

SUMMER VILLAGE OF GHOST LAKE

CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2021

SUMMER VILLAGE OF GHOST LAKE

DECEMBER 31, 2021

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SUMMER VILLAGE OF GHOST LAKE

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying consolidated financial statements and other information contained in this Financial Report as of December 31, 2021 are the responsibility of the management of the Summer Village of Ghost Lake.

Management has prepared these consolidated financial statements. Financial statements are not precise since they include certain amounts based on estimates and judgments. Management has determined such amounts on a reasonable basis in order to ensure that the financial statements are presented fairly, in all material respects.

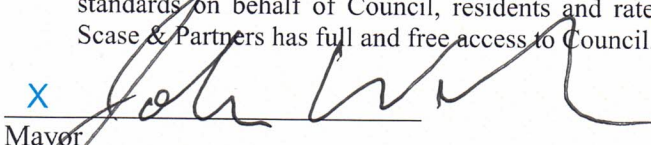
The consolidated financial statements have been prepared in compliance with legislation, and in accordance with Canadian public sector accounting standards (PSAS).

The Summer Village of Ghost Lake maintains systems of internal accounting and administrative controls that are designed to provide reasonable assurance that the financial information is relevant, reliable, and accurate and that the Summer Village of Ghost Lake' assets are properly accounted for and adequately safeguarded.

The elected Council of the Summer Village of Ghost Lake is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the consolidated financial statements.

The Council meets regularly with management to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, and to satisfy itself that each party is properly discharging its responsibilities. The Council also approves the engagement or re-appointment of the external auditors. The Council reviews the financial reports.

The consolidated financial statements have been audited by Scase & Partner Chartered Professional Accountants, the external auditors, in accordance with Canadian generally accepted auditing standards on behalf of Council, residents and ratepayers of the Summer Village of Ghost Lake. Scase & Partners has full and free access to Council.

X 

Mayor

X Sept 26 / 22

Date



SCASE & PARTNER
CHARTERED PROFESSIONAL ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF COUNCIL SUMMER VILLAGE OF GHOST LAKE

Opinion

We have audited the consolidated financial statements of the Summer Village of Ghost Lake, which comprise the consolidated statement of financial position for the year ended December 31, 2021 and the consolidated statements of operations, changes in net assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Summer Village of Ghost Lake as at December 31, 2021, the results of its operations, changes in its net financial assets (debt) 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 Consolidated Financial Statements section of our report. We are independent of the Summer Village of Ghost Lake in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate.

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

Management is responsible for the preparation and fair presentation of the consolidated 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 the consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Municipality'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 Summer Village or to cease operations, or has no realistic alternative but to do so.

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

Auditor's responsibility for the Audit of the Financial Statements

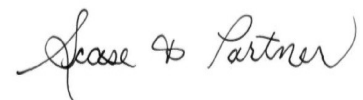
Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not 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 consolidated financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated 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 Summer Village's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Summer Village's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated 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 Summer Village to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Summer Village to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the Summer Village's audit. We remain solely responsible for our audit opinion.

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.

September 22, 2022
Calgary, Alberta



Chartered Professional Accountants

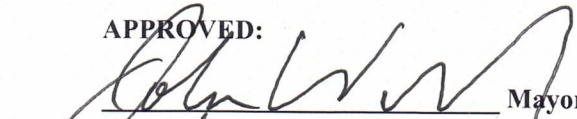
SUMMER VILLAGE OF GHOST LAKE

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

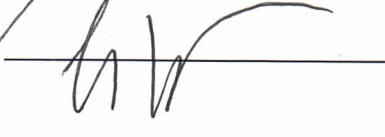
AS AT DECEMBER 31, 2021

	2021	2020
FINANCIAL ASSETS		
Cash and investments (Note)	\$ 536,243	\$ 530,591
Receivables (Note)		
Taxes and grants in lieu receivable	8,392	-
Trade and other receivables	63	63
Due from other governments (Note)	427,416	336,064
	972,114	866,718
LIABILITIES		
Accounts payable and accrued liabilities (Note)	33,267	15,001
Deposit liabilities (Note)	13,150	11,150
Deferred revenue (Note)	536,082	446,953
	582,499	473,104
NET FINANCIAL ASSETS (DEBT)	389,615	393,614
NON-FINANCIAL ASSETS		
Tangible capital assets (Note)	740,097	740,973
	740,097	740,973
ACCUMULATED SURPLUS (Schedule 1), (Note)	\$ 1,129,712	\$ 1,134,587

APPROVED:



Mayor



Councilor

The accompanying notes form an integral part of these financial statements

SUMMER VILLAGE OF GHOST LAKE

CONSOLIDATED STATEMENT OF OPERATIONS FOR THE YEAR ENDED DECEMBER 31, 2021 BUDGET

	(Unaudited)	2021	2020
REVENUE			
Net municipal taxes (Schedule 3)	\$ 101,354	\$ 94,067	\$ 99,542
User fees and sales	-	1,647	215
Penalties and costs of taxes	-	-	193
Government transfers (Schedule 4)	-	10,247	38,649
Investment income	501	616	1,450
Other	45,000	417	685
Net gain on sale of capital assets	-	-	3,245
	146,855	106,994	143,979
EXPENSES			
Legislative	3,738	1,434	2,347
Administration	49,542	47,492	50,245
Fire	29,155	22,848	26,222
Bylaws enforcement	-	-	2,909
Common service	-	654	654
Roads, streets, walks, lighting	31,183	31,094	27,618
Water supply and distribution	57	57	57
Wastewater treatment and disposal	97	97	97
Waste management	16,733	12,657	15,330
Subdivision land development	27,015	5,080	32,911
Parks and recreation	49,866	14,514	25,569
Culture	1,043	942	1,110
	208,429	136,869	185,069
(SHORTFALL) OF REVENUE OVER EXPENSES BEFORE OTHER			
	(61,574)	(29,875)	(41,090)
Government transfers for capital (Schedule 4)	-	25,000	-
(SHORTFALL) EXCESS OF REVENUE OVER EXPENSES			
	(61,574)	(4,875)	(41,090)
ACCUMULATED SURPLUS, beginning of year	1,134,587	1,134,587	1,175,677
ACCUMULATED SURPLUS, end of year	\$ 1,073,013	\$ 1,129,712	\$ 1,134,587

The accompanying notes form an integral part of these financial statements

SUMMER VILLAGE OF GHOST LAKE

CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS (DEBT)

FOR THE YEAR ENDED DECEMBER 31, 2021

	BUDGET (Unaudited)	2021	2020
EXCESS (SHORTFALL) OF REVENUES OVER EXPENSES	\$ (61,574)	\$ (4,875)	\$ (41,090)
Acquisition of tangible capital assets	(5,000)	(47,035)	-
Proceeds on disposal of tangible capital assets	-	-	8,119
Amortization of tangible capital assets	49,028	47,910	47,928
(Gain) loss on sale of tangible capital assets	-	-	(3,245)
	44,028	875	52,802
DECREASE (INCREASE) IN NET DEBT	(17,546)	(4,000)	11,712
NET FINANCIAL ASSETS, beginning of year	393,614	393,614	381,902
NET FINANCIAL ASSETS, end of year	\$ 376,068	\$ 389,614	\$ 393,614

The accompanying notes form an integral part of these financial statements

SUMMER VILLAGE OF GHOST LAKE

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2021

	2021	2020
NET INFLOW (OUTFLOW) OF CASH RELATED TO THE FOLLOWING ACTIVITIES:		
OPERATING		
(Shortfall) excess of revenues over expenses	\$ (4,875)	\$ (41,090)
Non-cash items included in excess (shortfall) of revenues over expenses:		
Amortization	47,910	47,928
(Gain) loss on disposal of tangible capital assets	-	(3,245)
Non-cash changes to operations (net change):		
Decrease (increase) in taxes and grants in place receivable	(8,393)	83
Decrease (increase) in due from government receivables	(91,352)	(103,708)
Increase (decrease) in accounts payable and accrued liabilities	18,268	(3,289)
Increase (decrease) in deposit liabilities	2,000	(2,600)
Increase (decrease) in deferred revenue	89,129	69,501
CASH PROVIDED BY OPERATING TRANSACTIONS	52,687	(36,420)
CAPITAL		
Sale (acquisition) of tangible capital assets	(47,035)	8,120
CASH APPLIED TO CAPITAL TRANSACTIONS	(47,035)	8,120
CHANGE IN CASH AND CASH EQUIVALENTS	5,652	(28,300)
CASH AND CASH EQUIVALENTS, beginning of year	530,591	558,891
CASH AND CASH EQUIVALENTS, end of year	\$ 536,243	\$ 530,591
CASH AND CASH EQUIVALENTS IS REPRESENTED BY:		
Cash and temporary investments (Note 2)	\$ 536,243	\$ 530,591

The accompanying notes form an integral part of these financial statements

SUMMER VILLAGE OF GHOST LAKE

SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS FOR THE YEAR ENDED DECEMBER 31, 2021

SCHEDULE 1

	Unrestricted Surplus	Restricted Surplus	Equity in Tangible Capital Assets	2021	2020
BALANCE , beginning of year	\$ 78,029	\$ 315,586	\$ 740,972	\$ 1,134,587	\$ 1,175,677
Excess (deficiency) of revenues over expenses	(4,875)	-	-	(4,875)	(41,090)
Current year funds used for tangible capital assets	(47,035)	-	47,035	-	-
Annual amortization expense	47,910	-	(47,910)	-	-
Change in accumulated surplus	(4,000)	-	(875)	(4,875)	(41,090)
BALANCE , end of year	\$ 74,029	\$ 315,586	\$ 740,097	\$ 1,129,712	\$ 1,134,587

SUMMER VILLAGE OF GHOST LAKE

SCHEDULE OF TANGIBLE CAPITAL ASSETS FOR THE YEAR ENDED DECEMBER 31, 2021

SCHEDULE 2

		LAND	LAND IMPROVEMENTS	BUILDINGS	ENGINEERED STRUCTURES ROADS AND STREETS	WATER SYSTEM	WASTE SYSTEM	MACHINERY AND EQUIPMENT	VEHICLES	2021	2020
COST:											
BALANCE, beginning of year	\$	36,970	\$ 130,766	\$ 430,298	\$ 595,781	\$ 4,298	\$ 7,284	\$ 26,748	\$ 17,522	\$ 1,249,667	\$ 1,266,873
Construction -in-progress	-	47,035	-	-	-	-	-	-	-	47,035	-
Disposal of tangible capital assets	-	-	-	-	-	-	-	-	-	-	(17,206)
BALANCE, end of year		36,970	177,801	430,298	595,781	4,298	7,284	26,748	17,522	1,296,702	1,249,667
ACCUMULATED AMORTIZATION:											
BALANCE, beginning of year	-	100,761	149,228	217,899	1,738	3,448	18,099	17,522	508,695	473,098	473,098
Annual amortization	-	2,608	16,964	27,284	57	97	900	-	47,910	47,928	47,928
Reverse amortization on disposals	-	-	-	-	-	-	-	-	-	-	(12,331)
BALANCE, end of year		103,369	166,192	245,183	1,795	3,545	18,999	17,522	556,605	508,695	508,695
NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS											
2021 NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS	\$	36,970	\$ 74,432	\$ 264,106	\$ 350,598	\$ 2,503	\$ 3,739	\$ 7,749	\$ -	\$ 740,097	\$ 740,972
2020 NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS											
2020 NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS	\$	36,970	\$ 30,005	\$ 281,069	\$ 377,882	\$ 2,560	\$ 3,836	\$ 8,649	\$ -	\$ 740,972	

SUMMER VILLAGE OF GHOST LAKE

SCHEDULE OF PROPERTY AND OTHER TAXES

FOR THE YEAR ENDED DECEMBER 31, 2021

SCHEDULE 3

	BUDGET (Unaudited)	2021	2020
TAXATION			
Real property taxes	\$ 223,641	\$ 224,157	\$ 217,224
Linear property taxes	364	381	346
Designated industrial	5	-	-
	<hr/> 224,010	<hr/> 224,538	<hr/> 217,570
REQUISITIONS			
Alberta School Foundation Fund	100,882	126,184	100,882
Designated industrial	4,628	-	-
Calgary RCSSD #1 School Board	17,146	4,287	17,146
	<hr/> 122,656	<hr/> 130,471	<hr/> 118,028
NET MUNICIPAL TAXES	<hr/> \$ 101,354	<hr/> \$ 94,067	<hr/> \$ 99,542

SUMMER VILLAGE OF GHOST LAKE

SCHEDULE OF GOVERNMENT TRANSFERS FOR THE YEAR ENDED DECEMBER 31, 2021

SCHEDULE 4

	BUDGET (Unaudited)	2021	2020
TRANSFERS FOR OPERATING:			
Provincial Government	\$ -	\$ 10,247	\$ 38,649
	-	10,247	38,649
TRANSFERS FOR CAPITAL:			
Provincial Government	-	25,000	-
Federal Government	-	-	-
	-	25,000	-
TOTAL GOVERNMENT TRANSFERS	\$ -	35,247	\$ 38,649

SUMMER VILLAGE OF GHOST LAKE

SCHEDULE OF CONSOLIDATED EXPENSES BY OBJECT FOR THE YEAR ENDED DECEMBER 31, 2021

SCHEDULE 5

	BUDGET (Unaudited)	2021	2020
CONSOLIDATED EXPENDITURES BY OBJECT			
Salaries, wages and benefits	\$ 6,719	\$ 5,015	\$ 6,905
Contracted and general services	149,741	74,836	111,303
Materials, goods and utilities	14,408	9,087	18,901
Bank charges and short-term interest	50	21	34
Amortization of tangible capital assets	49,028	47,910	47,928
(Gain) loss on disposal of tangible capital assets	-	-	(3,245)
	\$ 219,946	\$ 136,869	\$ 181,826

SUMMER VILLAGE OF GHOST LAKE

SCHEDULE OF SEGMENTED DISCLOSURE - REVENUES AND EXPENSES FOR THE YEAR ENDED DECEMBER 31, 2021

SCHEDULE 6

	General Government	Protective Services	Transportation Services	Planning and Development	Recreation and Culture	Environmental Services	Other	Total
REVENUE								
Net municipal taxes	\$ 94,067	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 94,067
Government transfers	7,172	-	-	28,075	-	-	-	35,247
User fees and sales of goods	225	-	-	-	1,422	-	-	1,647
Investment income	616	-	-	-	-	-	-	616
Contributed assets	-	-	-	-	-	-	-	-
Other revenues	417	-	-	-	-	-	-	417
	102,497	-	-	28,075	1,422	-	-	131,994
EXPENSES								
Contract and general services	47,260	2,760	-	5,080	7,079	12,657	-	74,836
Salaries and wages	1,575	-	-	-	3,440	-	-	5,015
Goods and supplies	116	2,894	3,811	-	2,267	-	-	9,088
Transfers to local boards	-	-	-	-	-	-	-	-
Other expenses	21	-	-	-	-	-	-	21
	48,972	5,654	3,811	5,080	12,786	12,657	-	88,960
NET REVENUE BEFORE AMORTIZATION								
Amortization Expense	53,525	(5,654)	(3,811)	22,995	(11,364)	(12,657)	-	43,034
Amortization Expense	26	17,123	27,937	-	2,669	154	-	47,909
NET REVENUE	\$ 53,499	\$ (22,777)	\$ (31,748)	\$ 22,995	\$ (14,033)	\$ (12,811)	\$ -	\$ (4,875)

SUMMER VILLAGE OF GHOST LAKE

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the Summer Village of Ghost Lake are the representations of management prepared in accordance with Canadian public sector accounting standards for local governments established by the Public Sector Accounting Board of the Canada. Significant aspects of the accounting policies adopted by the Village are as follows:

(a) Reporting Entity

The consolidated financial statements reflect the assets, liabilities, revenues and expenditures, changes in fund balances and change in financial position of the reporting entity. This entity is comprised of the municipal operations plus all of the organizations that are owned or controlled by the summer village and are therefore, accountable to the summer village council for the administration of their financial affairs and resources.

The schedule of taxes levied also includes requisitions for education, health, social and other external organization that are not part of the municipal reporting entity.

The statements exclude trust assets that are administered for the benefit of external parties.

(b) Basis of accounting

The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenue as it is earned and measurable. Expenses are recognized as they are incurred and measurable based upon receipt of goods or services and/or the legal obligation to pay.

Funds from external parties and earnings thereon restricted by agreement or legislation are accounted for as deferred revenue until used for the purpose specified.

Government transfers, contributions, and other amounts are received from third parties pursuant to legislation, regulation, or agreement and may only be used for certain programs, in the completion of specific work, or for the purchase of tangible capital assets. In addition, 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, services performed or the tangible capital assets are acquired.

(c) 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 in the financial statements as revenue in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amounts can be determined.

SUMMER VILLAGE OF GHOST LAKE

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES, continued

(d) Investments

Investments are recorded at cost. Investment premiums and discounts are amortized on the net present value basis over the term of the respective investments. When there has been a loss in value that is other than a temporary decline, the respective investment is written down to recognize the loss.

(e) Non-Financial Assets

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the normal course of operations. The change in non-financial assets during the year, together with the excess of revenues over expenses, provides the Consolidated Change in Net Financial Assets (Debt) for the year.

i. Tangible Capital Assets

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the assets. The cost, less residual value of the tangible capital assets is amortized on a straight-line basis over the estimated useful life as follows:

Buildings	25-50 years
Land Improvements	15-25 years
Engineered Structures	10-45 years
Equipment	5-30 years
Vehicles	10-25 years

Assets under construction are not amortized until the assets are available for productive use.

ii. Contributions of Tangible Capital Assets

Tangible capital assets received as contributions are recorded at fair value at the date of receipt and also are recorded as revenue.

iii. Leases

Leases are classified a capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to ownership of property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expenses.

iv. Inventories

Inventories held for consumption are recorded at the lower of cost and replacement cost.

v. Cultural and Historical Tangible Capital Assets

Work of art for display are not recorded as tangible capital assets but are disclosed.

SUMMER VILLAGE OF GHOST LAKE

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES, continued

(f) Tax revenue

Tax revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred. School requisitions operate as a flow through and are excluded from municipal revenue.

(g) Reserves for Future Expenditures

Reserves are established at the discretion of council to set aside funds for future operating and capital expenditures. Transfers to and/or from reserves are reflected as an adjustment to the applicable fund.

(h) Use of Estimates

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the period. Where measurement uncertainty exists, the financial statements have been prepared within reasonable limits of materiality. Actual results could differ from those estimates.

(i) Fund Accounting

Management funds consist of the operating, capital and reserve funds. Transfers between funds are recorded as adjustments to the appropriate equity account. Capital fund debt principal and interest payments are recorded as operating fund expenditures. Proceeds from sales of land held for resale are recorded as operating fund revenue.

(j) Requisition Over-levies and Under-levies

Over-levies and under-levies arise from the difference between the actual property tax levy made to cover each requisition and the actual amount requisitioned.

If the actual levy exceeds the requisition, the over-levy is accrued as a liability and property tax revenue is reduced. Where the actual levy is less than the requisition amount, the under-levy is accrued as a receivable and as property tax revenue.

Requisition tax rates in the subsequent year are adjusted for any over-levies or under-levies of the prior year.

(k) Financial Instruments

The financial instruments consist of cash, temporary instruments, accounts receivable and accounts payable, deposit and accrued liabilities.

SUMMER VILLAGE OF GHOST LAKE

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

2. CASH AND TEMPORARY INVESTMENTS

Cash and temporary investments

	<u>2021</u>	<u>2020</u>
Cash	\$ <u>536,243</u>	\$ <u>530,591</u>
	<u>2021</u>	<u>2020</u>
<u>Restricted cash</u>		
Restricted surplus	\$ 315,586	\$ 315,586
Deferred revenue	123,511	122,198
Deposits and other amounts	<u>13,150</u>	<u>11,150</u>
	452,247	448,934
<u>Unrestricted</u>	<u>83,996</u>	<u>81,657</u>
<u>Total</u>	<u>\$ 536,243</u>	<u>\$ 530,591</u>

The municipality maintains its cash in a bank account and there were no investments at year end in GIC's or term deposits.

3. RECEIVABLES

	<u>2021</u>	<u>2020</u>
Property taxes		
Current property taxes	\$ <u>8,392</u>	\$ <u>-</u>
Other		
GST	14,845	11,309
Grants	<u>412,571</u>	<u>324,755</u>
	<u>427,416</u>	<u>336,064</u>
Trade and other receivables	<u>63</u>	<u>63</u>
Total receivables	<u>\$ 435,871</u>	<u>\$ 336,127</u>

SUMMER VILLAGE OF GHOST LAKE

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

4. TANGIBLE CAPITAL ASSETS

	NET BOOK VALUE	2021	2020
Land		\$ 36,970	\$ 36,970
Buildings		264,106	281,070
Land Improvements		74,432	30,005
Engineered Structures			
Roadway system		350,598	377,882
Storm drainage		3,739	3,836
Water distribution system		2,503	2,560
Machinery and equipment		<u>7,749</u>	<u>8,650</u>
		<u>\$ 740,097</u>	<u>\$ 740,973</u>

5. ACCOUNTS PAYABLE AND DEFERRED REVENUE

	2021	2020
Accounts payable and accrued liabilities	\$ 33,070	\$ 12,914
Tax surplus	198	2,085
Deferred revenue	536,082	446,953
Development Deposits	<u>13,150</u>	<u>11,150</u>
	<u>\$ 582,500</u>	<u>\$ 473,102</u>
Deferred revenue consists of:		
CCBF	\$ 57,297	\$ 37,775
MSI Capital	446,395	373,887
ACP - GIS Collaboration Grant	10,789	10,614
ACP - IDP/ICF Collaboration Grant	<u>21,601</u>	<u>24,677</u>
	<u>\$ 536,082</u>	<u>\$ 446,953</u>

Municipality Sustainability Capital Funding

The deferred MSI Capital grant includes the allocations from 2017 to 2021 year, but no advance has been received except 50% portion of 2017 MSI grant. A portion of the 2017 grant \$5,168 was allocated to the upgrading of the water supply in the community services building.

The Summer Village has used \$25,000 in 2021 on the Golf Green Project.

SUMMER VILLAGE OF GHOST LAKE

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

5. ACCOUNTS PAYABLE AND DEFERRED REVENUE, continued

Canada Community Building Fund

The Federal Gas Tax Fund has been renamed as Canada Community Building Fund (CCBF) in 2021 by the Alberta Government. In 2020 none of the CCBF was allocated to any capital project. There are no projects open currently. The remainder of the 2018 allocation \$8,738, the entire 2019 allocation \$19,267, 2020 allocation \$9,691 and 2021 allocation \$19,601 remain unallocated.

Alberta Community Partnership Grant

The ACP GIS Grant was closed in 2020. The entire grant was not used. The unused portion including Investment income is \$10,789 will be paid back to the Alberta Municipal Affairs.

Alberta Community Partnership Grant- IDP/ICF Collaboration Grant

The Unused portion of the grant \$21,601 will be refunded to the funder.

6. SALARY AND BENEFITS DISCLOSURE

Disclosure of salaries and benefits for elected municipal officials the chief administrative officer and designated officers as required by Alberta Regulation 313-2000 is as follows:

	2021			2020
	Salary (1)	Benefits and Allowances (2)	Total	Total
Councilor Warren Wilson	\$ -	\$ -	\$ -	\$ 500
Councilor John Walsh	\$ 500	\$ -	\$ 500	\$ 500
Councilor Karen Foudy	\$ 250	\$ -	\$ 250	\$ -
Councilor Robyn Carrier	\$ -	\$ -	\$ -	\$ 500
Councilor Carey Fougere	\$ 250	\$ -	\$ 250	\$ -
Chief Administrative Officer	\$ 26,401	\$ 891	\$ 27,292	\$ 28,841

- (1) Salary includes regular base pay, bonuses, overtime, lump sum payments, gross honoraria, and any other direct cash remuneration.
- (2) Employer's share of all employee benefits and contributions or payments made on behalf of employees including pension, health care, dental coverage, vision coverage, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans, professional memberships and tuition.
- (3) Benefits and allowance figures also include the employer's share of the costs of additional taxable benefits including special leave with pay, financial planning services, retirement services, concession loans, travel allowances, car allowances and club memberships.

SUMMER VILLAGE OF GHOST LAKE

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2021

7. DEBT LIMITS

Section 276(2) of the Municipal Government Act requires that debt and debt limits as defined by Alberta Regulation 255/00 for the Summer Village of Ghost Lake be disclosed as follows:

	<u>2021</u>	<u>2020</u>
Total debt limit	\$ 160,488	\$ 215,969
Total debt	-	-
Amount of debt limit (exceeded) unused	<u>\$ 160,488</u>	<u>\$ 215,969</u>
Debt servicing limit	\$ 26,748	\$ 35,995
Debt servicing	-	-
Amount of debt servicing limit (exceeded) unused	<u>\$ 26,748</u>	<u>\$ 35,995</u>

The debt limit is calculated as 1.5 times revenue of the municipality (as defined in Alberta Regulation 255/00) and the debt service limit is calculated at 0.25 times such revenue. Incurring debt beyond these limitations requires approval by the Minister of Municipal Affairs. These thresholds are guidelines used by Alberta Municipal Affairs to identify municipalities that could bear financial risk if further debt is acquired. The calculation taken alone does not represent the financial stability of the municipality. Rather, the financial statements must be interpreted as a whole.

8. EQUITY IN TANGIBLE CAPITAL ASSETS

	<u>2021</u>	<u>2020</u>
Tangible capital assets (Schedule 2)	\$ 1,296,702	\$ 1,249,667
Accumulated amortization (Schedule 2)	<u>(556,605)</u>	<u>(508,695)</u>
Net book value	740,097	740,972
Long-term debt (Note 6)	<u>-</u>	<u>-</u>
	<u>\$ 740,097</u>	<u>\$ 740,972</u>

9. ACCUMULATED SURPLUS

Accumulated surplus consists of restricted and unrestricted amounts and equity in tangible capital assets as follows:

	<u>2021</u>	<u>2020</u>
Unrestricted surplus (Schedule 1)	\$ 74,029	\$ 78,029
Restricted surplus (Schedule 1)	315,586	315,586
Equity in TCAs (Schedule 1)	<u>740,097</u>	<u>740,972</u>
	<u>\$ 1,129,712</u>	<u>\$ 1,134,587</u>

SUMMER VILLAGE OF GHOST LAKE

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

10. CONTINGENCIES

The Summer Village of Ghost Lake is a member of the Alberta Municipal Insurance Exchange (MUNIX). Under the terms of membership, the Summer Village of Ghost Lake could become liable for its proportionate share of any claim losses in excess of the funds held by the exchange. Any liability incurred would be accounted for as a current transaction in the year the losses are determined.

11. FINANCIAL INSTRUMENTS

The Summer Village's financial instruments consist of cash and temporary investments, accounts receivable, accounts payable, deposit liabilities and accrued liabilities. It is management's opinion that the village is not exposed to significant interest or currency risk arising from these financial instruments.

Financial instruments that are measured at fair value are investments that are actively traded on an exchange. Unrealized gains and losses are measured at the reporting date in the consolidated statement of operations.

The Summer Village is subject to credit risk with respect to taxes and grants in place of taxes receivable and trade and other receivables. Credit risk arises from the possibility that taxpayers and entities to which the village provides services may experience financial difficulty and be unable to fulfil their obligations. The large number and diversity of taxpayers and customers minimize the credit risk.

Unless otherwise noted, the reported value of these financial instruments approximate their fair value.

12. SEGMENTED DISCLOSURE

The Summer Village of Ghost Lake provides a range of services to its ratepayers. For each reported segment, revenues and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis.

The accounting policies used in these segments are consistent with those followed in the preparation of the financial statements as disclosed in Note 1.

13. ROUNDING IN THE FINANCIAL STATEMENTS

Certain balances in the consolidated financial statements may vary due to formula rounding.

14. APPROVAL OF FINANCIAL STATEMENTS

Council and Management have approved these financial statements.