

**VILLAGE OF NORTH PORTAL**

**FINANCIAL STATEMENTS**

**For the year ended December 31, 2021**

**VILLAGE OF NORTH PORTAL**  
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**For the year ended December 31, 2021**

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## STATEMENT OF RESPONSIBILITY

To the Ratepayers of the Village of North Portal:

The Village's management is responsible for the preparation and presentation of the accompanying financial statements in accordance with Canadian public sector accounting standards (PSAS). The preparation of the statements necessarily includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgments and estimates by management are required.

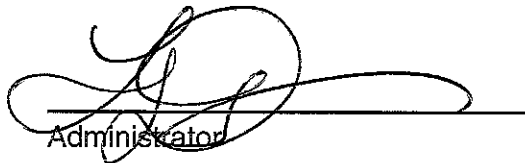
In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting, budget, and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately recorded, that assets are properly accounted for and safeguarded, and that financial records are properly maintained to provide reliable information for the preparation of the financial statements.

The Council is composed of elected officials who are not employees of the Village. The Council is responsible for overseeing management in the performance of its financial reporting responsibilities. The Council fulfills these responsibilities by reviewing the financial information prepared by administration and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the Village's external auditors.

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



Mayor



Administrator

## INDEPENDENT AUDITOR'S REPORT

To the Mayor and Council of:  
Village of North Portal  
North Portal, Saskatchewan

### Qualified Opinion

We have audited the accompanying financial statements of the Village of North Portal, which comprise the statement of financial position as at December 31, 2021 and the statement of operations, statement of changes in net financial assets and statement of cash flows for the year then ended, and notes to the financial statements including a summary of significant accounting policies.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of Village of North Portal as at December 31, 2021 and its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

### Basis for Qualified Opinion

The Province of Saskatchewan has stringent environmental approval processes for landfill sites that are set out by legislation and regulation. Prior to receiving environmental approval and accepting any waste, a landfill operator is obligated to include responsibility for closure and post-closure care of the approved sites, which requires the organization to set up a liability and accrue for the future expense to restore the land after closure. The Village of North Portal has not recorded a landfill liability; therefore, we have qualified our audit opinion as a result of the unrecorded liability which is a departure from Canadian public sector accounting standards.

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 of North Portal in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we 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 qualified 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 Village of North Portal'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 of North Portal or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Village of North Portal'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 auditing standards, we exercise our 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 of North Portal'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 of North Portal'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 of North Portal 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.

Yorkton, Saskatchewan  
May 18, 2022


  
 Chartered Professional Accountants Ltd.

**VILLAGE OF NORTH PORTAL**  
**STATEMENT OF FINANCIAL POSITION**  
**As at December 31, 2021**

	2021	2020
<b>FINANCIAL ASSETS</b>		
Cash	\$ 403,974	\$ 435,033
Taxes receivable - municipal (Note 2)	48,647	60,866
Amounts receivable (Note 3)	24,378	18,708
Patronage equity	1,349	1,318
<b>TOTAL FINANCIAL ASSETS</b>	<b>478,348</b>	<b>515,925</b>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities	7,207	7,292
Deferred revenue (Notes 1 and 6)	800	
Long-term debt (Note 5)		24,911
<b>TOTAL LIABILITIES</b>	<b>8,007</b>	<b>32,203</b>
<b>NET FINANCIAL ASSETS</b>	<b>470,341</b>	<b>483,722</b>
<b>NON-FINANCIAL ASSETS</b>		
Tangible capital assets (Schedules 6 and 7)	889,891	899,489
Land for resale (Note 4)	17,006	17,006
<b>TOTAL NON-FINANCIAL ASSETS</b>	<b>906,897</b>	<b>916,495</b>
<b>ACCUMULATED SURPLUS (Schedule 8)</b>	<b>\$ 1,377,238</b>	<b>\$ 1,400,217</b>

**VILLAGE OF NORTH PORTAL**  
**STATEMENT OF OPERATIONS**  
For the year ended December 31, 2021

	2021 Budget Unaudited (Note 1)	2021 Actual	2020 Actual
<b>REVENUE</b>			
Taxes and other unconditional revenue (Schedule 1)	\$ 197,571	\$ 204,966	\$ 271,758
Fees and charges (Schedules 4 and 5)	78,230	88,415	78,657
Conditional grants (Schedules 4 and 5)	2,360	2,245	2,357
Land sales - gain (Schedules 4 and 5)		4,500	
Investment income and commissions (Schedules 4 and 5)	750	438	743
Other revenues (Schedules 4 and 5)	140	1,128	358
	<b>279,051</b>	<b>301,692</b>	<b>353,873</b>
<b>EXPENSES</b>			
General government services (Schedule 3)	94,773	109,022	90,717
Protective services (Schedule 3)	11,340	11,414	11,131
Transportation services (Schedule 3)	75,986	50,140	71,610
Environmental and public health services (Schedule 3)	14,875	15,977	13,818
Recreation and cultural services (Schedule 3)	29,550	17,979	15,840
Utility services (Schedule 3)	120,653	134,152	88,428
	<b>347,177</b>	<b>338,684</b>	<b>291,544</b>
<b>SURPLUS (DEFICIT) BEFORE OTHER CAPITAL CONTRIBUTIONS</b>	<b>(68,126)</b>	<b>(36,992)</b>	<b>62,329</b>
Provincial/Federal capital grants and contributions (Schedules 4 and 5)	10,100	14,013	26,707
<b>ANNUAL SURPLUS (DEFICIT)</b>	<b>(58,026)</b>	<b>(22,979)</b>	<b>89,036</b>
<b>ACCUMULATED SURPLUS, BEGINNING OF YEAR</b>	<b>1,400,217</b>	<b>1,400,217</b>	<b>1,311,181</b>
<b>ACCUMULATED SURPLUS, END OF YEAR</b>	<b>\$ 1,342,191</b>	<b>\$ 1,377,238</b>	<b>\$ 1,400,217</b>

**VILLAGE OF NORTH PORTAL**  
**STATEMENT OF CHANGE IN NET FINANCIAL ASSETS**  
For the year ended December 31, 2021

	2021 Budget Unaudited (Note 1)	2021 Actual	2020 Actual
<b>ANNUAL SURPLUS (DEFICIT)</b>	<b>\$ (58,026)</b>	<b>\$ (22,979)</b>	<b>\$ 89,036</b>
Acquisition of tangible capital assets	(27,300)	(34,000)	(74,119)
Amortization of tangible capital assets	43,598	43,598	45,506
	<b>16,298</b>	<b>9,598</b>	<b>(28,613)</b>
<b>CHANGE IN NET FINANCIAL ASSETS</b>	<b>\$ (41,728)</b>	<b>(13,381)</b>	<b>60,423</b>
<b>NET FINANCIAL ASSETS, BEGINNING OF YEAR</b>		<b>483,722</b>	<b>423,299</b>
<b>NET FINANCIAL ASSETS, END OF YEAR</b>		<b>\$ 470,341</b>	<b>\$ 483,722</b>



**VILLAGE OF NORTH PORTAL**  
**STATEMENT OF CASH FLOWS**  
For the year ended December 31, 2021

	2021	2020
<b>OPERATING TRANSACTIONS</b>		
Annual surplus (deficit)	\$ (22,979)	\$ 89,036
Changes in non-cash items:		
Taxes receivable - municipal	12,219	3,490
Amounts receivable	(5,670)	639
Patronage equity	(31)	(139)
Accounts payable and accrued liabilities	(85)	(2,190)
Deferred revenue	800	
Gain on sale of land for resale	(4,500)	
Amortization	43,598	45,506
Cash provided by operating transactions	23,352	136,342
<b>CAPITAL TRANSACTIONS</b>		
Acquisition of tangible capital assets	(34,000)	(74,119)
Cash applied to capital transactions	(34,000)	(74,119)
<b>INVESTING TRANSACTIONS</b>		
Proceeds on sale of land for resale	4,500	
Cash applied to investing transactions	4,500	
<b>FINANCING TRANSACTIONS</b>		
Debt repayment	(24,911)	(20,239)
Cash applied to financing transactions	(24,911)	(20,239)
<b>CHANGE IN CASH</b>	(31,059)	41,984
<b>CASH, BEGINNING OF YEAR</b>	435,033	393,049
<b>CASH, END OF YEAR</b>	\$ 403,974	\$ 435,033

**VILLAGE OF NORTH PORTAL**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended December 31, 2021**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the Village are 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 are as follows:

**Basis of Accounting**

The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting recognizes revenue as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods and services and the creation of a legal obligation to pay.

**Reporting Entity**

The financial statements consolidates the assets, liabilities, and flow of resources of the Village. The entity is comprised of all of the organizations that are owned or controlled by the Village and are, therefore, accountable to Council for the administration of their financial affairs and resources. The assets, liabilities, and operations of the Recreation Boards are not included in these financial statements except for any assistance to the Recreation Boards, as Council's position is that it does not control the Recreation Boards.

**Collection of Funds for Other Authorities**

Collection of funds by the Village for the school board, municipal hail, and conservation and development authorities are collected and remitted in accordance with relevant legislation. The amounts collected are disclosed in Note 2.

**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 transfer is authorized
- b) eligibility criteria have been met by the recipient; and
- c) a reasonable estimate of the amount can be made.

Unearned government transfer amounts received but not earned will be recorded as deferred revenue. Earned government transfer amounts not received will be recorded as an amount receivable.

**Deferred Revenue**

Deferred revenue consists of restricted donations received that relate to projects to be completed in future periods. Revenue is recognized in the period when the related expenses are incurred or services performed.

**VILLAGE OF NORTH PORTAL**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended December 31, 2021**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Local Improvement Charges**

Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed.

**Net Financial Assets**

Net financial assets at the end of the 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.

**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.

**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.

**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.

**Portfolio Investments**

Portfolio investments are valued at the lower of cost and market value, less any provisions for other than temporary impairment. The long-term investments in the Saskatchewan Rural Municipalities - Self-Insurance Fund are accounted for on the equity basis.

**Inventories**

Inventories of materials and supplies expected to be used by the Village 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 based on the actual cost of inventory. Net realizable value is the estimated selling price in the ordinary course of business.

**VILLAGE OF NORTH PORTAL**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended December 31, 2021**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Tangible Capital Assets**

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

<u><b>Asset</b></u>	<u><b>Useful Life</b></u>
<b>General Assets</b>	
Land	Indefinite
Land improvements	5 to 20 years
Buildings	10 to 50 years
Vehicles and equipment	
Vehicles	5 to 10 years
Machinery and equipment	5 to 10 years
<b>Infrastructure Assets</b>	
Infrastructure Assets	30 to 75 years
Water & Sewer	15 to 40 years
Road Network Assets	40 years

**Government Contributions**

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

**Works of Art 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 Village does not capitalize interest incurred while a tangible capital asset is under construction.

**VILLAGE OF NORTH PORTAL**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended December 31, 2021**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Leases**

All leases are recorded on the financial statement as either a capital or operating lease. Any lease that transfers the majority of benefits and risk associated with the leased asset is classified as a capital lease. At the inception of a capital lease, an asset and a payment obligation are recorded at an amount equal to the lesser of the present value of the minimum lease payments and the asset's fair market value. Assets under capital leases are amortized on a straight-line basis, over their estimated useful lives (lease term). Any other lease not meeting the before mentioned criteria is classified as an operating lease and rental payments are expensed as incurred.

**Landfill Liability**

The Village of North Portal maintains a waste disposal site, however, it is no longer in use. The Village is unable to estimate closure and post-closure costs. No amount has been recorded as an asset or liability. Currently the Village uses GFL Environmental Inc. for waste collection.

**Trust Funds**

Funds held in trust for others, under a trust agreement or statute, are not included in the Village's financial statements as they are not controlled by the Village.

**Employee Benefit Plans**

Contributions to the Village's defined benefit plans are expensed when contributions are due and payable. Under the defined benefit multi-employer plans, the Village's obligations are limited to their contributions.

**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 Village:
  - 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.

**VILLAGE OF NORTH PORTAL**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended December 31, 2021**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**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. Accounts receivable are stated after evaluation as to their collectibility 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.

**Basis of Segmentation/Segment Report**

The Village has adopted the new 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 attributable 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 administration of the Village.

**Protective services:** Is comprised of expenses for police and fire protection.

**Transportation services:** Is responsible for the delivery of public works services related to the development and maintenance of roadway systems and street lighting.

**Environmental and public health:** Environmental segment provides waste disposal and other environmental services and the public health segment provides for expenses related to public health services in the Village.

**Planning and development:** Provides for neighbourhood development and sustainability.

**Recreation and culture:** Provides for community services through provision of recreation and leisure services.

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

**Budget Information**

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on March 17, 2021.

**VILLAGE OF NORTH PORTAL**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended December 31, 2021**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**New Standards and Amendments to Standards**

**Effective for Fiscal Years Beginning On or After April 1, 2022:**

**PS 1201 Financial Statement Presentation**, replaces PS 1200 with revised general reporting principles and standards of presentation and disclosure in government financial statements. Requires a new statement of re-measurement gains and losses separate from the statement of operations arising from the re-measurement of financial instruments and items denominated in foreign currencies, as well as the government's proportionate share of other comprehensive income that arises when a government includes the results of government business enterprises and partnerships. 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. Requires that monetary assets and liabilities denominated in a foreign currency and non-monetary items included in the fair value category, denominated in a foreign currency, be adjusted to reflect the exchange rates in effect at the financial statement date. Unrealized gains and losses are to be presented in the statement of re-measurement gains and losses.

**PS 3041 Portfolio Investments**, replaces PS 3040 with revised guidance on accounting for, and presentation and disclosure of portfolio investments. Removes the distinction between temporary and portfolio investments. Upon adoption of PS 3450 and PS 3041, PS 3030, Temporary Investments, will no longer apply. 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. This standard requires fair value measurement of derivatives and equity instruments that are quoted in an active market; all other financial instruments can be measured at cost/amortized cost or fair value at the election of the government. Unrealized gains and losses are presented in a new statement of re-measurement gains and losses. There is the requirement to disclose the nature and extent of risks arising from financial instruments and clarification is given for the de-recognition of financial liabilities.

**PS 3280 Asset Retirement Obligations**, a new standard establishing guidance on the accounting and reporting of legal obligations associated with the retirement of tangible capital assets controlled by a government or a government organization. A liability for a retirement obligation can apply to tangible capital assets either in productive use or no longer in productive use. 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.

**Effective for Fiscal Years Beginning On or After April 1, 2023:**

**PS 3400 Revenue**, a new standard establishing guidance on how to account for and report on revenue. The standard provides a framework for recognizing, measuring, and reporting revenues that arise from transactions that include the performance obligations and transactions that do not have performance obligations. Performance obligations are enforceable promises to provide specific goods or services to a specific payer.

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

**VILLAGE OF NORTH PORTAL**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the year ended December 31, 2021

**2. TAXES AND GRANTS-IN-LIEU RECEIVABLE**

		2021	2020
Municipal	- Current	\$ 7,813	\$ 7,537
	- Arrears	56,851	53,329
		<b>64,664</b>	60,866
	- Less Allowance for Uncollectibles	<b>(16,017)</b>	
Total municipal taxes receivable		<b>48,647</b>	60,866
School	- Current	2,182	2,619
	- Arrears	11,287	11,024
Total school taxes receivable		<b>13,469</b>	13,643
Total taxes and grants-in-lieu receivable		<b>62,116</b>	74,509
Deduct taxes receivable to be collected on behalf of other organizations		<b>(13,469)</b>	(13,643)
Municipal and grants-in-lieu taxes receivable		<b>\$ 48,647</b>	\$ 60,866

**3. AMOUNTS RECEIVABLE**

Amounts receivable are valued at their net realizable value.

	2021	2020
Utility	\$ 21,568	\$ 15,018
Federal government	2,810	3,690
	<b>\$ 24,378</b>	\$ 18,708

**4. LAND FOR RESALE**

	2021	2020
Other Land	\$ 17,006	\$ 17,006

**5. LONG-TERM DEBT**

The debt limit of the Village is \$225,452. The debt limit for a Village is the total amount of the Village's own source revenues for the preceding year (the *Municipalities Act* Section 161 (1)).

	2021	2020
Affinity Credit Union Ltd., bearing interest at 5.65%, payable in blended monthly installments of \$1,856, matured April 2021.	\$	\$ 24,911



**VILLAGE OF NORTH PORTAL**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the year ended December 31, 2021

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**6. DEFERRED REVENUE**

	2021	2020
Donations	\$ 800	\$

**7. PENSION PLAN**

The Village is an employer member of the Municipal Employment Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration benefits. The Village's pension expense in 2021 was \$5,989 (2020 - \$5,871). The benefits accrued to the Village's employees from MEPP are calculated using the following: Pensionable Years of Service, Highest Average Salary, and the plan accrual rate. The costs of the retirement plan are not allocated to the individual entities within the related group. As a result, individual entities within the related group are not able to identify their share of the underlying assets and liabilities. Therefore, the plan is accounted for as a defined contribution plan in accordance with the requirements of the Chartered Professional Accountants of Canada Handbook Section PS 3250.

**8. GOVERNMENT ASSISTANCE**

In response to the pandemic, the Provincial and Federal governments have provided funds to municipalities in order to stimulate economic recovery and enhance infection protection and control measures in their operations. Through the Municipal Economic Enhancement Program (MEEP), the Village received funds of \$Nil (2020 - \$16,529). These funds were approved to be spent on surveying and developing a storm water/surface water drainage plan for the entire community to prevent future flood damage. As of December 31, 2021, \$54,000 (2020 - \$18,000) was spent on this project. In addition, during 2020 the Safe Restart Program provided \$6,860 in unconditional funding to the Village.

**9. OTHER MATTERS**

The COVID-19 pandemic impacted Canada and caused significant disruptions to the Canadian economy. As of the audit report date, the organization has not suffered any significant disruptions as they were able to operate within the restrictions. We are therefore unable to estimate the effect of the pandemic on the organization's operations. While the disruption is currently expected to be temporary, there is considerable uncertainty about the duration of this disruption. As a result, the related financial impact and duration cannot be reasonably estimated at this time.

**VILLAGE OF NORTH PORTAL****SCHEDULE 1 - SCHEDULE OF TAXES AND OTHER UNCONDITIONAL REVENUES**

For the year ended December 31, 2021

	2021 Budget Unaudited (Note 1)	2021 Actual	2020 Actual
<b>TAXES</b>			
General municipal tax levy	\$ 121,114	\$ 124,090	\$ 152,277
Abatements and adjustments	(5,800)	(1,631)	(692)
Discount on current year taxes		(4,441)	(5,891)
<b>Net Municipal Taxes</b>	<b>115,314</b>	<b>118,018</b>	<b>145,694</b>
Penalties on tax arrears	9,300	9,147	9,318
<b>Total Taxes</b>	<b>124,614</b>	<b>127,165</b>	<b>155,012</b>
<b>UNCONDITIONAL GRANTS</b>			
Equalization (Revenue Sharing)	24,825	27,825	28,060
Safe Restart Program			6,860
<b>Total Unconditional Grants</b>	<b>24,825</b>	<b>27,825</b>	<b>34,920</b>
<b>GRANTS-IN-LIEU OF TAXES</b>			
Federal	30,582	30,582	63,776
Provincial			
S.P.C. Electrical	12,500	14,588	12,925
SaskEnergy Gas	3,700	3,456	3,775
Sasktel	1,350	1,350	1,350
<b>Total Grants-in-Lieu of Taxes</b>	<b>48,132</b>	<b>49,976</b>	<b>81,826</b>
<b>TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE</b>	<b>\$ 197,571</b>	<b>\$ 204,966</b>	<b>\$ 271,758</b>

**VILLAGE OF NORTH PORTAL****SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION**

For the year ended December 31, 2021

	2021 Budget Unaudited (Note 1)	2021 Actual	2020 Actual
<b>GENERAL GOVERNMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Sales of supplies	\$ 30	\$ 1,124	\$ 40
- Tax certificates		40	
Total Fees and Charges	30	1,164	40
- Land sales - gain		4,500	
- Investment income and commissions	750	438	743
Total Other Segmented Revenue	780	6,102	783
<b>Total Operating</b>	<b>780</b>	<b>6,102</b>	<b>783</b>
<b>Total General Government Services</b>	<b>780</b>	<b>6,102</b>	<b>783</b>
<b>TRANSPORTATION SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Custom work	500	120	500
Total Fees and Charges	500	120	500
Total Other Segmented Revenue	500	120	500
<b>Total Operating</b>	<b>500</b>	<b>120</b>	<b>500</b>
<b>Total Transportation Services</b>	<b>500</b>	<b>120</b>	<b>500</b>

**VILLAGE OF NORTH PORTAL****SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION**

For the year ended December 31, 2021

	2021 Budget Unaudited (Note 1)	2021 Actual	2020 Actual
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Waste and disposal fees	\$ 15,500	\$ 15,351	\$ 15,587
- Cemetery fees		1,550	
Total Fees and Charges	15,500	16,901	15,587
- Other (donations, interest)	140	39	338
Total Other Segmented Revenue	15,640	16,940	15,925
Conditional Grants			
- Multi-Material Stewardship Western	1,045	930	1,042
Total Conditional Grants	1,045	930	1,042
<b>Total Operating</b>	<b>16,685</b>	<b>17,870</b>	<b>16,967</b>
<b>Total Environmental and Public Health Services</b>	<b>16,685</b>	<b>17,870</b>	<b>16,967</b>
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Permits	100	441	927
Total Fees and Charges	100	441	927
Total Other Segmented Revenue	100	441	927
<b>Total Operating</b>	<b>100</b>	<b>441</b>	<b>927</b>
<b>Total Planning and Development Services</b>	<b>100</b>	<b>441</b>	<b>927</b>

**VILLAGE OF NORTH PORTAL****SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION**

For the year ended December 31, 2021

	2021 Budget Unaudited (Note 1)	2021 Actual	2020 Actual
<b>RECREATION AND CULTURAL SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Hall fees	\$ 2,800	\$ 2,681	\$ 2,061
Total Fees and Charges	2,800	2,681	2,061
- Other - (donations, insurance proceeds)		1,089	20
Total Other Segmented Revenue	2,800	3,770	2,081
Conditional Grants			
- Saskatchewan Lotteries	1,315	1,315	1,315
Total Conditional Grants	1,315	1,315	1,315
<b>Total Operating</b>	<b>4,115</b>	<b>5,085</b>	<b>3,396</b>
<b>Capital</b>			
Conditional Grants			
- Canada Community Building Fund (CCBF)	10,100	14,013	10,178
<b>Total Capital</b>	<b>10,100</b>	<b>14,013</b>	<b>10,178</b>
<b>Total Recreation and Cultural Services</b>	<b>14,215</b>	<b>19,098</b>	<b>13,574</b>

**VILLAGE OF NORTH PORTAL****SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION**

For the year ended December 31, 2021

	2021 Budget Unaudited (Note 1)	2021 Actual	2020 Actual
<b>UTILITY SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Water	\$ 31,200	\$ 37,608	\$ 31,292
- Sewer	22,000	21,672	21,939
- Infrastructure	6,100	7,828	6,311
	<u>59,300</u>	<u>67,108</u>	<u>59,542</u>
Total Fees and Charges			
	<u>59,300</u>	<u>67,108</u>	<u>59,542</u>
Total Other Segmented Revenue			
	<u>59,300</u>	<u>67,108</u>	<u>59,542</u>
<b>Total Operating</b>	<u>59,300</u>	<u>67,108</u>	<u>59,542</u>
<b>Capital</b>			
Conditional Grants			
- Municipal Economic Enhancement Program			16,529
			<u>16,529</u>
<b>Total Capital</b>			<u>16,529</u>
<b>Total Utility Services</b>	<u>59,300</u>	<u>67,108</u>	<u>76,071</u>
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<u>\$ 91,580</u>	<u>\$ 110,739</u>	<u>\$ 108,822</u>
<b>SUMMARY</b>			
Total Other Segmented Revenue	\$ 79,120	\$ 94,481	\$ 79,758
Total Conditional Grants	2,360	2,245	2,357
Total Capital Grants and Contributions	10,100	14,013	26,707
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<u>\$ 91,580</u>	<u>\$ 110,739</u>	<u>\$ 108,822</u>

**VILLAGE OF NORTH PORTAL**  
**SCHEDULE 3 - SCHEDULE OF EXPENSES BY FUNCTION**  
**For the year ended December 31, 2021**

	2021 Budget Unaudited (Note 1)	2021 Actual	2020 Actual
<b>GENERAL GOVERNMENT SERVICES</b>			
Council remuneration and travel	\$ 8,500	\$ 8,500	\$ 8,500
Wages and benefits	49,885	48,447	48,637
Professional/Contractual services	22,293	20,741	19,940
Utilities	7,400	6,946	7,093
Maintenance, materials, and supplies	4,270	5,946	3,371
Grants and contributions			
- Operating	1,000	1,000	1,288
Amortization	1,425	1,425	1,888
Allowance for uncollectibles		16,017	
<b>Total General Government Services</b>	<b>94,773</b>	<b>109,022</b>	<b>90,717</b>
<b>PROTECTIVE SERVICES</b>			
<b>Police protection</b>			
Professional/Contractual services	5,540	5,688	5,539
<b>Fire protection</b>			
Professional/Contractual services	5,800	5,726	5,592
<b>Total Protective Services</b>	<b>11,340</b>	<b>11,414</b>	<b>11,131</b>
<b>TRANSPORTATION SERVICES</b>			
Wages and benefits	25,183	25,419	25,392
Professional/Contractual services	1,200	1,789	2,160
Utilities	8,100	7,364	8,015
Maintenance, materials, and supplies	35,725	9,790	31,980
Amortization	5,778	5,778	4,063
<b>Total Transportation Services</b>	<b>75,986</b>	<b>50,140</b>	<b>71,610</b>
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
Professional/Contractual services	11,600	12,124	10,743
Maintenance, materials, and supplies	200	778	
Amortization	3,075	3,075	3,075
<b>Total Environmental and Public Health Services</b>	<b>14,875</b>	<b>15,977</b>	<b>13,818</b>

**VILLAGE OF NORTH PORTAL**  
**SCHEDULE 3 - SCHEDULE OF EXPENSES BY FUNCTION**  
For the year ended December 31, 2021

	2021 Budget Unaudited (Note 1)	2021 Actual	2020 Actual
<b>RECREATION AND CULTURAL SERVICES</b>			
Professional/Contractual services	\$ 13,500	\$ 2,628	\$
Utilities	3,650	2,995	3,577
Maintenance, materials, and supplies	500		996
Grants and contributions			
- Operating	3,883	3,302	3,637
Amortization	8,017	8,017	7,630
Other		1,037	
<b>Total Recreation and Cultural Services</b>	<b>29,550</b>	<b>17,979</b>	<b>15,840</b>
<b>UTILITY SERVICES</b>			
Wages and benefits	17,100	17,387	16,294
Professional/Contractual services	200		
Utilities	6,500	7,379	6,714
Maintenance, materials, and supplies	71,550	83,714	34,532
Amortization	25,303	25,303	28,850
Interest		369	2,038
<b>Total Utility Services</b>	<b>120,653</b>	<b>134,152</b>	<b>88,428</b>
<b>TOTAL EXPENSES BY FUNCTION</b>	<b>\$ 347,177</b>	<b>\$ 338,684</b>	<b>\$ 291,544</b>



**VILLAGE OF NORTH PORTAL**  
**SCHEDULE 4 - SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION**  
**For the year ended December 31, 2021**

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and Charges	\$ 1,164	\$	120	16,901	\$	441	\$ 67,108	\$ 88,415
Tangible Capital Asset Sale - Gain (Loss)								
Land Sales - Gain (Loss)	4,500							4,500
Investment Income & Commissions	438							438
Other Revenues				39		1,089		1,128
Grants - Conditional				930		1,315		2,245
- Capital						14,013		14,013
<b>Total revenues</b>	<b>6,102</b>		<b>120</b>	<b>17,870</b>	<b>441</b>	<b>19,098</b>	<b>67,108</b>	<b>110,739</b>
<b>Expenses (Schedule 3)</b>								
Wages & Benefits	56,947		25,419				17,387	99,753
Professional/Contractual Services	20,741	11,414	1,789	12,124		2,629		48,697
Utilities	6,946		7,364			2,995		24,684
Maintenance, Materials, Supplies	5,946		9,790	778			83,714	100,228
Grants and Contributions	1,000					3,302		4,302
Amortization	1,425		5,778	3,075		8,017	25,303	43,598
Interest							368	368
Allowance for Uncollectibles	16,017							16,017
Other						1,037		1,037
<b>Total expenses</b>	<b>109,022</b>	<b>11,414</b>	<b>50,140</b>	<b>15,977</b>		<b>17,980</b>	<b>134,151</b>	<b>338,684</b>
<b>Surplus (Deficit) by Function</b>	<b>(102,920)</b>	<b>(11,414)</b>	<b>(50,020)</b>	<b>1,893</b>	<b>441</b>	<b>1,118</b>	<b>(67,043)</b>	<b>(227,945)</b>
Taxation and other unconditional revenue (Schedule 1)								
<b>Net Surplus (Deficit)</b>								<b>204,966</b>
								<b>\$ (22,979)</b>

**VILLAGE OF NORTH PORTAL**  
**SCHEDULE 5 - SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION**  
**For the year ended December 31, 2020**

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and Charges	\$	40	\$	500	\$	927	\$	59,542
Tangible Capital Asset Sale - Gain (Loss)				15,587		2,061		\$ 78,657
Land Sales - Gain (Loss)								
Investment Income & Commissions	743			338		20		743
Other Revenues				1,042		1,315		358
Grants - Conditional						10,178	16,529	2,357
- Capital								26,707
<b>Total revenues</b>	<b>783</b>		<b>500</b>	<b>16,967</b>	<b>927</b>	<b>13,574</b>	<b>76,071</b>	<b>108,822</b>
<b>Expenses (Schedule 3)</b>								
Wages & Benefits	57,137		25,392				16,294	98,823
Professional/Contractual Services	19,940	11,131	2,160	10,742		3,577	6,714	43,973
Utilities	7,093		8,015			996	34,532	25,399
Maintenance, Materials, Supplies	3,371		31,980			3,637	4,925	70,879
Grants and Contributions	1,288					7,630	28,850	4,925
Amortization	1,888		4,063	3,075			2,039	45,506
Interest								2,039
Allowance for Uncollectibles								
Other								
<b>Total expenses</b>	<b>90,717</b>	<b>11,131</b>	<b>71,610</b>	<b>13,817</b>		<b>15,840</b>	<b>88,429</b>	<b>291,544</b>
<b>Surplus (Deficit) by Function</b>	<b>(89,934)</b>	<b>(11,131)</b>	<b>(71,110)</b>	<b>3,150</b>	<b>927</b>	<b>(2,266)</b>	<b>(12,358)</b>	<b>(182,722)</b>
Taxation and other unconditional revenue (Schedule 1)								
								<u>271,758</u>
<b>Net Surplus (Deficit)</b>								<u>\$ 89,036</u>

**VILLAGE OF NORTH PORTAL**  
**SCHEDULE 6 - SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT**  
**For the year ended December 31, 2021**

Cost	General Assets					Infrastructure Assets		General/ Infrastructure		Totals	
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets		Assets Under Construction		2021	2020
Opening costs	\$ 6,900	78,469	288,310		322,620	681,472		18,000	\$1,395,771	\$1,321,652	
Additions during the year								34,000		34,000	74,119
Closing costs	6,900	78,469	288,310		322,620	681,472		52,000	1,429,771	1,395,771	
<b>Accumulated Amortization</b>											
Opening accumulated amortization		35,202	139,188		244,539	77,353			496,282	450,776	
Amortization		3,363	5,484		16,454	18,297			43,598	45,506	
Closing accumulated amortization		38,565	144,672		260,993	95,650			539,880	496,282	
Net Book Value	\$ 6,900	39,904	143,638		61,627	585,822		52,000	\$ 889,891	\$ 899,489	

**VILLAGE OF NORTH PORTAL**  
**SCHEDULE 7 - SCHEDULE OF TANGIBLE CAPITAL ASSETS BY FUNCTION**  
**For the year ended December 31, 2021**

Cost	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Totals	
								2021	2020
Opening costs	\$ 57,075		164,470	69,055		234,907	870,264	\$1,395,771	\$1,321,652
Additions during the year							34,000	34,000	74,119
Closing costs	57,075		164,470	69,055		234,907	904,264	1,429,771	1,395,771
<b>Accumulated Amortization</b>									
Opening accumulated amortization	37,537		133,690	22,715		82,141	220,199	496,282	450,776
Amortization	1,425		5,778	3,075		8,017	25,303	43,598	45,506
Closing accumulated amortization	38,962		139,468	25,790		90,158	245,502	539,880	496,282
Net Book Value	\$ 18,113		25,002	43,265		144,749	658,762	\$ 889,891	\$ 899,489

**VILLAGE OF NORTH PORTAL**  
**SCHEDULE 8 - SCHEDULE OF ACCUMULATED SURPLUS**  
For the year ended December 31, 2021

	2020	Changes	2021
<b>UNAPPROPRIATED SURPLUS</b>	<b>\$ 519,203</b>	<b>\$ (38,292)</b>	<b>\$ 480,911</b>
<b>APPROPRIATED RESERVES</b>			
Cemetery Reserve	6,436		6,436
<b>Total appropriated</b>	<b>6,436</b>		<b>6,436</b>
<b>NET INVESTMENT IN TANGIBLE CAPITAL ASSETS</b>			
Tangible capital assets (Schedule 6)	899,489	(9,598)	889,891
Less: Related debt	(24,911)	24,911	
<b>Net investment in tangible capital assets</b>	<b>874,578</b>	<b>15,313</b>	<b>889,891</b>
<b>TOTAL ACCUMULATED SURPLUS</b>	<b>\$ 1,400,217</b>	<b>\$ (22,979)</b>	<b>\$ 1,377,238</b>

**VILLAGE OF NORTH PORTAL**  
**SCHEDULE 9 - SCHEDULE OF MILL RATES AND ASSESSMENTS**  
For the year ended December 31, 2021

	PROPERTY CLASS					Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)
Taxable Assessment	247,995	7,454,480			2,272,050	9,974,525
Regional Park Assessment						
Total Assessment						9,974,525
Mill Rate Factor(s)	1.00	0.70			1.60	
Total Base/Minimum Tax		59,925			6,600	66,525
Total Municipal Tax Levy	2,480	81,240			40,370	124,090

**MILL RATES:**

	MILLS
Average Municipal	12.4407
Average School	4.9342
Potash Mill Rate	
Uniform Municipal Mill Rate	10.0000

**VILLAGE OF NORTH PORTAL**  
**SCHEDULE 10 - SCHEDULE OF COUNCIL REMUNERATION**  
**For the year ended December 31, 2021**

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<u>Position - Name</u>	<u>Remuneration</u>	<u>Reimbursed Costs</u>	<u>Total</u>
Mayor - Kaylah Turner	\$ 2,500	\$	\$ 2,500
Councilor - Amy Armstrong	2,000		2,000
Councilor - Amy Belitski	2,000		2,000
Councilor - Michael Yurkowski	2,000		2,000
	<hr/>		<hr/>
	\$ 8,500	\$	\$ 8,500
	<hr/>		<hr/>