



Village of Cache Creek

Statement of Financial Information (SOFI)

For the Year Ended December 31, 2021

STATEMENTS OF FINANCIAL INFORMATION (SOFI)

Prepared under the Financial Information Act

For the Year Ended December 31, 2021

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STATEMENTS OF FINANCIAL INFORMATION (SOFI)

Prepared under the Financial Information Act
For the Year Ended December 31, 2021

MANAGEMENT REPORT

Prepared under the Financial Information Regulation, Schedule 1, Section 9

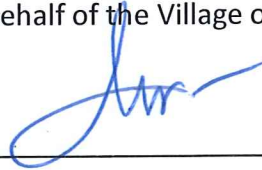
The Financial Statements contained in this Statement of Financial Information under the **Financial Information Act** have been prepared by management in accordance with Canadian public sector accounting standards, and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all the statements and schedules, and for ensuring that this information is consistent, where appropriate, with the information contained in the financial statements.

Management is also responsible for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

The Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control.

The external auditors, BDO Canada LLP, conduct an independent examination, in accordance with Canadian Generally Accepted Auditing Standards, and express their opinion on the financial statements. Their examination does not relate to the other schedules and statements required by the Act. Their examination includes a review and evaluation of the municipality's system of internal control and appropriate tests and procedures to provide reasonable assurance that the financial statements are presented fairly. The external auditors have full and free access to Council.

On behalf of the Village of Cache Creek



Cristina Martini, CPA, CMA, B.Eng.

Chief Financial Officer

STATEMENTS OF FINANCIAL INFORMATION (SOFI)

Prepared under the Financial Information Act
For the Year Ended December 31, 2021

STATEMENT OF FINANCIAL INFORMATION APPROVAL

The undersigned, as authorized by the Financial Information Regulation, Schedule 1, subsection 9 (2), approves all the statements and schedules, included in this Statement of Financial Information, produced under the **Financial Information Act**.



Cristina Martini, CPA, CMA, B.Eng.
Chief Financial Officer



Santo Talarico
Mayor

STATEMENTS OF FINANCIAL INFORMATION (SOFI)

Prepared under the Financial Information Act

For the Year Ended December 31, 2021

SCHEDULE OF REMUNERATION AND EXPENSES

Prepared Under the Financial Information Regulation, Schedule 1, Section 6

1. SCHEDULE OF COUNCIL REMUNERATION

NAME	POSITION	REMUNERATION	EXPENSE	TOTAL
PITTMAN, ANNETTE G	Council	\$ 9,934		\$ 9,934
DAFOE, LISA R	Council	\$ 9,934		\$ 9,934
COOMBER, WENDY	Council	\$ 9,934	\$ 238	\$ 10,172
PETERS, SUSAN JEAN	Council	\$ 9,934	\$ 238	\$ 10,172
TALARICO, SANTO	Mayor	\$ 14,256		\$ 14,256
TOTAL: elected officials' remuneration		\$ 53,993	\$ 476	\$ 54,469

2. SCHEDULE OF EMPLOYEE REMUNERATION

NAME	POSITION	REMUNERATION	EXPENSE	TOTAL
MARTINI, CRISTINA	CFO	\$ 107,178	\$ 1,993	\$ 109,170
CUMMING, JORDAN D	Utility operator	\$ 82,291	\$ 2,621	\$ 84,912
DALSIN, MARTIN	CAO	\$ 81,622	\$ -	\$ 81,622
BILLY, SHAYNE	Foreman	\$ 75,950	\$ 187	\$ 76,137
Consolidated total of other employees with remuneration of \$75,000 or less		\$ 395,891	\$ 12,182	\$ 408,073
TOTAL: employee remuneration		\$ 742,933	\$ 16,982	\$ 759,915

STATEMENTS OF FINANCIAL INFORMATION (SOFI)
 Prepared under the Financial Information Act
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SCHEDULE OF REMUNERATION AND EXPENSES

Prepared Under the Financial Information Regulation, Schedule 1, Section 6

3. RECONCILIATION	Remuneration	Expenses
Remuneration - Mayor and Council	\$ 53,993	\$ 476
Total employees with remuneration greater than \$75,000	\$ 347,042	\$ 4,800
Total employees with remuneration lower than \$75,000	\$ 395,891	\$ 12,182
Total remuneration and expenses	\$ 796,926	\$ 17,458

The variance between the Schedule of Remuneration and Expenses and the wage and benefits expense reported in the financial statements is due to the following factors:

1. The remuneration schedule is based on actual payments made during the year while the financial statements are prepared on an accrual basis.
2. Wages and benefits include benefits that are recorded at full cost in the financial statements. This include items such as the employer portion of federal deductions, retirement benefits and medical benefits.

Expenses as defined by the Financial Information Act to include travel expenses, memberships, tuition, extraordinary hiring expenses, registration fees, and similar amounts paid to the employee, or to a third party on behalf of the employee, and which has not been included in "remuneration".

Expenses are not limited to those that are generally perceived as perquisites, or bestowing personal benefit, and include expenditures required for employees to perform their job functions, and exclude benefits of a general nature applicable to all employees pursuant to an agreement such as medical, dental, counselling, insurance and similar plans.

STATEMENTS OF FINANCIAL INFORMATION (SOFI)

Prepared under the Financial Information Act

For the Year Ended December 31, 2021

STATEMENT OF SEVERANCE AGREEMENT

Prepared Under the Financial Information Regulation, Schedule 1, Section 6 (8)

There was 1 severance agreement that was finalized between the Village of Cache Creek and its non-unionized employee during the fiscal year ending December 31, 2021.

This agreement represents 22 weeks' compensation.*

*"Compensation" means that the agreement was determined based on the value of the salary and benefits. The benefits included extended health, dental, life and accidental death and dismemberment and dependant life insurance.

STATEMENTS OF FINANCIAL INFORMATION (SOFI)

Prepared under the Financial Information Act
For the Year Ended December 31, 2021

SCHEDULE OF PAYMENTS TO VENDORS

Prepared Under the Financial Information Regulation, Schedule 1, Section 7

1. SUPPLIERS WHO RECEIVED AGGREGATE PAYMENTS EXCEEDING \$25,000

Supplier Name	Aggregate amount paid to supplier
BREE CONTRACTING LTD	\$ 506,705
TRUE CONSULTING LTD	\$ 363,312
MINISTER OF FINANCE	\$ 277,337
A&H DRILLING LTD.	\$ 217,859
THOMPSON-NICOLA REGIONAL DISTRICT	\$ 184,947
B.C. HYDRO	\$ 172,467
VILLAGE OF ASHCROFT	\$ 147,356
STANTEC CONSULTING	\$ 93,087
RECEIVER GENERAL - PAYROLL	\$ 89,475
THOMPSON NICOLA REGIONAL HOSPITAL DISTRICT	\$ 64,982
FULTON & COMPANY LLP	\$ 48,828
MUNICIPAL INSURANCE ASSOCIATION OF B.C.	\$ 48,915
LIONS GATE CONSULTING	\$ 44,973
IRWIN AIR LTD.	\$ 35,389
PETRO CANADA SUPERPASS	\$ 34,273
MINISTER OF FINANCE	\$ 27,369
CENTRAL SQUARE CANADA SOFTWARE INC	\$ 25,628
Total aggregate amount paid to suppliers	\$ 2,382,902

2. Consolidated total paid to suppliers who received aggregate payments of \$25,000 or less

	\$ 528,227
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STATEMENTS OF FINANCIAL INFORMATION (SOFI)

Prepared under the Financial Information Act
For the Year Ended December 31, 2021

SCHEDULE OF PAYMENTS TO VENDORS

Prepared Under the Financial Information Regulation, Schedule 1, Section 7

3. Reconciliation

Total of aggregate payments exceeding \$25,000 paid to suppliers	\$	2,382,902
Consolidated total payments of \$25,000 or less paid to suppliers	\$	528,227
Consolidated total of all grants and contributions exceeding \$25,000	\$	-
Total suppliers and grants	\$	2,911,129

The schedule of payment is based on actual disbursements through the accounts payable system and therefore the total will differ significantly from the expenditures in the financial statements which are reported on an accrual basis. There are also several disbursements that are not considered expenses, including payments for the acquisition of tangible capital assets, rebates and deposit refunds.

STATEMENTS OF FINANCIAL INFORMATION (SOFI)

Prepared under the Financial Information Act
For the Year Ended December 31, 2021

**SCHEDULE OF GUARANTEE AND INDEMNITY
AGREEMENTS**

Prepared Under the Financial Information Regulation, Schedule 1, Section 5

This organization has not given any guarantees or indemnities under the Guarantees and Indemnities Regulation.

Village of Cache Creek
Financial Statements
For the year ended December 31, 2021

Village of Cache Creek
Financial Statements
For the year ended December 31, 2021

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Management's Responsibility for Financial Reporting

The accompanying financial statements of the Village of Cache Creek are the responsibility of management and have been approved by the Mayor and Council of the Village.

The financial statements have been prepared by management in accordance with Canadian public sector accounting standards. Financial statements are not precise since they include certain amounts based on estimates and judgments. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the financial statements are presented fairly, in all material respects.

The Village of Cache Creek maintains systems of internal accounting and administrative controls of sufficient quality, consistent with reasonable cost. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and the Village's assets are appropriately accounted for and adequately safeguarded.

The Village of Cache Creek is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the financial statements. Council carries out this responsibility principally through its Finance committee.

The Mayor and Council review the Village's financial statements and recommend their approval. The Mayor and Council meet periodically with management, as well as the external auditors, to discuss internal controls over the financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities, and to review the annual report, the financial statements and the external auditor's report. The Mayor and Council takes this information into consideration when approving the financial statements for issuance to the ratepayers. The Mayor and Council also appoint the engagement of the external auditors.

The financial statements have been audited by BDO Canada LLP in accordance with Canadian public sector accounting standards on behalf of the ratepayers. BDO Canada LLP has full access to the Council and management.



CFO



Mayor



Tel: 250-372-9505
Fax: 250-374-6323
Toll-free: 1-800-482-4531
www.bdo.ca

BDO Canada LLP
300 - 275 Lansdowne Street
Kamloops, BC V2C 6J3

Independent Auditor's Report

To the Mayor and Council of the Village of Cache Creek

Opinion

We have audited the financial statements of the Village of Cache Creek (the Village), which comprise the statement of financial position as at December 31, 2021, and the statements of operations, change 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 Village as at December 31, 2021, and the statements of operations, change in net financial assets, and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

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

Other Matter

We have not audited, reviewed or otherwise attempted to verify the accuracy or completeness of the Schedule 3 on page of 26 of these financial statements.

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

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

In preparing the financial statements, management is responsible for assessing the Village's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Village or to 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 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 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.

BDO Canada LLP

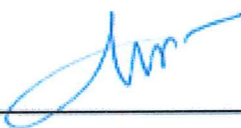
Chartered Professional Accountants

Kamloops, British Columbia
March 21, 2022

**Village of Cache Creek
Statement of Financial Position**

As at December 31	2021	2020
Financial assets		
Cash	\$ 1,496,912	\$ 1,442,159
Short-term investments (Note 2)	1,682,613	1,669,028
Accounts receivable (Note 4)	474,422	206,558
	3,653,947	3,317,745
Liabilities		
Accounts payable and accrued liabilities	363,101	278,462
Deferred revenue (Note 5)	700	105,585
	363,801	384,047
Net financial assets	3,290,146	2,933,698
Non-financial assets		
Tangible capital assets (Note 6)	14,118,842	13,589,240
Prepaid expenses	50,475	44,397
	14,169,317	13,633,637
Accumulated surplus (Note 7)	\$17,459,463	\$ 16,567,335

Contingent liabilities (Note 9)
Commitments (Note 10)


_____ CFO


_____ Mayor

**Village of Cache Creek
Statement of Operations**

For the year ended December 31	Budget 2021	2021	2020
	(Note 12)		
Revenue (Schedule 1)			
Municipal taxation and grants-in-lieu of taxes (Note 8)	\$ 900,102	\$ 901,823	\$ 780,180
Sales of services	557,015	559,078	447,502
Revenue from own sources	62,250	114,755	124,430
Transfers from other governments	5,082,249	1,593,761	1,622,694
Landfill royalties	300,247	305,598	72,534
	<u>6,901,863</u>	<u>3,475,015</u>	<u>3,047,340</u>
Expenses (Schedule 2)			
General administration and legislative services	822,720	775,282	725,634
Transportation and protective services	732,107	585,794	1,021,887
Environmental and health services	1,031,789	959,705	1,100,763
Recreation and cultural services	250,721	194,839	217,769
Crown lease	60,000	67,267	65,919
	<u>2,897,337</u>	<u>2,582,887</u>	<u>3,131,972</u>
Annual surplus (deficit)	4,004,526	892,128	(84,632)
Accumulated surplus, beginning of year	<u>16,567,335</u>	<u>16,567,335</u>	<u>16,651,967</u>
Accumulated surplus, end of year	<u>\$20,571,861</u>	<u>\$17,459,463</u>	<u>\$ 16,567,335</u>

Village of Cache Creek
Statement of Change in Net Financial Assets

For the year ended December 31	Budget 2021	2021	2020
	(Note 12)		
Annual surplus (deficit)	\$ 4,004,526	\$ 892,128	\$ (84,632)
Acquisition of tangible capital assets	(5,426,579)	(1,156,568)	(488,193)
Amortization of tangible capital assets	585,000	626,966	612,115
Loss on disposal of tangible capital assets	-	-	45,834
	(837,053)	362,526	85,124
Change in prepaid expenses	-	(6,078)	(11,950)
Increase (decrease) in net financial assets	(837,053)	356,448	73,174
Net financial assets, beginning of year	2,933,698	2,933,698	2,860,524
Net financial assets, end of year	\$ 2,096,645	\$ 3,290,146	\$ 2,933,698

Village of Cache Creek
Statement of Cash Flows

For the year ended December 31	2021	2020
Operating transactions		
Annual surplus (deficit)	\$ 892,128	\$ (84,632)
Items not involving cash		
Amortization	626,966	612,115
Changes in non-cash operating balances		
Accounts receivable	(267,864)	743,166
Prepaid expenses	(6,078)	(11,950)
Accounts payable and accrued liabilities	84,639	(3,057)
Deferred revenue	(104,885)	(237,235)
	1,224,906	1,018,407
Capital transactions		
Acquisition of tangible capital assets	(1,156,568)	(488,193)
Proceeds on disposal of tangible capital assets	-	-
Loss on disposal of tangible capital assets	-	45,834
	(1,156,568)	(488,193)
Investing transaction		
Purchase of short-term investments	(13,585)	(22,423)
Net change in cash	54,753	553,625
Cash, beginning of year	1,442,159	888,534
Cash, end of year	\$ 1,496,912	\$ 1,442,159

Village of Cache Creek
Notes to Financial Statements

December 31, 2021

1. Significant accounting policies

Government Reporting Entity

The Village of Cache Creek (the "Village") was incorporated in 1967 under statutes of the Province of British Columbia. It now operates as a municipality under the provisions of the Community Charter of British Columbia. Its principal activities include the provision of local government services to the residents of the incorporated area. These include administrative, protective, transportation, environmental, recreational, water, sewer, and fiscal services.

Basis of Presentation

The financial statements of the Village have been prepared in accordance with Canadian generally accepted accounting principles for local governments as recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada.

Cash and Cash Equivalents

Management considers all highly liquid investments with maturity of three months or less at acquisition to be cash equivalents.

Short-Term Investments

Short-term investments are recorded at cost unless there has been a decline in the market value which is other than temporary in nature in which case the investments are written down to market value.

Tangible Capital Assets

Tangible capital assets are recorded at cost less accumulated amortization. Cost includes all costs directly attributable to acquisition or construction of the tangible capital asset including transportation costs, installation costs, design and engineering fees, legal fees and site preparation costs. Contributed tangible capital assets are recorded at fair value at the time of the donation, with a corresponding amount recorded as revenue. Amortization is recorded on a straight-line basis over the estimated life of the tangible capital asset commencing once the asset is available for productive use as follows:

Buildings	20 to 70 years
Machinery and equipment	5 to 15 years
Pool	50 years
Roads	25 to 50 years
Storm sewer	100 years
Plant and facilities	20 to 70 years
Underground networks	100 years

Village of Cache Creek
Notes to Financial Statements

December 31, 2021

1. Significant accounting policies (continued)

**Collection of Taxes on
Behalf of Other Taxation
Authorities**

The Village collects taxation revenue on behalf of other entities. Such levies, other revenues, expenses, assets and liabilities with respect to the operations of entities are not reflected in these financial statements.

Reserve Funds

Reserves represent amounts set aside for specific or future expenditures. Statutory reserves require the passing of a by-law before funds can be expended. Reserve accounts require an approved council budget and resolution.

Trust Funds

Trust funds held in trust by the Village, and their related operations, are not included in these financial statements. The financial activity and position of the trust funds are reported separately.

**Retirement Benefits and
Other Employee
Benefit Plans**

The Village's contributions due during the period to its multi-employer defined benefit plan are expensed as incurred. The costs of other pensions and other retirement benefits that accumulate over the period of service provided by employees are actuarially determined using the projected benefit method prorated on services based on management's best estimate of retirement ages, inflation rates, investment returns, wage and salary escalation, insurance and health care costs trends, employee turnover and discount rates. Actuarial gains and losses are amortized on a straight-line basis over the expected average remaining service life of the employee group.

Village of Cache Creek
Notes to Financial Statements

December 31, 2021

1. Significant accounting policies (continued)

Deferred Revenue	Funds received for specific purposes which are externally restricted by legislation, regulation or agreement and are not available for general municipal purposes are accounted for as deferred revenue on the statement of financial position. The revenue is recognized in the statement of operations in the year in which it is used for the specified purpose.
Government Transfers	Government transfers, which include legislative grants, are recognized in the financial statements in the period in which events giving rise to the transfers occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amount can be made.
Revenue Recognition	<p>Taxes are recognized as revenue in the year they are levied.</p> <p>Charges for sewer and water usage are recorded as user fees when invoiced. Connection fee revenues are recognized when the connection has been established.</p> <p>Conditional grant revenue is recognized to the extent the conditions imposed on it have been fulfilled. Unconditional grant revenue is recognized when monies are receivable.</p> <p>Grants for the acquisition of tangible capital assets are recognized in the period in which eligible expenditures are made.</p> <p>Sales of service and other revenue is recognized on an accrual basis.</p>
Contaminated Sites	Governments are required to accrue a liability for the costs to remediate a contaminated site. Liabilities are recognized when an environmental standard exists, contamination exceeds the standard, the government has responsibility for remediation, future economic benefits will be given up and a reasonable estimate can be made.
Use of Estimates	The preparation of financial statements in accordance with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future.

Village of Cache Creek
Notes to Financial Statements

December 31, 2021

2. Short-term Investments

Short-term investments are comprised of:

	<u>2021</u>	<u>2020</u>
MFA CIBC	\$ 1,667,459	\$ 1,653,874
MFABC Money Market Fund	15,154	15,154
	<u>\$ 1,682,613</u>	<u>\$ 1,669,028</u>

The income from Short-term investments for the year was \$15,054 (2020 - \$25,118). The carrying value and market value of the Village's marketable securities was \$1,682,613 (2020 - \$1,669,028).

3. Employee Future Benefits

Municipal Employees Retirement System

The Village and its employees contribute to the Municipal Pension Plan (a jointly trustee pension plan). The board of trustees, representing plan members and employers, is responsible for administering the plan, including investment of assets and administration of benefits. The plan is a multi-employer defined benefit pension plan. Basic pension benefits are based on a formula. As at December 31, 2020, the plan has about 220,000 active members and approximately 112,000 retired members. Active members include approximately 42,000 contributors from local governments.

Every three years, an actuarial valuation is performed to assess the financial position of the plan and adequacy of plan funding. The actuary determines an appropriate combined employer and member contribution rate to fund the plan. The actuary's calculated contribution rate is based on the entry-age normal cost method, which produces the long-term rate of member and employer contributions sufficient to provide benefits for average future entrants to the plan. This rate may be adjusted for the amortization of any actuarial funding surplus and will be adjusted for the amortization of any unfunded actuarial liability.

The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2018, indicated a \$2,866 million funding surplus for basic pension benefits on a going concern basis.

The Village paid \$54,513 (2020 - \$56,759) for employer contributions while employees contributed \$48,199 (2020 - \$50,382) to the plan in fiscal 2021

The next valuation will be as at December 31, 2021 with results available in 2022.

Employers participating in the plan record their pension expense as the amount of employer contributions made during the fiscal year (defined contribution pension plan accounting). This is because the plan records accrued liabilities and accrued assets for the plan in aggregate, resulting in no consistent and reliable basis for allocating the obligation, assets and cost to individual employers participating in the plan.

Village of Cache Creek
Notes to Financial Statements

December 31, 2021

4. Accounts Receivable

Accounts receivable are comprised of:

	<u>2021</u>	<u>2020</u>
Property taxes and utilities receivable	\$ 21,199	\$ 17,004
Accounts receivable	328,418	138,983
Landfill receivable	63,874	11,573
Goods and Services Tax rebates	60,931	38,998
	<u>\$ 474,422</u>	<u>\$ 206,558</u>

5. Deferred Revenue

Deferred revenue represents amounts that relate to a subsequent period. A breakdown of deferred revenue is as follows:

	<u>2021</u>	<u>2020</u>
UBCM - Emergency preparedness fund	\$ -	\$ 73,585
Project BC Rural Dividend Program		
Economic Development Action Plan	-	32,000
Development Permit Fees	700	-
	<u>\$ 700</u>	<u>\$ 105,585</u>

Village of Cache Creek
Notes to Financial Statements

December 31, 2021

6. Tangible Capital Assets (continued)

	General					Water		Sewer		Construction in Progress		2020
	Land	Buildings	Equipment	Roads	Parks	Plant & Facilities	Underground System	Plant & Facilities	Underground System	Amount	Total	
Cost, beginning of year	\$ 624,666	\$ 3,106,596	\$ 2,253,804	\$ 5,785,108	\$ 1,159,737	\$ 3,333,487	\$ 2,587,703	\$ 1,014,487	\$ 2,422,919	\$ 1,241,304	\$ 23,529,811	
Additions	-	5,880	38,082	39,443	163,823	26,104	-	40,548	-	174,313	488,193	
Disposals	-	-	-	-	-	-	-	-	-	(45,824)	(45,824)	
Transfers	-	-	75,407	-	-	-	-	-	-	(75,407)	-	
Cost, end of year	\$ 624,666	\$ 3,112,476	\$ 2,367,293	\$ 5,824,551	\$ 1,323,560	\$ 3,359,591	\$ 2,587,703	\$ 1,055,035	\$ 2,422,919	\$ 1,294,386	\$ 23,972,180	
Accumulated amortization, beginning of year	\$ -	\$ 1,641,345	\$ 876,470	\$ 2,415,891	\$ 596,312	\$ 750,984	\$ 1,753,620	\$ 662,245	\$ 1,073,958	\$ -	\$ 9,770,825	
Amortization	-	77,737	154,035	145,121	49,667	64,799	51,754	20,544	48,458	-	612,115	
Accumulated amortization, end of year	\$ -	\$ 1,719,082	\$ 1,030,505	\$ 2,561,012	\$ 645,979	\$ 815,783	\$ 1,805,374	\$ 682,789	\$ 1,122,416	\$ -	\$ 10,382,940	
Net carrying amount, end of year	\$ 624,666	\$ 1,393,394	\$ 1,336,788	\$ 3,263,539	\$ 677,581	\$ 2,543,808	\$ 782,329	\$ 372,246	\$ 1,300,503	\$ 1,294,386	\$ 13,589,240	

The Village holds various works of art and historical treasures. These items are not recognized as tangible capital assets in the financial statements because a reasonable estimate of the future benefits associated with such property cannot be made.

Village of Cache Creek
Notes to Financial Statements

December 31, 2021

6. Tangible Capital Assets

	General					Water		Sewer		Construction in Progress		2021
	Land	Buildings	Equipment	Roads	Parks	Plant & Facilities	Underground System	Plant & Facilities	Underground System	Amount	Total	
Cost, beginning of year	\$ 624,666	\$ 3,112,476	\$ 2,367,293	\$ 5,824,551	\$ 1,323,560	\$ 3,359,591	\$ 2,587,703	\$ 1,055,035	\$ 2,422,919	\$ 1,294,386	\$ 23,972,180	
Additions	-	-	52,639	10,580	90,341	-	-	24,277	-	978,731	1,156,568	
Cost, end of year	\$ 624,666	\$ 3,112,476	\$ 2,419,932	\$ 5,835,131	\$ 1,413,901	\$ 3,359,591	\$ 2,587,703	\$ 1,079,312	\$ 2,422,919	\$ 2,273,117	\$ 25,128,748	
Accumulated amortization, beginning of year	\$ -	\$ 1,719,082	\$ 1,030,505	\$ 2,561,012	\$ 645,979	\$ 815,783	\$ 1,805,374	\$ 682,789	\$ 1,122,416	\$ -	\$ 10,382,940	
Amortization	-	77,812	159,574	145,746	54,749	65,060	51,754	23,813	48,458	-	626,966	
Accumulated amortization, end of year	\$ -	\$ 1,796,894	\$ 1,190,079	\$ 2,706,758	\$ 700,728	\$ 880,843	\$ 1,857,128	\$ 706,602	\$ 1,170,874	\$ -	\$ 11,009,906	
Net carrying amount, end of year	\$ 624,666	\$ 1,315,582	\$ 1,229,853	\$ 3,128,373	\$ 713,173	\$ 2,478,748	\$ 730,575	\$ 372,710	\$ 1,252,045	\$ 2,273,117	\$ 14,118,842	

**Village of Cache Creek
Notes to Financial Statements**

December 31, 2021

7. Accumulated Surplus

The Village segregates its accumulated surplus in the following categories:

	2021	2020
Invested in tangible capital assets	\$14,167,289	\$ 13,635,063
General fund	-	-
Water fund	246,869	27,523
Sewer fund	-	45,370
Statutory reserves	10,383	10,383
Reserves set aside by Council		
Landfill Legacy	1,225,434	1,132,706
General reserve	580,624	470,419
Water reserve	117,169	77,169
Sewer reserve	15,860	15,860
Community works fund	1,019,829	823,887
COVID-19 Restart Grant Reserve	76,006	328,955
	\$17,459,463	\$ 16,567,335

The investment in tangible capital assets represents amounts already spent and invested in infrastructure and other non-financial assets.

Reserve funds represent funds set aside by by-law or council resolution for specific purposes.

Village of Cache Creek
Notes to Financial Statements

December 31, 2021

8. Municipal taxation and grants-in-lieu of taxes

	Budget 2021 (Note 12)	2021	2020
Property taxes and payments-in-lieu	\$ 905,316	\$ 903,878	\$ 781,256
Collections for other governments			
Province of British Columbia - school tax	363,237	363,101	280,097
Regional Hospital District	64,623	64,600	63,737
Thompson Nicola Regional District	129,882	129,839	129,537
Municipal Finance Authority	32	31	30
British Columbia Assessment Authority	7,348	7,346	7,081
Police Tax	55,104	55,085	54,736
	<u>1,525,542</u>	<u>1,523,880</u>	<u>1,316,474</u>
Transfers			
Province of British Columbia - school tax	(365,640)	(363,353)	(279,130)
Regional Hospital District	(65,275)	(64,982)	(64,256)
Thompson Nicola Regional District	(131,380)	(130,603)	(130,584)
Municipal Finance Authority	(35)	(32)	(31)
British Columbia Assessment Authority	(7,400)	(7,389)	(7,132)
Police Tax	(55,710)	(55,698)	(55,161)
	<u>(625,440)</u>	<u>(622,057)</u>	<u>(536,294)</u>
Available for general municipal purposes	<u>\$ 900,102</u>	<u>\$ 901,823</u>	<u>\$ 780,180</u>

Village of Cache Creek
Notes to Financial Statements

December 31, 2021

9. Contingent Liabilities

- (a) Debts of the Thompson-Nicola Regional District (TNRD) are, under the provisions of the British Columbia Community Charter, a direct, joint and several liability of the TNRD and each member municipality within the TNRD, including the Village of Cache Creek.
- (b) The Village is a participant in the Municipal Insurance Association of British Columbia. Should the Association pay out claims in excess of premiums received, it is possible the Village, along with other participants, would be required to contribute towards the deficit.
- (c) From time to time the Village is brought forth as defendant in various lawsuits. The Village reviews its exposure to any potential litigation for which it would not be covered by insurance and assesses whether a successful claim against the Village would materially affect the consolidated financial statements of the Village. The Village reserves a portion of its operating surplus for future payment of insurance deductibles and payment of claims for which it would not be covered by insurance. The Village is currently not aware of any claims brought against it that if not defended successfully would result in a material change to the financial statements of the Village.
- (d) The Village has an unused line of credit in the amount of \$14,000 in 2021 (2020 - \$14,000).

Village of Cache Creek
Notes to Financial Statements

December 31, 2021

10. Landfill Closure and Post-Closure Liability Fund

The Village was formerly under contract with Metro Vancouver Regional District ("MVRD") to allow the MVRD to dispose of its solid waste in the Village's solid waste landfill in exchange for a per tonne royalty. The Cache Creek landfill was closed in December 2016. Under the terms of the contract, the MVRD is required to fund the post closure liability of the solid waste landfill, and the fund is being administered by BC Investment Management Corporation. Accordingly, the MVRD contributed to the post closure landfill trust fund. While the contract indemnifies the Village for any post closure liabilities it may incur which are not covered by this fund, it is anticipated that the fund is sufficient to cover the majority of such costs. The closure and post-closure liability and annual expense is calculated based on the ration of actual utilization to total expected utilization of the site's capacity at the date of closure. In 2021 - Nil (2020 - Nil) in closure costs were paid by the MVRD. The present value of the District's estimated future liability for closure and post-closure is as follows:

	<u>2021</u>	<u>2020</u>
Opening balance	\$15,519,407	\$ 16,091,490
Impact due to change in: Assumptions	<u>742,104</u>	<u>(572,083)</u>
Closing balance	16,261,511	15,519,407
Less: Post-closure fund	<u>(16,261,511)</u>	<u>(15,519,407)</u>
Closure liability	<u>\$ -</u>	<u>\$ -</u>

The liability is based on significant estimates and assumptions adopted in measuring the closure and post-closure liability and are as follows:

	<u>2021</u>	<u>2020</u>
Current actual utilization (in tonnes)	\$10,318,780	\$ 10,318,780
Expected utilization at closure (in tonnes)	10,318,780	10,318,780
Permitted capacity (in tonnes)	10,371,594	10,371,594
Discount rate	3.03%	3.03%
Expected post-closure period	<u>30 years</u>	<u>30 years</u>

At the end of the closure period, any residual funds remaining the post-closure fund will revert back to the Village.

Village of Cache Creek
Notes to Financial Statements

December 31, 2021

11. Funds Held in Trust

The Village operates a cemetery in accordance with the Cremation, Interment and Funeral Services Act of British Columbia. These funds are not included in these financial statements. The Village holds the assets for the benefit of and stand in fiduciary relationship to the beneficiaries. At December 31, 2021, the Village held \$67,352 (2020 - \$67,352) in trust.

12. Budget

The Financial Plan (Budget) By-Law adopted by Council on May 7, 2021 was not prepared on a basis consistent with that used to report actual results (Public Sector Accounting Standards). The budget was prepared on a modified accrual basis while Public Sector Accounting Standards now require a full accrual basis. The budget figures anticipated use surpluses accumulated in previous years to reduce current year expenditures in excess of current year revenues to \$nil. As a result, the budget figures presented in the statements of financial activities and change in net financial assets represent the Financial Plan adopted by Council on May 7, 2021 with adjustments.

	<u>2021</u>
Financial Plan (Budget) By-Law surplus for the year	\$ -
Add:	
Capital expenditures	5,426,547
Transfers to reserves	585,000
Less:	
Amortization	(585,000)
Transfers from reserves	(837,021)
Transfers from equity	<u>(585,000)</u>
Budget surplus per statement of operations	<u>\$ 4,004,526</u>

December 31, 2021

13. Segmented Information

The Village is a diversified municipal government institution that provides a wide range of services to its citizens such as transit, police, fire and water. Distinguishable functional segments have been separately disclosed in the segmented information. The nature of the segments and the activities they encompass are as follows:

General Administrative and Legislative Services

This item relates to the revenues and expenses that relate to the operations of the Village itself and cannot be directly attributed to a specific segment.

Protective Services

Protective services is comprised of police services and fire protection. The police services work to ensure the safety and protection of the citizens and their property. The fire department is responsible to provide fire suppression service, fire prevention programs, training and education. The members of the fire department consist of volunteers.

Transportation Services

Transportation is responsible for providing the Village's transit services.

Environmental and Public Health

Environmental and public health services are comprised of water, sewer, waste removal, and health services. Water provides the Village's drinking water. The Village processes and cleans sewage and ensures the water system meets all Provincial standards. Waste removal services consists of providing waste disposal to citizens. Health services are comprised of public health services which works to improve the overall health of the population and overcome health inequalities by providing services to individuals and communities.

Recreation and Cultural Services

This service area provides services meant to improve the health and development of the Village's citizens. Recreational programs and cultural programs like bingo and karate offered in areas like gyms, arenas, centres and community centres. Also, the Village provides library services to assist with its citizens' informational needs.

Village of Cache Creek
Notes to Financial Statements

December 31, 2021

14. Expenses by Object

	Budget 2021	2021	2020
	(Note 12)		
Amortization	\$ 585,000	\$ 626,966	\$ 612,115
Insurance	69,659	53,497	70,290
Office and operations	1,035,297	837,758	1,313,352
Repairs and maintenance and supplies	174,182	127,917	119,855
Salaries and benefits	1,033,199	936,749	1,016,356
	\$ 2,897,337	\$ 2,582,887	\$ 3,131,968

15. Comparative Figures

Certain of the comparative figures have been restated to conform with the current year financial statement presentation.

16. Global Pandemic

As the impacts of COVID-19 continue, there could be further impact on the Village, its citizens, employees, suppliers and other third party business associates that could impact the timing and amounts realized on the Village's assets and future ability to deliver services and projects. Although the disruption from the virus is expected to be temporary, given the dynamic nature of these circumstances, the duration of disruption and the related financial impact cannot be reasonably estimated at this time. The Village's ability to continue delivering non-essential services and employ related staff, will depend on the legislative mandates from the various levels of government. The Village will continue to focus on collecting receivables, managing expenditures, and leveraging existing reserves and available credit facilities to ensure it is able to continue providing essential services to its citizens.

**Village of Cache Creek
Schedule 1: Fund Revenue**

December 31, 2021

	General Operating	Sewer	Water	2021 Total	2020 Total
Tax levies					
Real property taxes	\$ 622,378	\$ -	\$ -	\$ 622,378	\$ 544,203
Parcel taxes	-	55,376	164,348	219,724	179,993
Grants in lieu of taxes	59,721	-	-	59,721	55,984
	682,099	55,376	164,348	901,823	780,180
Crown lease	305,598	-	-	305,598	72,534
Sale of services					
Refuse, waste and landfill	92,355	-	-	92,355	72,823
Pool, recreation and sundry	6,185	-	-	6,185	4,865
User fees	-	252,637	207,901	460,538	369,814
	98,540	252,637	207,901	559,078	447,502
Revenues from own sources					
Licences and permits	23,269	-	-	23,269	16,557
Miscellaneous revenues	53,008	-	-	53,008	68,669
Investment income	17,043	-	-	17,043	30,091
Penalties and interest on taxes	21,435	-	-	21,435	9,113
	114,755	-	-	114,755	124,430
Transfers from other governments					
BC Small Communities Protection	406,000	-	-	406,000	406,567
Provincial	200,944	200,358	-	401,302	1,120,448
Federal	195,942	-	590,517	786,459	95,679
	802,886	200,358	590,517	1,593,761	1,622,694
Total revenue	\$ 2,003,878	\$ 508,371	\$ 962,766	\$ 3,475,015	\$ 3,047,340

Village of Cache Creek
Schedule 2: Fund Expenses

December 31, 2021

	General Operating	Sewer	Water	2021 Total	2020 Total
General administrative and legislative services					
Legislative	61,981	-	-	61,981	57,084
General administration	553,726	-	-	553,726	514,513
Amortization	159,575	-	-	159,575	154,037
	<u>775,282</u>	<u>-</u>	<u>-</u>	<u>775,282</u>	<u>725,634</u>
Crown lease	67,267	-	-	67,267	65,919
Transportation and protective services					
Bylaw enforcement	16,166	-	-	16,166	-
Public works and common services	223,980	-	-	223,980	157,809
Roads, street lights and airport	113,772	-	-	113,772	119,794
Flood control and repairs (recovery)	(545)	-	-	(545)	530,174
Fire protection	86,675	-	-	86,675	68,989
Amortization	145,746	-	-	145,746	145,121
	<u>585,794</u>	<u>-</u>	<u>-</u>	<u>585,794</u>	<u>1,021,887</u>
Environmental and public health					
Waste collection and landfill	208,903	-	-	208,903	206,793
Cemetery care and maintenance	9,754	-	-	9,754	5,585
Water collection and distribution	-	-	200,067	200,067	250,687
Sewage collection system	-	230,216	-	230,216	271,309
Economic development	43,868	-	-	43,868	103,096
Amortization	77,812	72,271	116,814	266,897	263,293
	<u>340,337</u>	<u>302,487</u>	<u>316,881</u>	<u>959,705</u>	<u>1,100,763</u>
Recreation and cultural services					
Swimming pool and recreation	99,673	-	-	99,673	111,136
Parks and community hall	40,417	-	-	40,417	56,967
Grants-in-aid	-	-	-	-	-
Amortization	54,749	-	-	54,749	49,666
	<u>194,839</u>	<u>-</u>	<u>-</u>	<u>194,839</u>	<u>217,769</u>
Total expenses	\$ 1,896,252	\$ 302,487	\$ 316,881	\$ 2,582,887	\$ 3,131,972

Village of Cache Creek
Schedule 3: COVID-19 Safe Restart Grant
(Unaudited)

<u>For the year ended December 31</u>	<u>2021</u>	<u>2020</u>
Revenue		
COVID-19 Safe Restart Grant	\$ -	\$ 461,000
Expenses		
Facility reopening and operating costs	128,402	14,320
Fire protection	48,588	85,393
Other related costs	13,663	3,530
Revenue shortfalls	61,264	-
Technology costs	1,033	28,802
	<u>252,950</u>	<u>132,045</u>
Surplus, for the year	(252,950)	328,955
Surplus, beginning of year	<u>328,955</u>	-
Surplus, end of year	<u>\$ 76,005</u>	<u>\$ 328,955</u>