

Annual Financial Statements

And Supporting Schedules

For The

Resort Village of Aquadeo

As at December 31, 2019

Management's Responsibility

To the Ratepayers of the Resort Village of Aquadeo:

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 municipality. 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. .

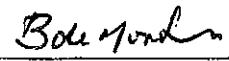
Holm Raiche Oberg Chartered Professional Accountants P.C. Ltd., an independent firm of chartered professional accountants, is appointed by Council to audit the financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Council and administration to discuss their audit findings.

June 17/2020

Date



Mayor



Administrator



HRO *Holm Raiche Oberg*
Chartered Professional Accountants P.C. Ltd.

1321 101st Street
North Battleford, Saskatchewan
S9A 0Z9

Phone: (306) 445-6291
Fax: (306) 445-3882
Email: info@hrocpa.ca
Website: www.hrocpa.ca

INDEPENDENT AUDITOR'S REPORT

To the Members of Resort Village of Aquadeo

Opinion

We have audited the financial statements of Resort Village of Aquadeo (the Organization), which comprise the statement of financial position as at December 31, 2019, and the statements of operations, changes in net financial assets, changes in accumulated surplus 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, 2019, 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.

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.

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:

(continues)

Graham K. Holm, CPA, CA*
(Retired)

Loralie A. Raiche, CPA, CA, CFP*

Dallan D. Oberg, CPA, CA*

*Denotes a professional corporation



Independent Auditor's Report to the Members of Resort Village of Aquadeo *(continued)*

- 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.

North Battleford, Saskatchewan
June 17, 2020

Holm Raiche Oberg

Chartered Professional Accountants

Resort Village of Aquadeo
Statement of Financial Position
As at December 31, 2019

Statement 1

	2019	2018
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	\$ 709,213	\$ 833,694
Taxes Receivable - Municipal (Note 3)	181,604	224,217
Other Accounts Receivable (Note 4)	37,500	27,705
Land for Resale		
Long-term Investments (Note 5)	304,179	757
Debt Charges Recoverable		
Other (Specify)		
Total Financial Assets	1,232,496	1,086,373
LIABILITIES		
Bank Indebtedness (Note 6)		
Accounts Payable	25,404	22,928
Accrued Liabilities Payable		
Deposits		
Deferred Revenue		
Accrued Landfill Costs		
Liability for Contaminated Sites		
Other Liabilities		
Long-term Debt (Note 7)	153,326	187,327
Lease Obligations		
Total Liabilities	178,730	210,255
NET FINANCIAL ASSETS (DEBT)	1,053,766	876,118
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6. 7)	2,345,813	2,360,086
Prepayments and Deferred Charges	8,966	10,492
Stock and Supplies	2,778	
Other		
Total Non-Financial Assets	2,357,557	2,370,578
Accumulated Surplus (Deficit) (Schedule 8)	\$ 3,411,323	\$ 3,246,696

Resort Village of Aquadeo
Statement of Operations
As at December 31, 2019

Statement 2

	2019 Budget	2019	2018
Revenues			
Taxes and Other Unconditional Revenue (Schedule 1)	\$ 412,332	\$ 415,938	\$ 392,902
Fees and Charges (Schedule 4. 5)	205,345	225,777	200,774
Conditional Grants (Schedule 4. 5)			
Tangible Capital Asset Sales - Gain (loss) (Schedule 4. 5)			
Land Sales - Gain (loss) (Schedule 4. 5)			
Investment Income and Commissions (Schedule 4. 5)	15,300	16,298	6,388
Restructurings (Schedule 4. 5)			
Other Revenues (Schedule 4. 5)	23,900	27,441	24,032
Total Revenues	656,877	685,454	624,096
Expenses			
General Government Services (Schedule 3)	142,750	130,500	127,213
Protective Services (Schedule 3)	33,890	32,635	27,829
Transportation Services (Schedule 3)	151,206	142,269	183,897
Environmental and Public Health Services (Schedule 3)	40,468	38,486	23,387
Planning and Development Services (Schedule 3)	8,500	4,272	8,916
Recreation and Cultural Services (Schedule 3)	25,411	39,178	18,368
Utility Services (Schedule 3)	167,558	144,733	116,339
Restructurings (Schedule 3)			
Total Expense	569,783	532,073	605,949
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	87,094	153,381	118,147
Provincial/Federal Capital Grants and Contributions (Schedule 4. 5)	5,000	11,246	5,132
Surplus (Deficit) of Revenues over Expenses	\$ 92,094	164,627	123,279
Accumulated Surplus (Deficit), Beginning of Year		3,246,696	3,123,417
Accumulated Surplus (Deficit), End of Year	\$	3,411,323	\$ 3,246,696

Resort Village of Aquadeo
Statement of Change in Net Financial Assets
As at December 31, 2019

Statement 3

	2019 Budget	2019	2018
Surplus (Deficit)	\$ 92,094	\$ 164,627	\$ 123,279
(Acquisition) of tangible capital assets	(95,500)	(72,933)	(53,884)
Amortization of tangible capital assets	94,182	87,206	82,787
Proceeds on disposal of tangible capital assets			
Loss (gain) on the disposal of tangible capital assets			
Transfer of Assets/Liabilities in Restructuring Transactions			
Surplus (Deficit) of capital revenue over expenditures	(1,318)	14,273	28,903
(Acquisition) of supplies inventories		(2,778)	
(Acquisition) of prepaid expense			(591)
Consumption of supplies inventories			
Use of prepaid expense		1,526	
Surplus (Deficit) of expenses of other non-financial over expenditure		(1,252)	(591)
Increase (Decrease) in Net Financial Assets	\$ 90,776	177,648	151,591
Net Financial Assets - Beginning of Year		876,118	724,527
Net Financial Assets (Debt) - End of Year		\$ 1,053,766	\$ 876,118

Resort Village of Aquadeo
Statement of Cash Flow
As at December 31, 2019

Statement 4

	2019	2018
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	\$ 164,627	\$ 123,279
Amortization	87,206	82,787
	<u>251,833</u>	<u>206,066</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	42,613	38,074
Other Receivables	(9,795)	(1,773)
Land for Resale		
Other Financial Assets		
Accounts and Accrued Liabilities Payable	2,476	(9,323)
Deposits		
Deferred Revenue		
Accrued Landfill costs		
Liability for Contaminated Sites		
Other Liabilities		
Stock and Supplies for Use	(2,778)	
Prepayments and Deferred Charges	1,526	(591)
Other (Specify)		
Cash provided by (applied to) operating transactions	285,875	232,453
Capital:		
Acquisition of Tangible Capital Assets	(72,933)	(53,884)
Proceeds From the Disposal of Tangible Capital Assets		
Other Capital		
Cash provided by (applied to) capital transactions	(72,933)	(53,884)
Investing:		
Long-term Investments	(303,422)	
Other Investments		
Cash provided by (applied to) investing transactions	(303,422)	
Financing:		
Debt Charges Recovered		
Long-term Debt Issued		
Long-term Debt Repaid	(34,001)	(32,426)
Other Financing		
Cash provided by (applied to) financing transactions	(34,001)	(32,426)
Change in Cash and Temporary Investments during the year	(124,481)	146,143
Cash and Temporary Investments - Beginning of Year	<u>833,694</u>	<u>687,551</u>
Cash and Temporary Investments - End of Year	\$ 709,213	\$ 833,694

Resort Village of Aquadeo
Notes to the Financial Statements
As at December 31, 2019

1. Significant Accounting Policies

The financial statements of the municipality have been prepared by management in accordance with Canadian public sector accounting standards (PSAS) as recommended by the Chartered Professional Accountants of Canada (CPA Canada). Significant aspects of the accounting policies adopted by the municipality are as follows:

- a) **Basis of Accounting:** The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting requires revenues to be recognized as they become available and measurable and 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 consolidates the assets, liabilities and flow of resources of the municipality. The entity is comprised of all of the organizations that are owned or controlled by the municipality 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
Resort Village of Aquadeo

- c) **Collection of Funds for Other Authorities:** Collection of funds by the municipality for the school board and watershed authorities are collected and remitted in accordance with relevant legislation.
- 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 revenue in the period that the events giving rise to the transfer occur, providing:
 - a) the transfers are authorized;
 - b) any eligibility criteria have been met; and
 - c) reasonable estimate of the amount can be made.

Unearned government transfer amounts received 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.
- 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. Significant Accounting Policies - continued

- i) **Appropriated Reserves:** Reserves are established at the discretion of Council to designate surplus for future operating and capital transactions. Amounts so 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. The long-term investments in the Co-op equity are accounted for on the equity basis. The long-term investments in Guaranteed Investment Certificates (GIC) are accounted for on the cost basis.
- 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 in the ordinary course of business.
- 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 deflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of contribution. The cost 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 tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The municipality'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 Yrs
Buildings	10 to 50 Yrs
Vehicles and Equipment	
Vehicles	5 to 10 Yrs
Machinery and Equipment	5 to 10 Yrs
<i>Infrastructure Assets</i>	
Water and Sewer	30 to 75 Yrs
Road Network Assets	30 to 75 Yrs

Government Contributions: Government contributions for the acquisition of tangible capital assets are reported as capital revenue and do not reduce the cost of the related asset.

Works of Art and Other Unrecognized Assets: Assets that have a historical or cultural significance, which include works of art, monuments and other cultural artifacts are not recognized as tangible capital assets because a reasonable estimate of future benefits associated with this property cannot be made.

Capitalization of Interest: The municipality 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 substantially all of the benefits and risk associated with the leased asset is classified as a capital lease and recorded as tangible capital assets. 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. Any other lease not meeting the before mentioned criteria is classified as an operating lease and rental payments are expensed as incurred.

Resort Village of Aquadeo
Notes to the Financial Statements
As at December 31, 2019

1. Significant Accounting Policies - continued

- n) **Landfill Liability:** The municipality does not maintain a waste disposal site.
- o) **Trust Funds:** Funds held in trust for others, under a trust agreement or statute, are not included in the financial statements as they are not controlled by the municipality.
- p) **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 their contributions.
- q) **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.
- r) **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 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. Taxes receivable and 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 periods in which they become known.

- s) **Basis of Segmentation/Segment Report:** The municipality has adopted the Public Sector Accounting Board's recommendations requiring financial information to be provided on a segmented basis. Municipal 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 borrowings.

The segments (functions) are as follows:

General Government: Provides for the administration of the municipality.

Protective Services: Comprised of expenses for police and fire protection.

Transportation Services: 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 municipality.

Planning and Development: Provides for neighborhood development and sustainability.

Recreation and Cultural: Provides for community services through the provision of recreation and leisure services.

Utility Services: Provides for delivery of water, collecting and treating of wastewater and providing collection and disposal of solid waste.

- t) **Land Sales:** Land sales are recognized in the financial statements as revenues in the period in which the contract is signed and the ability to collect is reasonably assured.
- u) **Land for Resale:** Land for resale is recorded at the lower of cost to prepare the land for sale and the market value of the land. Costs to prepare the land for sale include leveling, grading and utility service connections. The land is considered available for sale when all the land preparation is completed.
- v) **Tax Title Property:** Property acquired through the tax enforcement process and temporarily held is recorded at the lesser of the carrying amount (cost equal to the outstanding taxes including any applicable penalties up to the date of acquisition plus any costs necessary to maintain after acquisition) and the net recoverable amount. Impairment losses are not reversed in subsequent years, if net recoverable value subsequently increases.

Resort Village of Aquadeo
Notes to the Financial Statements
As at December 31, 2019

1. Significant Accounting Policies - continued

- w) **Budget Information:** Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on *December 19, 2018*.
- x) **New Accounting Standards:** Effective January 1, 2019, the municipality adopted the following standards to comply with Public Sector Accounting Standards (PSAS). This standard applies to all public sector entities for years beginning on or after April 1, 2018. Adoption of this standard requires all public sector entities to assess information using definitions, criteria and exceptions provided in the standards and apply professional judgement to comply with the disclosure requirements of each standard.

PS 3430 Restructuring Transactions provides guidance on how to account for and report restructuring transactions by transferors and recipients of assets and/or liabilities. The new standard has been adopted on a prospective basis.

- y) **Future Accounting Standards:** A number of new and amended standards have been issued and may impact the municipality as summarized below:

Standards Effective on or After April 1, 2021:

PS 1201 Financial Statement Presentation, replaces PS 1200 with revised general reporting principles and standards of presentation and disclosure in government financial statements. Effective in the period PS 3450 and PS 2601 are adopted.

PS 2601 Foreign Currency Translation, replaces PS 2600 with revised guidance on the recognition, presentation and disclosure of transactions that are denominated in a foreign currency.

PS 3041 Portfolio Investments, replaces PS 3040 with revised guidance on accounting for, and presentation and disclosure of, portfolio investments. Effective in the period PS 3450, PS 2601 and PS 1201 are adopted.

PS 3450 Financial Instruments, a new standard establishing guidance on the recognition, measurement, presentation and disclosure of financial instruments, including derivatives.

PS 3280 Asset Retirement Obligations, a new standard establishing guidance on the recognition, measurement, presentation and disclosure of a liability for retirement of a tangible capital asset. As this standard includes solid waste landfill sites active and post-closing obligations upon adoption of this new standard, existing Solid Waste Landfill Closure and Post-Closure Liability section PS 3270 will be withdrawn.

Standards Effective on or After April 1, 2022:

PS 3400, Revenue, a new standard establishing guidance on the recognition, measurement, presentation and disclosure of revenue.

The extent of the impact on adoption of these future standards is not known at this time.

Resort Village of Aquadeo
Notes to the Financial Statements
As at December 31, 2019

	2019	2018
2. Cash and Temporary Investments		
Cash	\$ 80,615	\$ 206,313
Temporary Investments		
Restricted Cash	628,598	627,381
Total Cash and Temporary Investments	\$ 709,213	\$ 833,694

Cash and temporary investments include balances with banks, Credit Unions, term deposits, marketable securities and short-term investments with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

The municipality has set aside funds (restricted cash) to finance future expenditures based upon appropriated reserves (Schedule 8) determined by council; these funds are internally restricted. The appropriated reserves are fully funded as of December 31, 2019 and 2018, respectively.

3. Taxes Receivable - Municipal

Municipal - Current	\$ 13,362	\$ 19,511
- Arrears	10,961	5,921
	24,323	25,432
- Less Allowance for Uncollectibles		
Total Municipal Taxes Receivable	24,323	25,432
School - Current	3,950	6,065
- Arrears	4,879	2,359
Total School Taxes Receivable	8,829	8,424
Other	158,189	199,541
Total Taxes and Grants in Lieu Receivable	191,341	233,397
Deduct Taxes Receivable to be Collected on Behalf of Other Organizations	(9,737)	(9,180)
Total Taxes Receivable - Municipal	\$ 181,604	\$ 224,217

4. Other Accounts Receivable

Federal government	\$ 13,553	\$ 8,436
Provincial government		
Local government	1,060	4,000
Utility		8,778
Trade	9,574	6,491
Interest	13,313	
Total Other Accounts Receivable	37,500	27,705
Less Allowance for Uncollectibles		
Net Other Accounts Receivable	\$ 37,500	\$ 27,705

5. Long-term Investments

Discovery Co-operative Ltd. - equity	\$ 852	\$ 757
Investments with maturity dates in excess of three months	303,327	
Total Long-term Investments	\$ 304,179	\$ 757

Resort Village of Aquadeo
Notes to the Financial Statements
As at December 31, 2019

6. Credit Arrangements

The municipality has a credit facility agreement with its financial institution that covers its long-term debt facility referred to in Note 7 and credit cards with a limit of \$2,000.

7. Long-term Debt

a) The debt limit of the municipality is \$561,161. The debt limit for a municipality is the total amount of the municipality's own source revenues for the preceding year (the *Municipalities Act* section 161(1)).

b) The Concentra Financial loan is secured by a general assignment of the municipality's municipal taxes receivable and unconditional grants. Annual payments are \$43,092 including interest at 4.85%. The loan is due October, 2023.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2019				\$ 34,001
2020	\$ 35,651	\$ 7,441	\$ 43,092	35,651
2021	37,381	5,711	43,092	37,381
2022	39,196	3,896	43,092	39,196
2023	41,098	1,994	43,092	41,098
Balance	153,326	19,042	172,368	187,327

Total Long-term Debt	\$ 153,326	\$ 19,042	\$ 172,368	\$ 187,327
-----------------------------	-------------------	------------------	-------------------	-------------------

8. Pension Plan

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer 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's pension expense in 2019 was \$9,429 amount (2018 - \$5,299). 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.

9. Related Parties

The financial statements include transactions with related parties. Transactions with these related parties disclosed below are considered to have a material effect on the financial statements, are in the normal course of operations and are settled on normal trade terms.

The financial statements include tax revenues received from a business owned by a member of council in the amount of \$79,370 (2018 - \$77,426) and trailer license fees, trailer service fees, water sales and waste management fees totalling \$102,193 (2018 - \$93,750).

Related party transactions are recorded at the exchange amount, which is the amount considered established and agreed to by the related parties.

Resort Village of Aquadeo
 Schedule of Taxes and Other Unconditional Revenue
 As at December 31, 2019

Schedule 1

2019 Budget	2019	2018
-------------	------	------

TAXES

General municipal tax levy	\$ 353,352	\$ 352,437	\$ 346,227
Abatements and adjustments	(2,500)	(668)	
Discount on current year taxes	(6,000)	(3,091)	(16,260)
Net Municipal Taxes	344,852	348,678	329,967
Potash tax share			
Trailer license fees	24,480	18,829	18,992
Penalties on tax arrears	3,750	5,091	5,119
Special tax levy	14,250	14,150	14,150
Other (Specify)			
Total Taxes	387,332	386,748	368,228

UNCONDITIONAL GRANTS

Revenue Sharing	24,000	24,673	24,032
Organized Hamlet			
Total Unconditional Grants	24,000	24,673	24,032

GRANTS IN LIEU OF TAXES

Federal			
---------	--	--	--

Provincial

S.P.C. Electrical			
SaskEnergy Gas		2,441	642
TransGas			
Central Services			
SaskTel	1,000	2,076	
Other (Specify)			

Local/Other

Housing Authority			
C.P.R. Mainline			
Treaty Land Entitlement			
Other (Specify)			

Other Government Transfers

S.P.C. Surcharge			
SaskEnergy Surcharge			
Other (Specify)			

Total Grants in Lieu of Taxes	1,000	4,517	642
--------------------------------------	--------------	--------------	------------

TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 412,332	\$ 415,938	\$ 392,902
----------------------------------------------------	-------------------	-------------------	-------------------

Resort Village of Aquadeo
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2019

Schedule 2 - 1

	2019 Budget	2019	2018
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work			
- Sales of supplies			
- Other (Permits, licenses, tax cert, general office)	\$ 1,100	\$ 7,784	\$ 1,248
Total Fees and Charges	1,100	7,784	1,248
- Tangible capital asset sales - gain (loss)			
- Land sales - gain			
- Investment income and commissions	15,300	16,298	6,388
- Other (Refunds)		317	513
Total Other Segmented Revenue	16,400	24,399	8,149
Conditional Grants			
- Student Employment			
- Other (Specify)			
Total Conditional Grants			
Total Operating	16,400	24,399	8,149
Capital			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other (Infrastructure Provincial Grant)	5,000	11,246	5,132
Total Capital	5,000	11,246	5,132
Restructuring Revenue (<i>Specify, if any</i>)			
Total General Government Services	21,400	35,645	13,281

PROTECTIVE SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Other (Bylaw violations)	100	413	1,300
Total Fees and Charges	100	413	1,300
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	100	413	1,300
Conditional Grants			
- Student Employment			
- Local government			
- Other (Specify)			
Total Conditional Grants			
Total Operating	100	413	1,300
Capital			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Local government			
- Other (Specify)			
Total Capital			
Restructuring Revenue (<i>Specify, if any</i>)			
Total Protective Services	100	413	1,300

Resort Village of Aquadeo
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2019

Schedule 2 - 2

2019 Budget 2019 2018

TRANSPORTATION SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Custom work			
- Sales of supplies			
- Road Maintenance and Restoration Agreements			
- Frontage			
- Other (Golf cart licenses)	100	325	275
Total Fees and Charges	100	325	275
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	100	325	275
Conditional Grants			
- MREP (CTP)			
- Student Employment			
- Other (Specify)			
Total Conditional Grants			
Total Operating	100	325	275

Capital

Conditional Grants			
- Federal Gas Tax			
- MREP (Heavy Haul, CTP, Municipal Bridges)			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital			
Restructuring Revenue (Specify, if any)			
Total Transportation Services	100	325	275

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees			
- Other (Lagoon permits)	21,500	29,639	27,414
Total Fees and Charges	21,500	29,639	27,414
- Tangible capital asset sales - gain (loss)			
- Other (Trailer waste fees)	9,000	8,950	8,000
Total Other Segmented Revenue	30,500	38,589	35,414
Conditional Grants			
- Student Employment			
- TAPD			
- Local government			
- Other (Specify)			
Total Conditional Grants			
Total Operating	30,500	38,589	35,414

Capital

Conditional Grants			
- Federal Gas Tax			
- TAPD			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital			
Restructuring Revenue (Specify, if any)			
Total Environmental and Public Health Services	30,500	38,589	35,414

Resort Village of Aquadeo
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2019

Schedule 2 - 3

2019 Budget	2019	2018
-------------	------	------

PLANNING AND DEVELOPMENT SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges			
- Other (Trailer service fees, compound storage)	37,845	33,030	30,530
Total Fees and Charges	37,845	33,030	30,530
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	37,845	33,030	30,530
Conditional Grants			
- Student Employment			
- Other (Specify)			
Total Conditional Grants			
Total Operating	37,845	33,030	30,530

Capital

Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other (Specify)			

Total Capital

Restructuring Revenue (Specify, if any)

Total Planning and Development Services	37,845	33,030	30,530
------------------------------------------------	---------------	---------------	---------------

RECREATION AND CULTURAL SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Other (Recycling, concession)	100	10,636	3,688
Total Fees and Charges	100	10,636	3,688
- Tangible capital asset sales - gain (loss)			
- Other (Sask. Lotteries)		1,042	
Total Other Segmented Revenue	100	11,678	3,688
Conditional Grants			
- Student Employment			
- Local government			
- Other (Specify)			
Total Conditional Grants			
Total Operating	100	11,678	3,688

Capital

Conditional Grants			
- Federal Gas Tax			
- Local government			
- Provincial Disaster Assistance			
- Other (Specify)			

Total Capital

Restructuring Revenue (Specify, if any)

Total Recreation and Cultural Services	100	11,678	3,688
-----------------------------------------------	------------	---------------	--------------

Resort Village of Aquadeo
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2019

Schedule 2 - 4

	2019 Budget	2019	2018
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	99,600	99,200	96,319
- Sewer			
- Other (Trailer court water sales)	45,000	44,750	40,000
Total Fees and Charges	144,600	143,950	136,319
- Tangible capital asset sales - gain (loss)			
- Other (Pump house & Connection fees)	14,900	17,132	15,519
Total Other Segmented Revenue	159,500	161,082	151,838
Conditional Grants			
- Student Employment			
- Other (Specify)			
Total Conditional Grants			
Total Operating	159,500	161,082	151,838
Capital			
Conditional Grants			
- Federal Gas Tax			
- New Building Canada Fund (SCF, NRP)			
- Clean Water and Wastewater Fund			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital			
Restructuring Revenue (Specify, if any)			
Total Utility Services	159,500	161,082	151,838
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 249,545	\$ 280,762	\$ 236,326

SUMMARY

Total Other Segmented Revenue	\$ 244,545	\$ 269,516	\$ 231,194
Total Conditional Grants			
Total Capital Grants and Contributions	5,000	11,246	5,132
Restructuring Revenue			
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 249,545	\$ 280,762	\$ 236,326

2019 Budget	2019	2018
-------------	------	------

GENERAL GOVERNMENT SERVICES

Council remuneration and travel	\$ 24,950	\$ 20,855	\$ 19,333
Wages and benefits	45,000	55,340	44,338
Professional/Contractual services	62,100	47,086	55,370
Utilities	2,400	2,408	2,443
Maintenance, materials and supplies	6,800	4,464	5,370
Grants and contributions - operating	1,500		
- capital			
Amortization			
Interest		347	359
Allowance for uncollectibles			
Other (Specify)			
General Government Services	142,750	130,500	127,213
Restructuring (Specify, if any)			
Total General Government Services	142,750	130,500	127,213

PROTECTIVE SERVICES

Police protection

Wages and benefits		1,736	
Professional/Contractual services	15,500	10,293	5,066
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating			
- capital			
Other (Security)			7,106

Fire protections

Wages and benefits	3,000	3,418	2,000
Professional/Contractual services	3,035	2,819	2,557
Utilities			
Maintenance, material and supplies	8,300	10,314	7,045
Grants and contributions - operating			
- capital			
Amortization	4,055	4,055	4,055
Interest			
Other (Specify)			

Protective Services	33,890	32,635	27,829
Restructuring (Specify, if any)			
Total Protective Services	33,890	32,635	27,829

TRANSPORTATION SERVICES

Wages and benefits	59,945	64,684	97,360
Professional/Contractual Services	6,890	5,256	18,894
Utilities	9,795	8,239	8,052
Maintenance, materials and supplies	43,950	39,848	35,648
Gravel	8,000	4,879	5,736
Grants and contributions - operating			
- capital			
Amortization	22,626	19,363	18,207
Interest			
Other (Specify)			

Transportation Services	151,206	142,269	183,897
Restructuring (Specify, if any)			
Total Transportation Services	151,206	142,269	183,897

	2019 Budget	2019	2018
--	-------------	------	------

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Wages and benefits	14,986	15,312	
Professional/Contractual services	22,000	19,143	19,905
Utilities			
Maintenance, materials and supplies		40	
Grants and contributions - operating			
o Waste disposal			
o Public Health			
- capital			
o Waste disposal			
o Public Health			
Amortization	3,482	3,991	3,482
Interest			
Other (Specify)			
Environmental and Public Health Services	40,468	38,486	23,387
Restructuring (Specify, if any)			
Total Environmental and Public Health Services	40,468	38,486	23,387

PLANNING AND DEVELOPMENT SERVICES

Wages and benefits			
Professional/Contractual Services	8,500	4,272	8,916
Grants and contributions - operating			
- capital			
Amortization			
Interest			
Other (Specify)			
Planning and Development Services	8,500	4,272	8,916
Restructuring (Specify, if any)			
Total Planning and Development Services	8,500	4,272	8,916

RECREATION AND CULTURAL SERVICES

Wages and benefits	14,986	18,555	
Professional/Contractual services	1,700	8,554	2,864
Utilities	5,500	5,458	5,404
Maintenance, materials and supplies		3,459	7,094
Grants and contributions - operating	1,500	1,146	1,000
- capital			
Amortization	1,725	2,006	2,006
Interest			
Allowance for uncollectibles			
Other (Specify)			
Recreation and Cultural Services	25,411	39,178	18,368
Restructuring (Specify, if any)			
Total Recreation and Cultural Services	25,411	39,178	18,368

Resort Village of Aquadeo
 Schedule of Segment Disclosure by Function
 As at December 31, 2019

Schedule 4

	General Government	Protective Services	Transportation Services	Environmentals & Public Health	Planning and Development	Recreation and Cultural	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 7,784	\$ 413	\$ 325	\$ 29,639	\$ 33,030	\$ 10,636	\$ 143,950	\$ 225,777
Tangible Capital Asset Sales - Gain								
Land Sales - Gain	16,298			8,950		1,042	17,132	16,298
Investment Income and Commissions	317							27,441
Other Revenues								
Grants - Conditional - Capital	11,246							11,246
Restructurings								
Total Revenues	\$ 35,645	\$ 413	\$ 325	\$ 38,589	\$ 33,030	\$ 11,678	\$ 161,082	\$ 280,762
Expenses (Schedule 3)								
Wages & Benefits	76,195	5,154	64,684	15,312		18,555	12,781	192,681
Professional/ Contractual Services	47,086	13,112	5,256	19,143	4,272	8,554	47,034	144,457
Utilities	2,408		8,239			5,458	14,822	30,927
Maintenance, Materials and Supplies	4,464	10,314	44,727	40		3,459	3,939	66,943
Grants and Contributions						1,146		1,146
Amortization			19,363	3,991		2,006	57,791	87,206
Interest	347	4,055					8,366	8,713
Allowance for Uncollectibles								
Other								
Restructurings								
Total Expenses	\$ 130,500	\$ 32,635	\$ 142,269	\$ 38,483	\$ 4,272	\$ 29,178	\$ 144,733	\$ 582,075
Surplus (Deficit) by Function	\$ (94,855)	\$ (32,222)	\$ (141,944)	\$ 105	\$ 28,758	\$ (27,500)	\$ 16,349	\$ (251,513)
Taxation and Other Unconditional Revenue (Schedule 1)								415,938
Net Surplus (Deficit)								\$ 164,627

Resort Village of Aquadeo
 Schedule of Segment Disclosure by Function
 For the year ended December 31, 2018

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Cultural	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 1,248	\$ 1,300	\$ 275	\$ 27,414	\$ 30,530	\$ 3,688	\$ 136,319	\$ 200,774
Tangible Capital Asset Sales - Gain								
Land Sales - Gain	6,388			8,000			15,519	6,388
Investment Income and Commissions	513							24,032
Other Revenues								
Grants - Conditional	5,132							5,132
- Capital Restructurings								
Total Revenues	13,281	1,300	275	35,414	30,530	3,688	151,838	236,526
Expenses (Schedule 3)								
Wages & Benefits	63,671	2,000	97,360					163,031
Professional/ Contractual Services	55,370	7,623	18,894	19,905	8,916	2,864	30,711	144,283
Utilities	2,443		8,052			5,404	14,698	30,597
Maintenance, Materials and Supplies	5,370	7,045	41,384			7,094	5,590	66,483
Grants and Contributions						1,000		1,000
Amortization		4,055	18,207	3,482		2,006	55,037	82,787
Interest	359						10,303	10,662
Allowance for Uncollectibles								
Other		7,106						7,106
Restructurings								
Total Expenses	127,213	27,829	183,897	23,387	8,916	18,368	116,339	505,949
Surplus (Deficit) by Function	\$ (113,932)	\$ (26,529)	\$ (183,622)	\$ (12,027)	\$ 21,614	\$ (14,680)	\$ 35,499	\$ (269,623)
Taxation and Other Unconditional Revenue (Schedule 1)								392,902
Net Surplus (Deficit)								\$ 123,279

Resort Village of Aquadeo
 Schedule of Tangible Capital Assets by Object
 As at December 31, 2019

Schedule 6

	2019										2018			
	General Assets					Infrastructure Assets					Total			
	Land	Land Improvements	Buildings	Vehicles	Machinery/Equipment	General Infrastructure Assets Under Construction	Land	Land Improvements	Buildings	Vehicles		Machinery/Equipment	Total	
Asset Cost														
Opening Asset costs	\$ 375,163	\$ 144,558	\$ 660,059	\$ 68,941	\$ 257,402		\$ 1,467,516					\$ 2,973,639		\$ 2,919,755
Additions during the year			58,111		10,685		4,137					72,933		53,884
Disposals and write-downs during the year														
Transfers (from) assets under construction														
Transfer of Capital Assets related to restructuring														
Closing Asset Costs	\$ 375,163	\$ 144,558	\$ 718,170	\$ 68,941	\$ 268,087		\$ 1,471,655					\$ 3,046,572		\$ 2,973,639
Accumulated Amortization Cost														
Opening Accumulated Amortization Costs		77,261	268,423	30,959	52,855		184,055					613,553		530,766
Add: Amortization taken		4,742	24,941	3,882	16,957		36,684					87,206		82,787
Less: Accumulated amortization on disposals														
Transfer of Capital Assets related to restructuring														
Closing Accumulated Amortization Costs		\$ 82,003	\$ 293,364	\$ 34,841	\$ 69,812		\$ 220,739					\$ 700,759		\$ 613,553
Net Book Value	\$ 375,163	\$ 62,555	\$ 424,806	\$ 34,100	\$ 198,275		\$ 1,250,914					\$ 2,345,813		\$ 2,360,086

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 \$ -

Resort Village of Aquadeo
 Schedule of Tangible Capital Assets by Function
 As at December 31, 2019

Schedule 7

	2019						2018		
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Cultural	Water & Sewer	Total	Total
Asset Cost									
Opening Asset costs		\$ 92,362	\$ 463,435	\$ 36,223		\$ 402,154	\$ 1,979,465	\$ 2,973,639	\$ 2,919,755
Additions during the year		10,685	2,494				59,754	72,933	53,884
Disposals and write-downs during the year									
Transfer of Capital Assets related to restructuring									
Closing Asset Costs		103,047	465,929	36,223		402,154	2,039,219	2,946,572	2,973,639
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs		49,531	71,212	19,081		14,771	458,958	613,553	530,766
Add: Amortization taken		4,055	19,363	3,991		2,006	57,791	87,206	82,787
Less: Accumulated amortization on disposals									
Transfer of Capital Assets related to restructuring									
Closing Accumulated Amortization Costs		53,586	90,575	23,072		16,777	516,749	700,759	613,553
Net Book Value		\$ 49,461	\$ 375,354	\$ 13,151		\$ 385,377	\$ 1,522,470	\$ 2,245,813	\$ 2,360,086

Resort Village of Aquadeo
 Schedule of Accumulated Surplus
 As at December 31, 2019

Schedule 8

	2018	Changes	2019
--	------	---------	------

UNAPPROPRIATED SURPLUS	\$ 446,556	\$ 143,682	\$ 590,238
-------------------------------	------------	------------	------------

APPROPRIATED RESERVES

Machinery and Equipment	269,437	523	269,960
Public Reserve			
Capital Trust			
Utility	282,938	549	283,487
Other (Dedicated land)	68,216	132	68,348
Other (Fire department)	6,790	13	6,803

Total Appropriated	627,381	1,217	628,598
---------------------------	----------------	--------------	----------------

NET INVESTMENT IN TANGIBLE CAPITAL ASSETS

Tangible capital assets (Schedule 6, 7)	2,360,086	(14,273)	2,345,813
Less: Related debt	(187,327)	34,001	(153,326)

Net Investment in Tangible Capital Assets	2,172,759	19,728	2,192,487
--------------------------------------------------	------------------	---------------	------------------

Total Accumulated Surplus	\$ 3,246,696	\$ 164,627	\$ 3,411,323
----------------------------------	---------------------	-------------------	---------------------

Resort Village of Aquadeo
 Schedule of Mill Rates and Assessments
 As at December 31, 2019

Schedule 9

	PROPERTY CLASS					Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	
Taxable Assessment	\$ 19,543,120	\$ 21,485,280	\$ 1,823,100			\$ 42,851,500
Regional Park Assessment						
Total Assessment						42,851,500
Mill Rate Factor(s)	1.0000	1.0000	1.0000			
Total Base/Minimum Tax (generated for each property class)	223,179		4,989			228,168
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 279,854	\$ 62,307	\$ 10,276			\$ 352,437

MILL RATES: MILLS

Average Municipal*	8.2246
Average School*	4.2115
Potash Mill Rate	
Uniform Municipal Mill Rate	2.9000

* Average Mill Rates (multiply the total tax levy for each taxing authority by 1.000 and divide by the total assessment for the taxing authority).

Resort Village of Aquadeo
 Schedule of Council Remuneration
 As at December 31, 2019
 (Unaudited)

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Mayor	Peter Delaine	\$ 3,850		\$ 3,850
Councillor	Earl Cuff	1,750	447	2,197
Councillor	Larry Foster	3,660	1,418	5,078
Councillor	Merv Gray	3,375	308	3,683
Councillor	Ken Milnthorp	4,525	925	5,450
Councillor	Pamela Wack	1,250	194	1,444
Total		\$ 18,410	\$ 3,292	\$ 21,702