, street lights and road maintenance.

13.COMPARATIVE FIGURES

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

NORTHERN VILLAGE OF SANDY BAY
SCHEDULE OF TAXES AND OTHER UNCONDITIONAL REVENUES

Year ended December 31, 2018
with comparative figures for 2017

	<u>2018</u> <u>Budget</u>	<u>2018</u> <u>Actual</u>	<u>2017</u> <u>Actual</u>
TAXES			
General municipal tax levy	\$ -	-	295,003
Abatements and adjustments	-	-	-
Discount on current year taxes	-	-	-
Net municipal taxes	<u>-</u>	<u>-</u>	<u>295,003</u>
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	-	316,525	340,070
Special tax levy	-	-	-
Other	-	-	-
Total Taxes	<u>-</u>	<u>316,525</u>	<u>635,073</u>
UNCONDITIONAL GRANTS			
Revenue Sharing	-	961,637	1,002,802
Organized Hamlet	-	-	-
Other	-	-	-
Total Unconditional Grants	<u>-</u>	<u>961,637</u>	<u>1,002,802</u>
GRANTS IN LIEU OF TAXES			
Federal	-	-	24,502
Provincial			
S.P.C. Electrical	-	-	-
Sask. Energy Gas	-	-	-
TransGas	-	-	-
SPMC - Municipal Share	-	-	-
Sasktel	-	-	19,820
Other	-	-	-
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Local/Other	-	-	-
Other Government Transfers			
S.P.C. Surcharge	-	48,048	39,528
Other	-	-	-
Total Grants in Lieu of Taxes	<u>-</u>	<u>48,048</u>	<u>83,850</u>
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	<u>\$ -</u>	<u>1,326,210</u>	<u>1,721,725</u>

See accompanying notes to the financial statements.

NORTHERN VILLAGE OF SANDY BAY

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2018
with comparative figures for 2017

	<u>2018</u> <u>Budget</u>	<u>2018</u> <u>Actual</u>	<u>2017</u> <u>Actual</u>
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ -	-	-
Sales of supplies	-	-	-
Other	-	-	-
Total Fees and Charges	-	-	-
Tangible capital asset sales - gain (loss)	-	-	-
Land sales - gain	-	-	-
Property lease revenue	-	-	-
KDC Investment - net income (loss)	-	(112,931)	(98,111)
Other segmented revenue - SBAC, Post Office, Donations	-	90,182	109,360
Total other segmented revenue	-	(22,749)	11,249
Conditional Grants			
Federal - Student Employment	-	-	-
Other	-	2,000	5,400
Total Conditional Grants	-	2,000	5,400
Total Operating	-	(20,749)	16,649
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Total General Government Services	-	(20,749)	16,649
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Other	-	-	-
Total Fees and Charges	-	-	-
Tangible capital asset sales - gain (loss)	-	-	-
Other segmented revenue	-	-	-
Total other segmented revenue	-	-	-
Conditional Grants			
Federal - Student Employment	-	-	-
Local government	-	-	-
Other - Provincial - fire suppression & training	-	77,499	93,184
Total Conditional Grants	-	77,499	93,184
Total Operating	-	77,499	93,184
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
Provincial - Disaster Assistance	-	-	-
Local government	-	-	-
Other	-	-	-
Total Capital	-	-	-
Total Protective Services	-	77,499	93,184

See accompanying notes to the financial statements.

NORTHERN VILLAGE OF SANDY BAY

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2018
with comparative figures for 2017

	<u>2018</u> <u>Budget</u>	<u>2018</u> <u>Actual</u>	<u>2017</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	-	-	-
Frontage	-	-	-
Other	-	-	-
Total Fees and Charges	-	-	-
Tangible capital asset sales - gain (loss)	-	-	-
Other segmented revenue	-	-	-
Total other segmented revenue	-	-	-
Conditional Grants			
Primary Weight Corridor	-	-	-
Federal - Student Employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Total Transportation Services	-	-	-
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Waste and Disposal Charges	-	-	-
Other	-	-	-
Total Fees and Charges	-	-	-
Tangible capital asset sales - gain (loss)	-	-	-
Other segmented revenue	-	-	-
Total other segmented revenue	-	-	-
Conditional Grants			
Federal - Student Employment	-	-	-
TAPD	-	-	-
Local government	-	-	-
Other (Northeast Youth Violence Reduction Partnership)	-	-	183,690
Total Conditional Grants	-	-	183,690
Total Operating	-	-	183,690
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
TAPD	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Total Environmental and Public Health Services Services	-	-	183,690

See accompanying notes to the financial statements.

NORTHERN VILLAGE OF SANDY BAY

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2018
with comparative figures for 2017

	<u>2018</u> <u>Budget</u>	<u>2018</u> <u>Actual</u>	<u>2017</u> <u>Actual</u>
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Maintenance and development charges	\$ -	-	-
Other	-	-	-
Total Fees and Charges	-	-	-
Tangible capital asset sales - gain (loss)	-	-	-
Other segmented revenue	-	-	-
Total other segmented revenue	-	-	-
Conditional Grants			
Federal - Student Employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Total Planning and Development Services	-	-	-
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Other - Hall rental, program fees	-	20,400	12,350
Total Fees and Charges	-	20,400	12,350
Tangible capital asset sales - gain (loss)	-	-	-
Other segmented revenue	-	-	-
Total other segmented revenue	-	20,400	12,350
Conditional Grants			
Federal - Student Employment	-	-	-
Local government	-	-	11,270
Donations	-	-	-
Other - NCSRCP grants	-	36,404	5,000
Total Conditional Grants	-	36,404	16,270
Total Operating	-	56,804	28,620
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
Local government	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Total Recreation and Cultural Services	-	56,804	28,620

See accompanying notes to the financial statements.

NORTHERN VILLAGE OF SANDY BAY

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2018
with comparative figures for 2017

	<u>2018</u> <u>Budget</u>	<u>2018</u> <u>Actual</u>	<u>2017</u> <u>Actual</u>
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Water	\$ -	203,340	197,026
Sewer	-	-	-
Other	-	-	-
Total Fees and Charges	<u>-</u>	<u>203,340</u>	<u>197,026</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other segmented revenue	-	-	-
Total other segmented revenue	<u>-</u>	<u>203,340</u>	<u>197,026</u>
Conditional Grants			
Federal - Student Employment	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>-</u>	<u>203,340</u>	<u>197,026</u>
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
New Building Canada Fund (SCF, NRP)	-	-	-
Water and sewer program	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Total Utility Services	<u>-</u>	<u>203,340</u>	<u>197,026</u>
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	<u>\$ -</u>	<u>316,894</u>	<u>519,169</u>
SUMMARY			
Total Other Segmented Revenue	\$ -	200,991	220,625
Total Conditional Grants	-	115,903	298,544
Total Capital Grants and Contributions	-	-	-
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	<u>\$ -</u>	<u>316,894</u>	<u>519,169</u>

See accompanying notes to the financial statements.

NORTHERN VILLAGE OF SANDY BAY

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2018
with comparative figures for 2017

	<u>2018</u> <u>Budget</u>	<u>2018</u> <u>Actual</u>	<u>2017</u> <u>Actual</u>
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ -	155,359	175,256
Wages and benefits	-	246,359	215,420
Professional/Contractual services	-	132,232	161,712
Utilities	-	52,315	40,648
Maintenance, materials, and supplies	-	74,787	86,247
Grants and contributions	-	68,667	80,186
-operating	-	-	-
-capital	-	-	-
Amortization	-	5,809	3,887
Interest	-	-	-
Allowance for uncollectibles	-	528,894	1,899,941
Other	-	259,861	6,507
Other (Gas Tax - unspent funds)	-	211,826	492,968
Total Government Services	<u>-</u>	<u>1,736,109</u>	<u>3,162,772</u>
PROTECTIVE SERVICES			
Police protection			
Wages and benefits	-	-	-
Professional/Contractual services	-	16,805	29,506
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	300
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Fire protection			
Wages and benefits	-	73,706	99,805
Professional/Contractual services	-	856	11,470
Utilities	-	2,525	10,899
Maintenance, materials, and supplies	-	10,429	34,602
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	6,173	6,173
Interest	-	-	-
Other	-	-	-
Total Protective Services	<u>-</u>	<u>110,494</u>	<u>192,755</u>
TRANSPORTATION SERVICES			
Wages and benefits	-	167,252	128,490
Professional/Contractual services	-	23,361	6,281
Utilities	-	36,200	29,356
Maintenance, materials, and supplies	-	147,055	85,246
Gravel	-	-	-
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	37,743	40,723
Interest	-	-	-
Other	-	-	-
Total Transportation Services	<u>-</u>	<u>411,611</u>	<u>290,096</u>

See accompanying notes to the financial statements.

NORTHERN VILLAGE OF SANDY BAY

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2018
with comparative figures for 2017

	<u>2018</u> <u>Budget</u>	<u>2018</u> <u>Actual</u>	<u>2017</u> <u>Actual</u>
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	\$ -	157,005	160,612
Contractual services	-	(116,745)	84,602
Utilities	-	60	-
Maintenance, materials, and supplies	-	18,250	6,817
Grants and contributions			
-operating			
Waste disposal	-	-	-
Public health	-	(1,290)	-
-capital			
Waste disposal	-	-	-
Public health	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Total Environmental and Public Health Services	<u>-</u>	<u>57,280</u>	<u>252,031</u>
PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	-	-	-
Contractual services	-	-	-
Grants and contributions			
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Total Planning and Development Services	<u>-</u>	<u>-</u>	<u>-</u>
RECREATION AND CULTURAL SERVICES			
Wages and benefits	-	67,113	107,746
Contractual services	-	20,383	24,975
Utilities	-	1,935	17,389
Maintenance, materials, and supplies	-	27,950	43,518
Grants and contributions			
-operating	-	15,939	32,195
-capital	-	-	-
Amortization	-	56,431	56,431
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	1,482	13,550
Total Recreation and Cultural Services	<u>-</u>	<u>191,233</u>	<u>295,804</u>
UTILITIES SERVICES			
Wages and benefits	-	225,499	199,235
Contractual services	-	51,392	78,061
Utilities	-	78,628	138,838
Maintenance, materials, and supplies	-	57,162	48,102
Grants and contributions			
-operating	-	35,833	-
-capital	-	-	-
Amortization	-	284,559	254,558
Interest	-	-	-
Allowance for uncollectibles	-	102,643	-
Other	-	98	1,460
Total Utility Services	<u>-</u>	<u>835,814</u>	<u>720,254</u>
TOTAL EXPENDITURES BY FUNCTION	<u>\$ -</u>	<u>3,342,541</u>	<u>4,913,712</u>

See accompanying notes to the financial statements.

NORTHERN VILLAGE OF SANDY BAY

Schedule 4

CONSOLIDATED SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2018

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and charges	\$ -	-	-	-	-	20,400	203,340	223,740
Tangible capital asset sales - Gain (loss)	-	-	-	-	-	-	-	-
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Property lease revenue	-	-	-	-	-	-	-	-
Other revenues	90,182	-	-	-	-	-	-	90,182
KDC Investment - net income (loss)	(112,931)	-	-	-	-	-	-	(112,931)
Grants - Conditional	2,000	77,499	-	-	-	36,404	-	115,903
Grants - Capital	-	-	-	-	-	-	-	-
Total revenues	<u>(20,749)</u>	<u>77,499</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>56,804</u>	<u>203,340</u>	<u>316,894</u>
Expenses (Schedule 3)								
Wages & benefits	401,718	73,706	167,252	157,005	-	67,113	225,499	1,092,293
Professional/Contractual Services	132,232	17,661	23,361	(116,745)	-	20,383	51,392	128,284
Utilities	52,315	2,525	36,200	60	-	1,935	78,628	171,663
Maintenance, materials and supplies	74,787	10,429	147,055	18,250	-	29,432	57,162	337,115
Grants and contributions	68,667	-	-	(1,290)	-	15,939	35,833	119,149
Amortization	5,809	6,173	37,743	-	-	56,431	284,559	390,715
Interest	-	-	-	-	-	-	-	-
Allowance for uncollectibles	528,894	-	-	-	-	-	102,643	631,537
Other	471,687	-	-	-	-	-	98	471,785
Total expenses	<u>1,736,109</u>	<u>110,494</u>	<u>411,611</u>	<u>57,280</u>	<u>-</u>	<u>191,233</u>	<u>835,814</u>	<u>3,342,541</u>
Surplus (deficit) by function	(1,756,858)	(32,995)	(411,611)	(57,280)	-	(134,429)	(632,474)	(3,025,647)
Taxation and other unconditional revenue (Schedule 1)								<u>1,326,210</u>
Net Surplus (Deficit)								<u>\$ (1,699,437)</u>

See accompanying notes to the financial statements.

NORTHERN VILLAGE OF SANDY BAY

Schedule 5

CONSOLIDATED SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2017

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and charges	\$ -	-	-	-	-	12,350	197,026	209,376
Tangible capital asset sales - Gain (loss)	-	-	-	-	-	-	-	-
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Property lease revenue	-	-	-	-	-	-	-	-
Other revenues	109,360	-	-	-	-	-	-	109,360
KDC Investment - net income (loss)	(98,111)	-	-	-	-	-	-	(98,111)
Grants - Conditional	5,400	93,184	-	183,690	-	16,270	-	298,544
Grants - Capital	-	-	-	-	-	-	-	-
Total revenues	<u>16,649</u>	<u>93,184</u>	<u>-</u>	<u>183,690</u>	<u>-</u>	<u>28,620</u>	<u>197,026</u>	<u>519,169</u>
Expenses (Schedule 3)								
Wages & benefits	390,676	99,805	128,490	160,612	-	107,746	199,235	1,086,564
Professional/Contractual Services	161,712	40,976	6,281	84,602	-	24,975	78,061	396,607
Utilities	40,648	10,899	29,356	-	-	17,389	138,838	237,130
Maintenance, materials and supplies	86,247	34,902	85,246	6,817	-	57,068	48,102	318,382
Grants and contributions	80,186	-	-	-	-	32,195	-	112,381
Amortization	3,887	6,173	40,723	-	-	56,431	254,558	361,772
Interest	-	-	-	-	-	-	-	-
Allowance for uncollectibles	1,899,941	-	-	-	-	-	-	1,899,941
Other	499,475	-	-	-	-	-	1,460	500,935
Total expenses	<u>3,162,772</u>	<u>192,755</u>	<u>290,096</u>	<u>252,031</u>	<u>-</u>	<u>295,804</u>	<u>720,254</u>	<u>4,913,712</u>
Surplus (deficit) by function	(3,146,123)	(99,571)	(290,096)	(68,341)	-	(267,184)	(523,228)	(4,394,543)
Taxation and other unconditional revenue (Schedule 1)								<u>1,721,725</u>
Net Surplus (Deficit)								<u>\$ (2,672,818)</u>

See accompanying notes to the financial statements.

NORTHERN VILLAGE OF SANDY BAY

CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT

Year ended December 31, 2018
with comparative figures for 2017

	2018							2017	
	General Assets					Infrastructure Assets	General / Infrastructure Assets Under Construction	Total	Total
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets			
Asset cost									
Opening asset costs	\$ 179,452	25,015	3,797,810	305,559	6,588,913	2,919,143	-	13,815,892	13,806,282
Additions during the year	-	-	-	-	90,100	-	-	90,100	9,610
Disposals and write-downs during the year	-	-	-	-	-	-	-	-	-
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
Closing asset costs	<u>179,452</u>	<u>25,015</u>	<u>3,797,810</u>	<u>305,559</u>	<u>6,679,013</u>	<u>2,919,143</u>	<u>-</u>	<u>13,905,992</u>	<u>13,815,892</u>
Accumulated amortization cost									
Opening accumulated amortization costs	-	25,015	1,738,268	123,265	1,618,409	2,220,822	-	5,725,779	5,364,007
Add: Amortization taken	-	-	108,782	21,486	225,711	34,736	-	390,715	361,772
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	-
Closing accumulated amortization costs	<u>-</u>	<u>25,015</u>	<u>1,847,050</u>	<u>144,751</u>	<u>1,844,120</u>	<u>2,255,558</u>	<u>-</u>	<u>6,116,494</u>	<u>5,725,779</u>
Net book value	<u>\$ 179,452</u>	<u>-</u>	<u>1,950,760</u>	<u>160,808</u>	<u>4,834,893</u>	<u>663,585</u>	<u>-</u>	<u>7,789,498</u>	<u>8,090,113</u>

- Total contributed/donated assets received in 2018: \$ -
- List of assets recognized at nominal value in 2018 are:
 - Infrastructure Assets \$ -
 - Vehicles \$ -
 - Machinery and Equipment \$ -
3. Amount of interest capitalized in 2018: \$ -

See accompanying notes to the financial statements.

NORTHERN VILLAGE OF SANDY BAY

CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS BY FUNCTION

Year ended December 31, 2018
with comparative figures for 2017

	2018							2017	
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
Asset cost									
Opening asset costs	\$ 257,418	165,385	2,244,175	-	24,683	1,436,726	9,687,505	13,815,892	13,806,282
Additions during the year	-	-	90,100	-	-	-	-	90,100	9,610
Disposals and write-downs during the year	-	-	-	-	-	-	-	-	-
Closing asset costs	<u>257,418</u>	<u>165,385</u>	<u>2,334,275</u>	<u>-</u>	<u>24,683</u>	<u>1,436,726</u>	<u>9,687,505</u>	<u>13,905,992</u>	<u>13,815,892</u>
Accumulated amortization cost									
Opening accumulated amortization costs	43,622	98,349	1,796,819	-	24,683	734,857	3,027,449	5,725,779	5,364,007
Add: Amortization taken	5,809	6,173	37,743	-	-	56,431	284,559	390,715	403,025
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	(41,253)
Closing accumulated amortization costs	<u>49,431</u>	<u>104,522</u>	<u>1,834,562</u>	<u>-</u>	<u>24,683</u>	<u>791,288</u>	<u>3,312,008</u>	<u>6,116,494</u>	<u>5,725,779</u>
Net book value	\$ <u>207,987</u>	<u>60,863</u>	<u>499,713</u>	<u>-</u>	<u>-</u>	<u>6,375,497</u>	<u>6,375,497</u>	<u>7,789,498</u>	<u>8,090,113</u>

See accompanying notes to the financial statements.

NORTHERN VILLAGE OF SANDY BAY
CONSOLIDATED SCHEDULE OF ACCUMULATED SURPLUS
Year ended December 31, 2018

	<u>2017</u>	<u>Changes</u>	<u>2018</u>
UNAPPROPRIATED SURPLUS	\$ <u>110,187</u>	<u>(1,398,822)</u>	<u>(1,288,635)</u>
APPROPRIATED RESERVES			
Reserve for machinery and equipment	-	-	-
Public reserve	-	-	-
Capital trust fund	-	-	-
Utility reserve	-	-	-
Other reserves	<u>202,379</u>	<u>-</u>	<u>202,379</u>
Total Appropriated	<u>202,379</u>	<u>-</u>	<u>202,379</u>
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6)	8,090,113	(300,615)	7,789,498
Less: Related debt	<u>-</u>	<u>-</u>	<u>-</u>
Net Investment in Tangible Capital Assets	<u>8,090,113</u>	<u>(300,615)</u>	<u>7,789,498</u>
Total Accumulated Surplus	<u>\$ 8,402,679</u>	<u>(1,699,437)</u>	<u>6,703,242</u>

See accompanying notes to the financial statements.

**NORTHERN VILLAGE OF SANDY BAY
SCHEDULE OF MILL RATES AND ASSESSMENTS**

Year ended December 31, 2018
with comparative figures for 2017

	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	\$ -	6,114,480	122,880	-	282,200	-	\$ 6,519,560
Regional Park Assessment							-
Total Assessment							\$ 6,519,560
Mill Rate Factor(s)	1.0000	1.0000	1.0000	1.0000	1.0000		
Total Base/Minimum Tax (generated for each property class)	-	-	-	-	-		
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ -	\$ -	\$ -	\$ -	\$ -		

<u>MILL RATES:</u>	<u>MILLS</u>
Average Municipal*	-
Average School*	4.213
Potash Mill Rate	-
Uniform Municipal Mill Rate	45.500

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

See accompanying notes to the financial statements.

NORTHERN VILLAGE OF SANDY BAY**SCHEDULE OF COUNCIL REMUNERATION**

Year ended December 31, 2018
with comparative figures for 2017

Position	Name	<u>Remuneration</u>	<u>Reimbursed Costs</u>	<u>Total</u>
Mayor	Paul Morin	\$ 55,757	11,352	67,109
Councillor	Jamie Fourstar	7,958	3,244	11,202
Councillor	Laura McCallum	10,400	14,323	24,723
Councillor	Norma Natewayes	13,700	6,661	20,361
Councillor	Phillip Jr. Ray	<u>21,100</u>	<u>11,307</u>	<u>32,407</u>
Total		<u>\$ 108,915</u>	<u>46,887</u>	<u>155,802</u>

See accompanying notes to the financial statements.