

**EMERALD LAKE REGIONAL PARK AUTHORITY**  
**Financial Statements**  
**Year Ended December 31, 2022**

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Preparer	Reviewer	Partner	Tax Specialist
EQCR			

**EMERALD LAKE REGIONAL PARK AUTHORITY**  
**Index to Financial Statements**  
**Year Ended December 31, 2022**

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## MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

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The financial statements of Emerald Lake Regional Park Authority have been prepared in accordance with Canadian public sector accounting standards. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances. These statements include certain amounts based on management's estimates and judgments. Management has determined such amounts based on a reasonable basis in order to ensure that the financial statements are presented fairly in all material respects.

The integrity and reliability of Emerald Lake Regional Park Authority's reporting systems are achieved through the use of formal policies and procedures, the careful selection of employees and an appropriate division of responsibilities. These systems are designed to provide reasonable assurance that the financial information is reliable and accurate.

The Board of Directors is responsible for ensuring that management fulfills its responsibility for financial reporting and is ultimately responsible for reviewing and approving the financial statements. The Board carries out this responsibility principally through its Audit Committee. The Audit Committee is appointed by the Board and meets periodically with management and the members' auditors to review significant accounting, reporting and internal control matters. Following its review of the financial statements and discussions with the auditors, the Audit Committee reports to the Board of Directors prior to its approval of the financial statements. The Committee also considers, for review by the Board and approval by the members, the engagement or re-appointment of the external auditors.

The financial statements have been audited on behalf of the members by Grant Thornton LLP, in accordance with Canadian public sector accounting standards.

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Trevor Cross, Chairperson

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Chelsey Watts, Secretary

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Date

Leask, SK

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## INDEPENDENT AUDITOR'S REPORT

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To the Members of Emerald Lake Regional Park Authority

### *Opinion*

We have audited the financial statements of Emerald Lake Regional Park Authority (the "Organization"), which comprise the statement of financial position as at December 31, 2022, and the statements of operations, changes in accumulated surplus, changes in net financial assets, and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at December 31, 2022, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

### *Basis for Opinion*

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

### *Emphasis of Matter - Restated comparative information*

We draw attention to Note 10 to the financial statements, which explains that certain comparative information presented for the year ended December 31, 2021 has been restated. Our opinion is not modified in respect to this matter.

### *Other Matter*

The comparative figures are unaudited.

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

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

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

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

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*Auditor's Responsibilities for the Audit of the Financial Statements*

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Organization to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

**EMERALD LAKE REGIONAL PARK AUTHORITY**  
**Statement of Financial Position**  
**December 31, 2022**

	<b>2022</b>	2021 (Restated - See Note 10) Unaudited
<b>FINANCIAL ASSETS</b>		
Cash (Note 3)	\$ 309,713	\$ 265,204
Term deposits	-	3,500
Accounts receivable (Note 4)	16,090	4,038
Goods and Services Tax receivable	-	3,274
	<b>325,803</b>	276,016
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities	17,111	388
Deferred revenue (Note 5)	-	2,700
Goods and Services Tax payable	7,384	-
Provincial Sales Tax payable	-	310
Employee deductions payable	-	29,840
	<b>24,495</b>	33,238
<b>NET FINANCIAL ASSETS</b>	<b>301,308</b>	242,778
<b>NON-FINANCIAL ASSETS</b>		
Prepaid expenses	8,309	8,122
Inventory	-	1,793
Tangible capital assets (Note 6)	338,761	335,601
	<b>347,070</b>	345,516
<b>ACCUMULATED SURPLUS</b>	<b>\$ 648,378</b>	\$ 588,294

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**ON BEHALF OF BOARD**

\_\_\_\_\_ Director

\_\_\_\_\_ Director

**EMERALD LAKE REGIONAL PARK AUTHORITY**

**Statement of Operations  
Year Ended December 31, 2022**

	<b>2022</b>	2021 (Restated - See Note 10) Unaudited
<b>REVENUES</b>		
Seasonal camping fees	\$ 84,745	\$ 84,230
Cottage (land lease fees)	73,753	67,278
Concession sales	42,873	52,186
Government Grants	30,922	23,128
Miscellaneous income	13,841	10,846
Firewood sales	4,885	3,590
Special events	4,466	-
Can and bottle returns	3,844	2,313
Swim lesson fees	2,780	-
Shower revenue	2,304	2,820
Survey fees	2,200	13,626
Fundraising	35	-
Recreation Facilities:		
Daily camping fees	81,192	94,187
Golf Memberships	9,201	9,695
Daily golf fees	6,736	7,736
Golf cart rental	4,528	4,870
Park entry fees:		
Seasonal Stickers	24,833	35,699
Daily Entry	10,383	14,860
	<u>403,521</u>	<u>427,064</u>
<b>EXPENSES</b>		
Administrative expenses (Schedule 1)	100,055	80,664
Operating expenses (Schedule 1)	243,382	265,981
	<u>343,437</u>	<u>346,645</u>
<b>ANNUAL SURPLUS</b>	<u>\$ 60,084</u>	<u>\$ 80,419</u>

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**EMERALD LAKE REGIONAL PARK AUTHORITY**  
**Statement of Changes in Accumulated Surplus**  
**Year Ended December 31, 2022**

	<b>2022</b>	2021 (Restated - See Note 10) Unaudited
<b>ACCUMULATED SURPLUS - BEGINNING OF YEAR</b>	<b>\$ 588,294</b>	\$ 507,875
<b>SURPLUS FOR THE YEAR</b>	<u><b>60,084</b></u>	<u>80,419</u>
<b>ACCUMULATED SURPLUS - END OF YEAR</b>	<u><b>\$ 648,378</b></u>	<u>\$ 588,294</u>

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**EMERALD LAKE REGIONAL PARK AUTHORITY**  
**Statement of Changes in Net Financial Assets**  
**Year Ended December 31, 2022**

	<b>2022</b>	2021 (restated - See Note 10) Unaudited
<b>ANNUAL SURPLUS</b>	<b>\$ 60,084</b>	<b>\$ 80,419</b>
Amortization of tangible capital assets	<b>23,548</b>	27,716
Purchase of tangible capital assets	<b>(26,709)</b>	(39,892)
Increase in prepaid expenses	<b>(186)</b>	(2,362)
Decrease in inventory	<b>1,793</b>	-
	<b>(1,554)</b>	(14,538)
<b>INCREASE IN NET FINANCIAL ASSETS</b>	<b>58,530</b>	65,881
<b>NET FINANCIAL ASSETS - BEGINNING OF YEAR</b>	<b>242,778</b>	176,897
<b>NET FINANCIAL ASSETS - END OF YEAR</b>	<b>\$ 301,308</b>	<b>\$ 242,778</b>

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**EMERALD LAKE REGIONAL PARK AUTHORITY**

**Statement of Cash Flows**

**Year Ended December 31, 2022**

	<b>2022</b>	2021 (Restated - See Note 10) Unaudited
<b>OPERATING ACTIVITIES</b>		
Surplus	\$ 60,084	\$ 80,419
Items not affecting cash:		
Amortization of tangible capital assets	<u>23,548</u>	<u>27,715</u>
	<u>83,632</u>	<u>108,134</u>
Accounts receivable	(12,052)	16,979
Prepaid expenses	(187)	(2,362)
Goods and Services Tax receivable	-	(2,670)
Provincial Sales Tax payable	(310)	35
Goods and services tax payable	10,658	(3,274)
Deferred revenue	(2,700)	(11,876)
Inventory	1,793	-
Employee deductions payable	(29,840)	24,403
Accounts payable and accrued liabilities	<u>16,724</u>	<u>(18,340)</u>
	<u>(15,914)</u>	2,895
Cash flow from operating activities	<u>67,718</u>	111,029
<b>INVESTING ACTIVITIES</b>		
Purchase of tangible capital assets	(26,709)	(39,892)
Term deposit redemption	<u>3,500</u>	<u>8,308</u>
Cash flow used by investing activities	<u>(23,209)</u>	(31,584)
<b>INCREASE IN CASH FLOW</b>	<b>44,509</b>	79,445
Cash - beginning of year	<u>265,204</u>	185,759
<b>CASH - END OF YEAR (Note 3)</b>	<b><u>\$ 309,713</u></b>	<b><u>\$ 265,204</u></b>

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# EMERALD LAKE REGIONAL PARK AUTHORITY

## Notes to Financial Statements

Year Ended December 31, 2022

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### 1. PURPOSE OF THE COMPANY

Emerald Lake Regional Park Authority (the "organization") was established by an Order in Council of the Government of Saskatchewan under the authority of The Regional Parks Act, 1979 on March 3, 1967 through an application made by the municipalities of the Village of Leask and the Rural Municipality of Leask No. 464. As a registered charity the company is exempt from the payment of income tax under Section 149(1) of the Income Tax Act.

The organization operates to provide a park, campground, and golf course at Emerald Lake, near Leask, Saskatchewan.

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### 2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements were prepared in accordance with Canadian public sector accounting standards (PSAS) and, in management's opinion, with consideration of materiality and within the framework of the following accounting policies:

#### Term deposits

Term deposits with original maturities at date of purchase beyond three months and less than twelve months, are carried at amortized cost and presented as short-term investments.

#### Tangible capital assets

Tangible capital assets are stated at cost less accumulated amortization and are amortized over their estimated useful lives on a declining balance basis at the following rates and methods:

Buildings	4%
Equipment	20%
Vehicles	30%
Infrastructure	10%

The organization regularly reviews its tangible capital assets to eliminate obsolete items.

#### Impairment of Long Lived Assets

The organization tests for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Recoverability is assessed by comparing the carrying amount to the projected future net cash flows the long-lived assets are expected to generate through their direct use and eventual disposition. When a test for impairment indicates that the carrying amount of an asset is not recoverable, an impairment loss is recognized to the extent the carrying value exceeds its fair value.

#### Revenue recognition

Lease, fees, and other rental income is recognized when goods or services have been provided.

Donation and fundraising revenue is recognized in the period in which the funds are received unless the donation is restricted. If the donation is restricted by the contributor, the revenue is deferred and recognized when the conditions of the donation have been met.

Other revenue, such as interest and miscellaneous fee income, is recognized when goods or services have been provided.

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**EMERALD LAKE REGIONAL PARK AUTHORITY**

**Notes to Financial Statements**

**Year Ended December 31, 2022**

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2. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Expense recognition

The organization uses the accrual method of accounting for expenses whereby the cost of goods and services acquired in the period are recorded regardless of whether payment has been made.

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 revenue in the period that the events giving rise to the transfer occur, providing:

- a) The transfers are authorized;
- b) Any eligibility criteria and stipulation have been met; and
- c) Reasonable estimates of the amounts can be made.

Unearned government transfer amounts will be recorded as deferred revenue until eligibility criteria or stipulations are met.

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

Government transfers to individuals and other entities are recognized as an expense when the transfers are authorized and all eligibility criteria have been met.

Non-financial assets

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

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.

Measurement uncertainty

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

Contributed services

The operations of the organization depend on both the contribution of time by volunteers and donated materials from various sources. The fair value of donated materials and services cannot be reasonably determined and are therefore not reflected in these financial statements.

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**EMERALD LAKE REGIONAL PARK AUTHORITY**

**Notes to Financial Statements**

**Year Ended December 31, 2022**

2. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Financial instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

3. CASH

	<u>2022</u>	<u>2021</u>
Cash Float	\$ 471	\$ 471
Petty cash	1,400	1,400
Affinity Credit Union - savings - Walking Path	1	1,240
Affinity Credit Union - savings - Infrastructure Reserve	43,533	43,100
Affinity Credit Union - savings - Seasonal Infrastructure	2,374	2,350
Affinity Credit Union - savings - Golf Course	3	4,214
Affinity Credit Union - chequing	261,931	212,429
	<u>\$ 309,713</u>	<u>\$ 265,204</u>

4. ACCOUNTS RECEIVABLE

	<u>2022</u>	<u>2021</u>
Accounts receivable	\$ 21,190	\$ 15,400
Allowance for doubtful accounts	(5,100)	(11,362)
	<u>\$ 16,090</u>	<u>\$ 4,038</u>

5. DEFERRED REVENUE

	<u>2022</u>	<u>2021</u>
Balance, beginning of year	\$ 2,700	\$ 14,576
Amounts collected	-	-
Amount earned	(2,700)	(11,876)
	<u>\$ -</u>	<u>\$ 2,700</u>

**EMERALD LAKE REGIONAL PARK AUTHORITY**

**Notes to Financial Statements**

**Year Ended December 31, 2022**

6. TANGIBLE CAPITAL ASSETS

<u>Cost</u>	2021 Balance	Additions	Disposals	2022 Balance
Buildings	\$ 519,840	\$ -	\$ -	\$ 519,840
Equipment & Machinery	486,310	-	-	486,310
Infrastructure	57,220	-	-	57,220
Vehicles	80,418	-	-	80,418
Land Improvements	12,212	26,709	-	38,921
	<b>\$ 1,156,000</b>	<b>\$ 26,709</b>	<b>\$ -</b>	<b>\$ 1,182,709</b>

<u>Accumulated Amortization</u>	2021 Balance	Amortization	Accumulated Amortization on Disposals	2022 Balance
Buildings	\$ 275,550	\$ 9,771	\$ -	\$ 285,321
Equipment & Machinery	457,890	5,684	-	463,574
Infrastructure	21,664	3,556	-	25,220
Vehicles	65,295	4,537	-	69,832
Land Improvements	-	-	-	-
	<b>\$ 820,399</b>	<b>\$ 23,548</b>	<b>\$ -</b>	<b>\$ 843,947</b>

<u>Net book value</u>	2022	2021
Buildings	\$ 234,519	\$ 244,290
Equipment & Machinery	22,736	28,420
Infrastructure	32,000	35,556
Vehicles	10,586	15,123
Land Improvements	38,921	12,212
	<b>\$ 338,762</b>	<b>\$ 335,601</b>

**EMERALD LAKE REGIONAL PARK AUTHORITY**

**Notes to Financial Statements**

**Year Ended December 31, 2022**

7. ACCUMULATED SURPLUS

	2021 (Restated - See Note 10)	<b>Changes</b>	2022
<u>UNAPPROPRIATED SURPLUS</u>	\$ 252,693	\$ 73,423	\$ 326,117
<u>APPROPRIATED SURPLUS</u>			
<u>NET INVESTMENT IN TANGIBLE CAPITAL ASSETS</u>			
Tangible Capital Assets	335,601	<b>3,161</b>	338,761
Less: Related Debt	-	-	-
Net Investment in Tangible Capital Assets	<u>335,601</u>	<u><b>3,161</b></u>	<u>338,761</u>
Total Accumulated Surplus	<u>\$ 588,294</u>	<u>\$ <b>76,584</b></u>	<u>\$ 664,878</u>

8. FINANCIAL INSTRUMENTS

The organization is exposed to various risks through its financial instruments and monitors, evaluates and manages these risks. The following analysis provides information about the organization's risk exposure and concentration as of December 31, 2022.

**(a) Credit risk**

Credit risk arises from the potential that a counter party will fail to perform its obligations. The organization is exposed to credit risk from customers. An allowance for doubtful accounts is established based upon factors surrounding the credit risk of specific accounts, historical trends and other information. The organization has a significant number of customers which minimizes concentration of credit risk.

**(b) Liquidity risk**

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The organization is exposed to this risk mainly in respect of its receipt of funds from its customers and other related sources, long-term debt, and accounts payable and accrues liabilities. The organization has no debt and cash to cover other liabilities which minimizes concentration of liquidity risk.

Unless otherwise noted, it is management's opinion that the organization is not exposed to significant other price risks arising from financial instruments.

9. COMPARATIVE FIGURES

The comparative figures are unaudited.

**EMERALD LAKE REGIONAL PARK AUTHORITY**

**Notes to Financial Statements**

**Year Ended December 31, 2022**

10. PRIOR PERIOD ADJUSTMENTS

During 2022 it was determined that certain errors occurred in the prior year:

- a) Capital expenditures had not been allocated out of expenses. \$12,212 should have been recorded as capital assets.

The organization has treated the above noted items as an error. As a result, the organization has restated its 2021 comparative figures to reflect these corrections.

	2021 (Previously Reported)	<b>Adjustments</b>	2022
<u>Statement of Financial Position</u>			
Tangible capital assets	\$ 323,389	\$ 12,212	\$ 335,601
Accumulated surplus	576,082	12,212	588,294
<u>Statement of Operations and Accumulated Surplus</u>			
Repairs and maintenance	\$ 43,461	\$ (12,212)	\$ 31,249
Total expenses	358,857	(12,212)	346,645
Annual surplus	68,207	12,212	80,419
Accumulated surplus - end of year	576,082	12,212	588,294
<u>Statement of Changes in Net Financial Assets</u>			
Annual surplus	\$ 68,207	\$ 12,212	\$ 80,419
	-	-	-
<u>Statement of Cash Flows</u>			
Annual surplus	\$ 68,207	\$ 12,212	\$ 80,419
Purchase of tangible capital assets	(27,680)	(12,212)	(39,892)

**EMERALD LAKE REGIONAL PARK AUTHORITY**

**Expenses  
(Schedule 1)**

**Year Ended December 31, 2022**

	<b>2022</b>	2021 (Restated - See Note 10) Unaudited
<b>Administration:</b>		
Insurance	\$ 14,400	\$ 12,166
Office supplies	13,330	5,121
Secretary treasurer wages	12,650	19,479
Miscellaneous	9,391	9,511
Employee benefits	8,664	5,599
Bad debts	4,263	3,487
Audit	21,760	7,387
Miscellaneous	5,165	11,098
Firewood	4,000	2,560
Staff & board mileage	2,711	2,848
Worker's comp	1,118	1,083
SAMA fees	954	-
Seminars	812	-
Vehicle plates	625	-
Postage	212	325
	<u>100,055</u>	<u>80,664</u>
<b>Operating:</b>		
Concession costs	108,898	87,736
General maintenance - employee wages	42,069	45,368
Utilities	26,145	27,523
Amortization	23,548	27,716
Repairs and maintenance	13,960	31,249
Fuel - gas	7,600	6,128
Recreation program fees	5,761	7,324
Interest and bank charges	4,385	4,709
Special events	2,812	1,579
Swimming wages	1,873	-
General maintenance - housekeeping	1,725	4,130
Small tools	1,642	4,536
Golf course maintenance	1,494	-
Equipment Rental	785	-
Rent	616	-
Advertising and promotion	69	310
Survey fee	-	16,553
Board Honorariums	-	1,100
Freight	-	20
	<u>243,382</u>	<u>265,981</u>
	<u>\$ 343,437</u>	<u>\$ 346,645</u>

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