

Local Services Board of Nolalu

Summary of Significant Accounting Policies

September 30, 2021

Management's Responsibility for the Financial Statements	The financial statements of the Local Services Board of Nolalu are the responsibility of management. They have been prepared in accordance with Canadian public sector accounting standards.
Nature of Business	The Local Services Board of Nolalu is a corporation without share capital established under The Northern Service Boards Act of the Province of Ontario on March 29, 2003. The Local Services Board of Nolalu was organized for the purpose of providing, maintaining and improving fire protection services in the Nolalu area and maintaining the Nolalu Community Centre.
Cash and Cash Equivalents	Cash and cash equivalents are comprised of cash on hand and balances with banks with maturities of three months or less.
Revenue Recognition	The Board records the provincial land tax levy annually based on approved rates on an accrual basis. Government grants are recorded as revenue at the earlier of when received or collection is reasonably assured.
Contributed Materials and Services	Contributed materials and services, which are used in the normal course of operations and would otherwise have been purchased, are recorded at their fair value at the date of contribution if fair value can be reasonably estimated.
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 year. Significant estimates include accrual for professional fees and allowance for uncollectible amounts. Actual results could differ from management's best estimates as additional information becomes available in the future.
Contingency Reserve	The Board has established a contingency reserve fund for the purpose of funding future contingencies of the Nolalu Community Centre and the Nolalu Emergency Services Team. These internally restricted amounts are not available for other purposes and must be approved by representatives of the Board.