

NORTHERN VILLAGE OF SANDY BAY

Auditor's Report

Financial Statements

December 31, 2019

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.


Councillor
Financial Controller

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 were engaged to audit the consolidated financial statements of **Northern Village of Sandy Bay**, which comprise the consolidated statement of financial position as at **December 31, 2019** 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.

We do not express an opinion on the consolidated financial statements of **Northern Village of Sandy Bay**. Because of the significance of the matters described in the Basis for Disclaimer of Opinion section of our report, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these 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 deposits 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.
- We were unable to obtain sufficient appropriate audit evidence to support the balances 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.
- The Village maintains a solid waste landfill site for which it has not recorded an estimate of its closure and post-closure liabilities. This constitutes a departure from Canadian public sector accounting standards, which require the closure and post-closure liabilities to be recognized on a volumetric basis as the landfill is used, beginning when the site first accepts waste. This is the result of a cost-benefits decision taken by management not to engage a third party to determine the liability. The impact of this departure from Canadian public sector accounting standards has not been determined. Consequently, we are unable to determine whether adjustments were necessary to expenses, liabilities, and fund balances presented on the consolidated statement of financial position.

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 responsibility is to conduct an audit of the Village's consolidated financial statements in accordance with Canadian generally accepted auditing standards and to issue an auditor's report. However, because of the matters described in the Basis for Disclaimer of Opinion section of our report, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these consolidated financial statements.

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.

Saskatoon, Saskatchewan
November 12, 2024


Chartered Professional Accountants

NORTHERN VILLAGE OF SANDY BAY
CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Statement 1

December 31, 2019
with comparative figures for 2018

	<u>2019</u>	<u>2018</u> (Restated - Note 14)
<u>ASSETS</u>		
Financial assets:		
Cash and temporary investments (Note 2)	\$ -	-
Taxes Receivable - Municipal (Note 3)	401,103	291,939
Other accounts receivable (Note 4)	542,898	543,455
Land for re-sale (Note 5)	3,225	3,225
Long-term investments	-	-
Debt charges recoverable	-	-
Other	-	-
Investment (deficit) in KDC (Note 6)	<u>(352,160)</u>	<u>(86,590)</u>
Total financial assets	595,066	752,029
<u>LIABILITIES</u>		
Bank indebtedness (Note 7)	4,857	105,509
Accounts payable	1,778,504	1,504,157
Accrued liabilities payable	-	-
Deposits	-	-
Deferred revenue	1,000	1,000
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	114,201	22,228
Long-term debt (Note 8)	59,555	-
Lease obligations	<u>-</u>	<u>-</u>
Total liabilities	<u>1,958,117</u>	<u>1,632,894</u>
NET FINANCIAL ASSETS (DEBT)	(1,363,051)	(880,865)
Non-financial assets:		
Tangible capital assets (Schedule 6, 7)	7,647,758	7,789,498
Prepaid and deferred charges	-	-
Stock and supplies	<u>-</u>	<u>-</u>
Total non-financial assets	<u>7,647,758</u>	<u>7,789,498</u>
Accumulated surplus (Schedule 8)	<u>\$ 6,284,707</u>	<u>6,908,633</u>

APPROVED ON BEHALF OF COUNCIL:

_____ Councillor

_____ Councillor

See accompanying notes to the financial statements.

NORTHERN VILLAGE OF SANDY BAY

Statement 2

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

Year ended December 31, 2019
with comparative figures for 2018

		<u>2019</u> <u>Budget</u>	<u>2019</u> <u>Actual</u>	<u>2018</u> <u>Actual</u> (Restated - note 14)
Revenues:				
Taxes and other unconditional revenue	(Schedule 1)	\$ -	1,648,300	1,326,210
Fees and charges	(Schedule 4, 5)	-	224,861	223,740
Conditional grants	(Schedule 4, 5)	-	318,439	409,930
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)	-	18,312	-
KDC Investment - Net (Note 6)	(Schedule 4, 5)	-	(265,570)	(108,806)
Total Revenues		-	1,944,342	1,851,074
Expenditures:				
General government services	(Schedule 3)	-	931,298	1,774,882
Protective services	(Schedule 3)	-	144,953	110,495
Transportation services	(Schedule 3)	-	402,370	411,612
Environmental and public health services	(Schedule 3)	-	291,112	253,942
Planning and development services	(Schedule 3)	-	-	-
Recreation and cultural services	(Schedule 3)	-	258,399	191,233
Utility services	(Schedule 3)	-	677,840	799,980
Total Expenditures		-	2,705,972	3,542,144
Surplus (deficit) of revenues over expenditures before other capital contributions		-	(761,630)	(1,691,070)
Provincial/Federal capital grants and contributions	(Schedule 4, 5)	-	137,704	-
Surplus (deficit) of revenues over expenditures		-	(623,926)	(1,691,070)
Accumulated surplus (deficit), beginning of year		6,908,633	6,908,633	8,599,703
Accumulated surplus (deficit), end of year		\$ 6,908,633	6,284,707	6,908,633

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, 2019
with comparative figures for 2018

	<u>2019</u> <u>Budget</u>	<u>2019</u> <u>Actual</u>	<u>2018</u> <u>Actual</u> (Restated - note 14)
Surplus (deficit)	\$ -	(623,926)	(1,691,070)
(Acquisition) of tangible capital assets	-	(245,521)	(90,100)
Amortization of tangible capital assets	-	387,261	390,715
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>141,740</u>	<u>300,615</u>
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expenses	-	-	45,971
Consumption of supplies inventories	-	-	-
Use of prepaid expenses	-	-	-
Surplus (deficit) of expenses of other non-financial over expenditures	<u>-</u>	<u>-</u>	<u>45,971</u>
Increase (decrease) in Net Financial Assets	-	(482,186)	(1,344,484)
Net Financial Assets (Debt) - Beginning of the year	<u>(880,865)</u>	<u>(880,865)</u>	<u>463,619</u>
Net Financial Assets (Debt) - End of year	<u>\$ (880,865)</u>	<u>(1,363,051)</u>	<u>(880,865)</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, 2019
with comparative figures for 2018

	<u>2019</u>	<u>2018</u> (Restated - note 14)
Cash provided by (used in) the following activities:		
Operating:		
Surplus (deficit)	\$ (623,926)	(1,691,070)
Amortization	387,261	390,715
Loss (gain) on disposal of tangible capital assets	<u>-</u>	<u>-</u>
	(236,665)	(1,300,355)
Change in assets/liabilities		
Taxes receivable - Municipal	(109,164)	816,878
Other accounts receivable	556	169,108
Land for re-sale	-	-
Other financial assets	-	-
Accounts and accrued liabilities payable	272,418	171,460
Deposits	-	-
Deferred revenue	-	-
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	93,903	19,418
Stock and supplies	-	-
Prepayments and deferred charges	-	45,972
Other	<u>-</u>	<u>-</u>
Net cash from (used for) operations	<u>21,048</u>	<u>(77,519)</u>
Capital:		
Acquisition of capital assets	(245,521)	(90,100)
Proceeds from the disposal of capital assets	-	-
Other capital	<u>-</u>	<u>-</u>
Net cash used for capital	<u>(245,521)</u>	<u>(90,100)</u>
Investing:		
Long-term investments	265,570	108,806
Other investments	<u>-</u>	<u>-</u>
Net cash from investing	<u>265,570</u>	<u>108,806</u>
Financing activities:		
Debt charges recovered	-	-
Long-term debt issued	78,849	-
Long-term debt repaid	(19,294)	-
Other financing	<u>-</u>	<u>-</u>
Net cash from financing	<u>59,555</u>	<u>-</u>
Increase (decrease) in cash resources	100,652	(58,813)
Cash and temporary investments, beginning of year	<u>(105,509)</u>	<u>(46,696)</u>
Cash and temporary investments, end of year (Note 2)	<u>\$ (4,857)</u>	<u>(105,509)</u>

See accompanying notes to the financial statements.

NORTHERN VILLAGE OF SANDY BAY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2019

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

Kaministikihiwak Development Corporation - recorded on equity basis
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, 2019

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, 2019

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(m) Tangible capital assets

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

<u>Asset</u>	<u>Useful Life</u>
<i>General Assets</i>	
Land	Indefinite
Land improvements	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, 2019

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, 2019

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>2019</u>	<u>2018</u>
Cash	\$ (4,857)	(105,509)
Temporary investments	<u>-</u>	<u>-</u>
	<u>\$ (4,857)</u>	<u>(105,509)</u>

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

NORTHERN VILLAGE OF SANDY BAY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2019

3. TAXES AND GRANTS IN LIEU RECEIVABLE

	<u>2019</u>	<u>2018</u> (Restated - note 14)
Municipal: - Current	\$ -	-
- Arrears	<u>4,011,027</u>	<u>3,830,636</u>
	4,011,027	3,830,636
Less: allowance for uncollectibles	<u>(3,609,924)</u>	<u>(3,538,697)</u>
Total municipal taxes receivable	<u>401,103</u>	<u>291,939</u>
School: - Current	-	6,088
- Arrears	<u>1,291,440</u>	<u>1,191,799</u>
Total school taxes receivable	<u>1,291,440</u>	<u>1,197,887</u>
Other: - Current	-	-
- Arrears	<u>-</u>	<u>-</u>
Total other collections receivable	<u>-</u>	<u>-</u>
Total taxes and grants in lieu receivable	1,692,543	1,489,826
Deduct taxes receivable to be collected on behalf of other organizations	<u>(1,291,440)</u>	<u>(1,197,887)</u>
Total taxes receivable - Municipal	<u>\$ 401,103</u>	<u>291,939</u>

4. OTHER ACCOUNTS RECEIVABLE

	<u>2019</u>	<u>2018</u> (Restated - note 14)
Federal government	\$ 66,849	125,392
Provincial government	96,840	117,359
Local government	-	-
Utility	542,675	474,730
Trade	205,689	179,568
KDC receivable (Note 6)	<u>223,467</u>	<u>162,905</u>
Total other accounts receivable	1,135,520	1,059,954
Less: allowance for uncollectibles	<u>(592,622)</u>	<u>(516,499)</u>
Net other accounts receivable	<u>\$ 542,898</u>	<u>543,455</u>

NORTHERN VILLAGE OF SANDY BAY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2019

5. LAND FOR RESALE

	<u>2019</u>	<u>2018</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 KAMINISTIKOCHIAK DEVELOPMENT CORPORATION (KDC)

	<u>2019</u>	<u>2018</u>
Total assets	\$ 109,393	181,007
Total liabilities	<u>461,533</u>	<u>267,597</u>
Net assets	<u>\$ (352,140)</u>	<u>(86,590)</u>
Revenues	\$ 565,108	1,206,423
Expenses	<u>830,678</u>	<u>1,315,229</u>
KDC net earnings	(265,570)	(108,806)
KDC investment - net	(44,788)	(44,788)
Investment in KDC, beginning of year	<u>(86,590)</u>	<u>22,216</u>
Investment (deficit) in KDC, end of year	<u>\$ (352,160)</u>	<u>(86,590)</u>

Kaministikiachiwak 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.

7. BANK INDEBTEDNESS

Bank indebtedness includes balance drawn on an operating loan amounting to \$10,000 (2018 - \$107,000) and bearing interest at 8%.

NORTHERN VILLAGE OF SANDY BAY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2019

8. LONG-TERM DEBT

a) The authorized debt limit for the Village is \$223,740. 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.

b) Bank loans:

	<u>2019</u>	<u>2018</u>
Royal Bank of Canada loan payable in monthly instalments of \$841 including interest at 7.49%.	\$ 39,426	-
Ford Credit Canada loan payable in monthly instalments of \$1,089 including interest at 2.99%, maturing February 2023. Secured by 2019 Ford Transit 350 15 passenger van.	<u>20,129</u>	<u>-</u>
	<u>\$ 59,555</u>	<u>-</u>

Estimated future principal and interest payments are as follows:

Year	Principal	Interest	Current Total
2020	\$ 20,926	2,208	23,134
2021	21,984	1,537	23,521
2022	14,477	665	15,142
2023	2,168	273	2,441
2024	-	-	-
Thereafter	<u>-</u>	<u>-</u>	<u>-</u>
Balance	<u>\$ 59,555</u>	<u>4,683</u>	<u>64,238</u>

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 2019 was \$6,823 (2018 - \$12,537). 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 into an Agreement and provided financial services as the agent of a related party.

NORTHERN VILLAGE OF SANDY BAY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2019

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, 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 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.

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, 2019

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.

14. CORRECTION OF AN ERROR

During the year, Management identified various errors relating to the December 31, 2018 year-end balances as follows:

- It was noted that due to the municipal levy not being assessed, the school portion had been accrued as both receivable, and owed to the school division. However, since the notices were not sent to ratepayers, this amount should have been recognized as an expense to the Village. This error has been corrected retrospectively. As a result of this error, 2018 closing accounts payable increased by \$27,467, and expenditures increased by \$27,467.
- It was also noted that grant revenue relating to the sewage lagoon project that had been assigned to the Northern Municipal Trust Account had incorrectly been recorded as a payable, rather than as a receivable to be expended towards the project when actual expenses were incurred. This error has been corrected retrospectively. As a result of this, 2018 closing accounts payable have decreased by \$115,499, provincial accounts receivable increased by \$117,359, utility services grant expense decreased by \$35,833, and opening accumulated surplus increased by \$197,025.

As a result of the two errors that were corrected, total 2018 closing deficit of revenues over expenditures decreased from \$1,699,437 to \$1,691,070, and closing 2018 accumulated surplus increased from \$6,703,242 to \$6,908,633.

NORTHERN VILLAGE OF SANDY BAY

SCHEDULE OF TAXES AND OTHER UNCONDITIONAL REVENUES

Year ended December 31, 2019
with comparative figures for 2018

	<u>2019</u> <u>Budget</u>	<u>2019</u> <u>Actual</u>	<u>2018</u> <u>Actual</u>
TAXES			
General municipal tax levy	\$ -	-	-
Abatements and adjustments	-	-	-
Discount on current year taxes	-	-	-
Net municipal taxes	-	-	-
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	-	383,064	316,525
Special tax levy	-	-	-
Other	-	-	-
Total Taxes	-	<u>383,064</u>	<u>316,525</u>
UNCONDITIONAL GRANTS			
Revenue Sharing	-	1,214,049	961,637
Organized Hamlet	-	-	-
Other	-	-	-
Total Unconditional Grants	-	<u>1,214,049</u>	<u>961,637</u>
GRANTS IN LIEU OF TAXES			
Federal	-	-	-
Provincial			
S.P.C. Electrical	-	-	-
Sask. Energy Gas	-	-	-
TransGas	-	-	-
SPMC - Municipal Share	-	-	-
Sasktel	-	-	-
Other	-	-	-
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Local/Other	-	-	-
Other Government Transfers			
S.P.C. Surcharge	-	51,187	48,048
Other	-	-	-
Total Grants in Lieu of Taxes	-	<u>51,187</u>	<u>48,048</u>
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ -	<u>1,648,300</u>	<u>1,326,210</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, 2019
with comparative figures for 2018

	<u>2019</u> <u>Budget</u>	<u>2019</u> <u>Actual</u>	<u>2018</u> <u>Actual</u>
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ -	600	-
Sales of supplies	-	-	-
Other	-	-	-
Total Fees and Charges	-	600	-
Tangible capital asset sales - gain (loss)	-	-	-
Land sales - gain	-	-	-
Property lease revenue	-	-	-
KDC Investment - net income (loss)	-	(265,570)	(108,806)
Other segmented revenue	-	18,312	-
Total other segmented revenue	-	(246,658)	(108,806)
Conditional Grants			
Federal - Student Employment	-	-	-
Other (SaskPower)	-	68,250	47,650
Total Conditional Grants	-	68,250	47,650
Total Operating	-	(178,408)	(61,156)
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Total General Government Services	-	(178,408)	(61,156)
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)	-	55,163	77,499
Total Conditional Grants	-	55,163	77,499
Total Operating	-	55,163	77,499
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Provincial - Disaster Assistance	-	-	-
Local government	-	-	-
Other	-	-	-
Total Capital	-	-	-
Total Protective Services	-	55,163	77,499

See accompanying notes to the financial statements.

NORTHERN VILLAGE OF SANDY BAY

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2019
with comparative figures for 2018

	<u>2019</u> <u>Budget</u>	<u>2019</u> <u>Actual</u>	<u>2018</u> <u>Actual</u>
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ -	-	-
Sale of gravel and supplies	-	300	-
Road maintenance and restoration agreements	-	-	-
Frontage	-	-	-
Other	-	-	-
Total Fees and Charges	-	300	-
Tangible capital asset sales - gain (loss)	-	-	-
Other segmented revenue	-	-	-
Total other segmented revenue	-	300	-
Conditional Grants			
Primary Weight Corridor	-	-	-
Federal - Student Employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	300	-
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Total Transportation Services	-	300	-
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)	-	160,483	195,372
Total Conditional Grants	-	160,483	195,372
Total Operating	-	160,483	195,372
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
TAPD	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Total Environmental and Public Health Services Services	-	160,483	195,372

See accompanying notes to the financial statements.

NORTHERN VILLAGE OF SANDY BAY

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2019

with comparative figures for 2018

	<u>2019</u> <u>Budget</u>	<u>2019</u> <u>Actual</u>	<u>2018</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			
Canada Community-Building Fund (CCBF)	-	-	-
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)	-	20,477	20,400
Total Fees and Charges	-	20,477	20,400
Tangible capital asset sales - gain (loss)	-	-	-
Other segmented revenue	-	-	-
Total other segmented revenue	-	20,477	20,400
Conditional Grants			
Federal - Student Employment	-	-	-
Local government	-	-	-
Donations	-	30,343	53,005
Other (NCSRCP grants)	-	4,200	36,404
Total Conditional Grants	-	34,543	89,409
Total Operating	-	55,020	109,809
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Local government	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Total Recreation and Cultural Services	-	55,020	109,809

See accompanying notes to the financial statements.

NORTHERN VILLAGE OF SANDY BAY

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2019
with comparative figures for 2018

	<u>2019</u> <u>Budget</u>	<u>2019</u> <u>Actual</u>	<u>2018</u> <u>Actual</u>
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Water	\$ -	203,484	203,340
Sewer	-	-	-
Other	-	-	-
Total Fees and Charges	-	203,484	203,340
Tangible capital asset sales - gain (loss)	-	-	-
Other segmented revenue	-	-	-
Total other segmented revenue	-	203,484	203,340
Conditional Grants			
Federal - Student Employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	203,484	203,340
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
New Building Canada Fund (SCF, NRP)	-	-	-
Water and sewer program	-	-	-
Provincial - Disaster Assistance	-	-	-
Other (Sewage lagoon upgrade grants)	-	137,704	-
Total Capital	-	137,704	-
Total Utility Services	-	341,188	203,340
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	<u>\$ -</u>	<u>433,746</u>	<u>524,864</u>
SUMMARY			
Total Other Segmented Revenue	\$ -	(22,397)	114,934
Total Conditional Grants	-	318,439	409,930
Total Capital Grants and Contributions	-	137,704	-
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	<u>\$ -</u>	<u>433,746</u>	<u>524,864</u>

See accompanying notes to the financial statements.

NORTHERN VILLAGE OF SANDY BAY

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2019
with comparative figures for 2018

	<u>2019</u> <u>Budget</u>	<u>2019</u> <u>Actual</u>	<u>2018</u> <u>Actual</u> (Restated - note 14)
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ -	140,897	155,359
Wages and benefits	-	217,794	246,359
Professional/Contractual services	-	196,978	139,413
Utilities	-	69,042	52,315
Maintenance, materials, and supplies	-	66,233	78,912
Grants and contributions	-	42,045	68,667
-operating	-	-	-
-capital	-	-	-
Amortization	-	5,809	5,809
Interest	-	-	-
Allowance for uncollectibles	-	71,227	528,894
Other (Penalties and payroll)	-	121,273	287,328
Other (Gas Tax - unspent funds)	-	-	211,826
Total Government Services	<u>-</u>	<u>931,298</u>	<u>1,774,882</u>
PROTECTIVE SERVICES			
Police protection			
Wages and benefits	-	-	-
Professional/Contractual services	-	6,340	16,805
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Fire protection			
Wages and benefits	-	59,201	72,337
Professional/Contractual services	-	35,272	2,226
Utilities	-	28,742	2,525
Maintenance, materials, and supplies	-	9,225	10,429
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	6,173	6,173
Interest	-	-	-
Other	-	-	-
Total Protective Services	<u>-</u>	<u>144,953</u>	<u>110,495</u>
TRANSPORTATION SERVICES			
Wages and benefits	-	126,842	169,917
Professional/Contractual services	-	12,455	20,697
Utilities	-	49,633	36,200
Maintenance, materials, and supplies	-	174,262	147,055
Gravel	-	-	-
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	39,178	37,743
Interest	-	-	-
Other	-	-	-
Total Transportation Services	<u>-</u>	<u>402,370</u>	<u>411,612</u>

See accompanying notes to the financial statements.

NORTHERN VILLAGE OF SANDY BAY

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2019

with comparative figures for 2018

	<u>2019</u> <u>Budget</u>	<u>2019</u> <u>Actual</u>	<u>2018</u> <u>Actual</u> (Restated - note 14)
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	\$ -	184,482	157,005
Contractual services	-	88,013	78,627
Utilities	-	-	60
Maintenance, materials, and supplies	-	18,617	18,250
Grants and contributions	-	-	-
-operating	-	-	-
Waste disposal	-	-	-
Public health	-	-	-
-capital	-	-	-
Waste disposal	-	-	-
Public health	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Total Environmental and Public Health Services	<u>-</u>	<u>291,112</u>	<u>253,942</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	-	72,452	67,113
Contractual services	-	32,275	20,383
Utilities	-	20,498	1,935
Maintenance, materials, and supplies	-	11,502	27,950
Grants and contributions	-	61,091	15,939
-operating	-	-	-
-capital	-	-	-
Amortization	-	56,431	56,431
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	4,150	1,482
Total Recreation and Cultural Services	<u>-</u>	<u>258,399</u>	<u>191,233</u>
UTILITIES SERVICES			
Wages and benefits	-	159,316	225,499
Contractual services	-	18,549	51,392
Utilities	-	99,622	78,628
Maintenance, materials, and supplies	-	44,561	57,161
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	279,670	284,559
Interest	-	-	-
Allowance for uncollectibles	-	76,122	102,643
Other	-	-	98
Total Utility Services	<u>-</u>	<u>677,840</u>	<u>799,980</u>
TOTAL EXPENDITURES BY FUNCTION	<u>\$ -</u>	<u>2,705,972</u>	<u>3,542,144</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, 2019

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and charges	\$ 600	-	300	-	-	20,477	203,484	224,861
Tangible capital asset sales - Gain (loss)	-	-	-	-	-	-	-	-
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Property lease revenue	-	-	-	-	-	-	-	-
Other revenues	18,312	-	-	-	-	-	-	18,312
KDC Investment - net income (loss)	(265,570)	-	-	-	-	-	-	(265,570)
Grants - Conditional	68,250	55,163	-	160,483	-	34,543	-	318,439
Grants - Capital	-	-	-	-	-	-	137,704	137,704
Total revenues	(178,408)	55,163	300	160,483	-	55,020	341,188	433,746
Expenses (Schedule 3)								
Wages & benefits	358,691	59,201	126,842	184,482	-	72,452	159,316	960,984
Professional/Contractual Services	196,978	41,612	12,455	88,013	-	32,275	18,549	389,882
Utilities	69,042	28,742	49,633	-	-	20,498	99,622	267,537
Maintenance, materials and supplies	66,233	9,225	174,262	18,617	-	15,652	44,561	328,550
Grants and contributions	42,045	-	-	-	-	61,091	-	103,136
Amortization	5,809	6,173	39,178	-	-	56,431	279,670	387,261
Interest	-	-	-	-	-	-	-	-
Allowance for uncollectibles	71,227	-	-	-	-	-	76,122	147,349
Other	121,273	-	-	-	-	-	-	121,273
Total expenses	931,298	144,953	402,370	291,112	-	258,399	677,840	2,705,972
Surplus (deficit) by function	(1,109,706)	(89,790)	(402,070)	(130,629)	-	(203,379)	(336,652)	(2,272,226)
Taxation and other unconditional revenue (Schedule 1)								
								1,648,300
Net Surplus (Deficit)								\$ (623,926)

See accompanying notes to the financial statements.

NORTHERN VILLAGE OF SANDY BAY

CONSOLIDATED SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Schedule 5

Year ended December 31, 2018

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total (Restated - note 14)
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	-	-	-	-	-	-	-	-
KDC Investment - net income (loss)	(108,806)	-	-	-	-	-	-	(108,806)
Grants - Conditional	47,650	77,499	-	195,372	-	89,409	-	409,930
Grants - Capital	-	-	-	-	-	-	-	-
Total revenues	<u>(61,156)</u>	<u>77,499</u>	<u>-</u>	<u>195,372</u>	<u>-</u>	<u>109,809</u>	<u>203,340</u>	<u>524,864</u>
Expenses (Schedule 3)								
Wages & benefits	401,718	72,337	169,917	157,005	-	67,113	225,499	1,093,589
Professional/Contractual Services	139,413	19,031	20,697	78,627	-	20,383	51,392	329,543
Utilities	52,315	2,525	36,200	60	-	1,935	78,628	171,663
Maintenance, materials and supplies	78,912	10,429	147,055	18,250	-	29,432	57,161	341,239
Grants and contributions	68,667	-	-	-	-	15,939	-	84,606
Amortization	5,809	6,173	37,743	-	-	56,431	284,559	390,715
Interest	-	-	-	-	-	-	-	-
Allowance for uncollectibles	528,894	-	-	-	-	-	102,643	631,537
Other	499,154	-	-	-	-	-	98	499,252
Total expenses	<u>1,774,882</u>	<u>110,495</u>	<u>411,612</u>	<u>253,942</u>	<u>-</u>	<u>191,233</u>	<u>799,980</u>	<u>3,542,144</u>
Surplus (deficit) by function	<u>(1,836,038)</u>	<u>(32,996)</u>	<u>(411,612)</u>	<u>(58,570)</u>	<u>-</u>	<u>(81,424)</u>	<u>(596,640)</u>	<u>(3,017,280)</u>
Taxation and other unconditional revenue (Schedule 1)								
								<u>1,326,210</u>
Net Surplus (Deficit)								<u>\$ (1,691,070)</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, 2019
with comparative figures for 2018

	2019						2018
	General Assets			Infrastructure Assets	General / Infrastructure Assets Under Construction	Total	
	Land		Machinery & Equipment	Linear Assets			
	Land	Improvements					
Asset cost							
Opening asset costs	\$ 179,452	25,015	3,797,810	305,559	6,679,013	2,919,143	13,905,992
Additions during the year	-	-	-	87,298	-	-	158,223
Disposals and write-downs during the year	-	-	-	-	-	-	-
Transfers (from) assets under construction	-	-	-	-	-	-	-
Closing asset costs	179,452	25,015	3,797,810	392,857	6,679,013	2,919,143	14,151,513
Accumulated amortization cost							
Opening accumulated amortization costs	-	25,015	1,847,050	144,751	1,844,120	2,255,558	6,116,494
Add: Amortization taken	-	-	108,061	21,486	226,048	31,666	387,261
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-
Closing accumulated amortization costs	-	25,015	1,955,111	166,237	2,070,168	2,287,224	6,503,755
Net book value	\$ 179,452	-	1,842,699	226,620	4,608,845	631,919	7,789,498

1. Total contributed/donated assets received in 2019: \$ -

2. List of assets recognized at nominal value in 2019 are:

-Infrastructure Assets

-Vehicles

-Machinery and Equipment

3. Amount of interest capitalized in 2019: \$ -

See accompanying notes to the financial statements.

NORTHERN VILLAGE OF SANDY BAY
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS BY FUNCTION

Year ended December 31, 2019
with comparative figures for 2018

	2019							2018
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total
Asset cost								
Opening asset costs	\$ 257,418	165,385	2,334,275	-	24,683	1,436,726	9,687,505	13,905,992
Additions during the year	-	-	27,108	-	-	60,190	158,223	245,521
Disposals and write-downs during the year	-	-	-	-	-	-	-	-
Closing asset costs	257,418	165,385	2,361,383	-	24,683	1,496,916	9,845,728	14,151,513
Accumulated amortization cost								
Opening accumulated amortization costs	49,431	104,522	1,834,562	-	24,683	791,288	3,312,008	6,116,494
Add: Amortization taken	5,809	6,173	39,178	-	-	56,431	279,670	387,261
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-
Closing accumulated amortization costs	55,240	110,695	1,873,740	-	24,683	847,719	3,591,678	6,503,755
Net book value	\$ 202,178	54,690	487,643	-	-	6,254,050	6,254,050	7,647,758
								7,789,498

See accompanying notes to the financial statements.

NORTHERN VILLAGE OF SANDY BAY
CONSOLIDATED SCHEDULE OF ACCUMULATED SURPLUS
Year ended December 31, 2019

	<u>2018</u> (Restated - note 14)	<u>Changes</u>	<u>2019</u>
UNAPPROPRIATED SURPLUS	\$ <u>(1,083,244)</u>	<u>(502,186)</u>	<u>(1,585,430)</u>
APPROPRIATED RESERVES			
Reserve for machinery and equipment	-	-	-
Public reserve	-	-	-
Capital trust fund	-	-	-
Utility reserve	<u>202,379</u>	<u>20,000</u>	<u>222,379</u>
Total Appropriated	<u>202,379</u>	<u>20,000</u>	<u>222,379</u>
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6)	7,789,498	(141,740)	7,647,758
Less: Related debt	<u>-</u>	<u>-</u>	<u>-</u>
Net Investment in Tangible Capital Assets	<u>7,789,498</u>	<u>(141,740)</u>	<u>7,647,758</u>
Total Accumulated Surplus	\$ <u>6,908,633</u>	<u>(623,926)</u>	<u>6,284,707</u>

See accompanying notes to the financial statements.

NORTHERN VILLAGE OF SANDY BAY
SCHEDULE OF MILL RATES AND ASSESSMENTS

Year ended December 31, 2019

	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)	\$ -	-	-	-	-	-

MILL RATES:

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, 2019**

Position	Name	<u>Remuneration</u>	<u>Reimbursed Costs</u>	<u>Total</u>
Mayor	Paul Morin	\$ 61,122	9,860	70,982
Councillor	Laura McCallum	9,072	9,552	18,624
Councillor	Norma Natewayes	10,266	6,605	16,871
Councillor	Phillip Jr. Ray	<u>16,700</u>	<u>16,183</u>	<u>32,883</u>
Total		<u>\$ 97,160</u>	<u>42,200</u>	<u>139,360</u>

See accompanying notes to the financial statements.