

Village of Christopher Lake
CONSOLIDATED FINANCIAL STATEMENTS
Year Ended December 31, 2023

Village of Christopher Lake

Christopher Lake, Saskatchewan

December 31, 2023

Table of Contents

	Page
Management's Responsibility	1
Independent Auditors' Report	2-3
Consolidated Statement of Financial Position	4
Consolidated Statement of Operations	5
Consolidated Statement of Change in Net Financial Assets	6
Consolidated Statement of Cash Flow	7
Notes to Consolidated Financial Statements	8-18
Consolidated Schedule of Taxes and Other Unconditional Revenue	19
Consolidated Schedule of Operating and Capital Revenue by Function	20-21
Consolidated Schedule of Total Expenses by Function	22-23
Consolidated Schedule of Segment Disclosure by Function	24-25
Consolidated Schedule of Tangible Capital Assets by Object	26
Consolidated Schedule of Tangible Capital Assets by Function	27
Consolidated Schedule of Accumulated Surplus	28
Schedule of Mill Rates and Assessments	29
Schedule of Council Remuneration	30

Management's Responsibility

The municipality's management is responsible for the preparation and presentation of the accompanying consolidated 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 is required.

In discharging its responsibilities for the integrity and fair presentation of the consolidated 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 consolidated 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 management and discussing relevant matters with external auditors. The council is also responsible for recommending the appointment of the municipality's external auditors.

Baker Tilly SK LLP, an independent firm of chartered professional accountants, is appointed by the council to audit the consolidated 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 management to discuss their audit findings.

Mayor

Administrator



Independent Auditors' Report

To the Council
Village of Christopher Lake

Opinion

We have audited the consolidated financial statements of Village of Christopher Lake, (the municipality), which comprise the consolidated Statement of Financial Position as at December 31, 2023 and the consolidated Statements of Operations, Change in Net Financial Assets and Cash Flow for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the municipality as at December 31, 2023, and results of its operations and its consolidated cash flow 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 Auditors' Responsibilities for the Audit of the consolidated financial statements section of our report. We are independent of the municipality in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter

The consolidated financial statements of Village of Christopher Lake for the year ended December 31, 2022 were audited by another auditor who expressed an unmodified opinion on those statements on July 20, 2023.

Responsibilities of Management and Those Charged with Governance for the Consolidated 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 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 municipality or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is responsible for overseeing the municipality's financial reporting process.

Auditors' Responsibilities for the Audit of the Consolidated 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 auditors' 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.

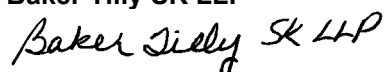
As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- 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 municipality'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 municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the municipality 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 municipality to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group 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.

Saskatoon, SK
April 19, 2024

Baker Tilly SK LLP



Village of Christopher Lake

Christopher Lake, Saskatchewan

Statement 1

Consolidated Statement of Financial Position as at December 31, 2023

	2023	2022 (Note 11)
Assets		
Financial Assets		
Cash and cash equivalents - note 2	291,540	262,894
Taxes receivable - municipal - note 3	48,458	29,139
Other accounts receivable - note 4	13,179	9,890
Total Financial Assets	<u>353,177</u>	<u>301,923</u>
Liabilities		
Accounts payable - note 5	26,277	36,968
Deferred revenue - note 6	58,598	84,774
Long-term debt - note 7	172,568	290,989
Total Liabilities	<u>257,443</u>	<u>412,731</u>
Net Financial Assets	<u>95,734</u>	<u>(110,808)</u>
Non-Financial Assets		
Tangible capital assets - schedules 6 and 7	1,578,423	1,551,085
Prepayments and deferred charges	318	34
Total Non-Financial Assets	<u>1,578,741</u>	<u>1,551,119</u>
Accumulated Surplus Excluding Remeasurement Gains		
- schedule 8	<u>\$ 1,674,475</u>	<u>\$ 1,440,311</u>

Approved on behalf of the council:

Mayor

Councillor

*The notes to financial statements are an integral
part of these financial statements.*

Village of Christopher Lake
Consolidated Statement of Operations
For the year ended December 31, 2023

Statement 2

	2023 Budget (Note 1(s))	2023 Actual	2022 Actual (Note 11)
Revenues			
Tax revenue - schedule 1	525,800	524,238	455,467
Fees and charges - schedules 4 and 5	95,230	91,106	116,239
Conditional grants - schedules 4 and 5	2,000	17,730	142,478
Tangible capital asset sales - gain (loss) - schedules 4 and 5		1,195	
Land sales - gain - schedules 4 and 5		48,953	
Investment income - schedules 4 and 5	8,000	9,139	2,467
Other revenues - schedules 4 and 5		90,481	
Provincial/federal capital grants and contributions - schedules 4 and 5	19,470		11,849
Total Revenues	<u>650,500</u>	<u>782,842</u>	<u>728,500</u>
Expenses - schedule 3			
General government services	369,700	312,744	303,340
Protective services	42,100	42,093	40,595
Transportation services	105,600	82,638	81,116
Environmental and public health services	65,840	65,716	59,784
Planning and development services	11,410	3,057	4,450
Recreation and cultural services	52,310	38,887	25,836
Utilities services	3,540	3,543	1,217
Total Expenses	<u>650,500</u>	<u>548,678</u>	<u>516,338</u>
Surplus of Revenue over Expenses	0	234,164	212,162
Accumulated Surplus Excluding Remeasurement Gains, Beginning of Year	<u>1,440,311</u>	<u>1,440,311</u>	<u>1,228,149</u>
Accumulated Surplus Excluding Remeasurement Gains, End of Year	<u>\$ 1,440,311</u>	<u>\$ 1,674,475</u>	<u>\$ 1,440,311</u>

*The notes to financial statements are an integral
part of these financial statements.*

Village of Christopher Lake
Consolidated Statement of Change in Net Financial Assets
For the year ended December 31, 2023

Statement 3

	2023 Budget (Note 1(s))	2023 Actual	2022 Actual (Note 11)
Surplus	<u>0</u>	<u>234,164</u>	<u>212,162</u>
(Acquisition) of tangible capital assets		(114,574)	(379,410)
Amortization of tangible capital assets		68,431	49,861
Proceeds on disposal of tangible capital assets		20,000	
Loss (gain) on the disposal of tangible capital assets		<u>(1,195)</u>	
Surplus (Deficit) of Capital Expenses over Expenditures	<u>0</u>	<u>(27,338)</u>	<u>(329,549)</u>
(Acquisition) of prepaid expense		(318)	(33)
(Acquisition)/use of prepaid expense		<u>34</u>	<u>1,076</u>
Surplus (Deficit) of Expenses of Other Non-Financial over Expenditures	<u>0</u>	<u>(284)</u>	<u>1,043</u>
Increase (Decrease) in Net Financial Assets	<u>0</u>	<u>206,542</u>	<u>(116,344)</u>
Net Financial Assets, beginning of year	<u>(110,808)</u>	<u>(110,808)</u>	<u>5,536</u>
Net Financial Assets, End of Year	<u><u>\$(110,808)</u></u>	<u><u>\$ 95,734</u></u>	<u><u>\$(110,808)</u></u>

*The notes to financial statements are an integral
part of these financial statements.*

Village of Christopher Lake
Consolidated Statement of Cash Flow
For the year ended December 31, 2023

Statement 4

	2023	2022 (Note 11)
Cash Provided by (used for) the Following Activities		
Operating:		
Surplus	234,164	212,162
Amortization	68,431	49,861
Loss (gain) on disposal of tangible capital assets	(1,195)	
	<u>301,400</u>	<u>262,023</u>
Change in Assets/Liabilities		
Taxes receivable - municipal	(19,320)	3,427
Other receivables	(3,288)	12,600
Accounts payable	(4,231)	45,908
Deferred revenue	(32,636)	56,911
Prepayments and deferred charges	(284)	1,042
Cash Provided by Operating Transactions	<u>241,641</u>	<u>381,911</u>
Capital:		
Acquisition of capital assets	(114,574)	(379,410)
Proceeds on sale of tangible capital assets	20,000	
Cash Applied to Capital Transactions	<u>(94,574)</u>	<u>(379,410)</u>
Financing:		
Proceeds from debt issued		80,000
Debt repayment	(118,421)	(43,323)
Cash Provided by (Applied to) Financing Transactions	<u>(118,421)</u>	<u>36,677</u>
Change in Cash and Cash Equivalents During the Year	28,646	39,178
Cash and cash equivalents, beginning of year	<u>262,894</u>	<u>223,716</u>
Cash and Cash Equivalents, End of Year	<u>\$ 291,540</u>	<u>\$ 262,894</u>

*The notes to financial statements are an integral
part of these financial statements.*

Village of Christopher Lake
Notes to Consolidated Financial Statements
For the year ended December 31, 2023

1. Significant Accounting Policies

The consolidated 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 are as follows:

(a) Basis of accounting

The consolidated 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 consolidated financial statements consolidate 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 consolidated financial statements are as follows:

Entity	Basis of Recording
Lakeland Recreation Board	Proportionate consolidation

All inter-organizational transactions and balances have been eliminated.

(c) Collection of funds for other authorities

Collection of funds by the municipality 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 .

(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 are 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:

- (i) the transfers are authorized;
- (ii) any eligibility criteria have been met; and
- (iii) a reasonable estimate of the amount can be made.

Unearned government transfer amounts received will be recorded as deferred revenue until eligibility criteria or stipulations are met.

Earned government transfer amounts not received will be recorded as an amount receivable.

Government transfers to individuals and other entities are recognized as an expense when the transfers are authorized and all eligibility criteria have been met.

Village of Christopher Lake
Notes to Consolidated Financial Statements
For the year ended December 31, 2023

1. Significant Accounting Policies - continued

(e) Other (non-government transfer) contributions

Unrestricted contributions are recognized as revenue in the year received or in the year the funds are committed to the municipality if the amount can be reasonably estimated and collection is reasonably assured. Externally-restricted contributions are contributions for which the contributor has placed restrictions on the use of the resources. Externally-restricted contributions are deferred until the resources are used for the purpose specified, at which time the contributions are recognized as revenue. In-kind contributions are recorded at their fair value when they are received.

(f) 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.

(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) 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) Financial instruments

Derivative and equity instruments that are quoted in an active market are carried at fair value. All other financial instruments are measured at cost/amortized cost; financial assets measured at amortized cost are recognized initially net of transaction costs with interest income recognized using the effective interest rate method. Impairment losses are recognized in the statement of operations when there is an other than temporary decline in value.

Interest and dividends attributable to financial instruments are reported in the statement of operations. Unrealized gains and losses are recognized in the statement of remeasurement gains and losses. When the investment is disposed of, the accumulated gains or losses are reclassified to the statement of operations.

Village of Christopher Lake
Notes to Consolidated Financial Statements
For the year ended December 31, 2023

1. Significant Accounting Policies - continued

(j) Financial instruments - continued

Long-term debt: Long-term debt is initially recognized net of premiums, discounts, and transaction costs and is measured at amortized cost with interest expense recognized using the effective interest rate method.

Long-term receivables: Receivables with terms longer than one year have been classified as other long-term receivables.

Measurement of Financial Instruments:

The municipalities financial assets and liabilities are measured as follows:

Financial statement line item	
Cash and cash equivalents	Cost/Amortized cost
Accounts receivable	Cost/Amortized cost
Accounts payable and accrued liabilities	Cost/Amortized cost
Long-term debt	Cost/Amortized cost

(k) 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 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 in schedule 6. 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 municipality's tangible capital asset useful lives are estimated as follows:

General Assets	
Land	Indefinite
Land improvements	5-20 years
Buildings	10-50 years
Vehicles	5-10 years
Machinery and equipment	5-10 years
Infrastructure Assets	
Paving, sidewalks and roadways	30-75 years

Village of Christopher Lake
Notes to Consolidated Financial Statements
For the year ended December 31, 2023

1. Significant Accounting Policies - continued

(l) 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.

(m) Works of art

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.

(n) Capitalization of interest

The municipality does not capitalize interest incurred while a tangible capital asset is under construction.

(o) 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.

(p) Employee benefit plans

Contributions to the municipality's multi-employer defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the municipality's obligations are limited to their contributions.

(q) 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. Penalties on overdue taxes are recorded in the period levied.

Utility revenue is recognized in the period in which the service has been provided.

All other revenue is recorded when received, or receivable, collection is likely, and the amount can be reasonably determined.

Village of Christopher Lake
Notes to Consolidated Financial Statements
For the year ended December 31, 2023

1. Significant Accounting Policies - continued

(r) Measurement uncertainty

The preparation of consolidated 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 consolidated financial statements, and the reported amounts of revenue and expenditures during the period. Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

Measurement uncertainty impacts the following consolidated financial statement areas:

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.

The liability associated with asset retirement obligations are measured with reference to the best estimate of the amount required to ultimately remediate the liability at the consolidated financial statement date, the discount rate and inflation.

Measurement financial instruments at fair value and recognition and measurement of impairment of financial instruments requires the use of significant management estimates.

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) Budget information

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on March 16, 2023.

Village of Christopher Lake
Notes to Consolidated Financial Statements
For the year ended December 31, 2023

1. Significant Accounting Policies - continued

(t) Asset retirement obligation

Asset retirement obligations represent the legal obligations associated with the retirement of a tangible capital asset that result from its acquisition, construction, development or normal use. The tangible assets include but are not limited to assets in productive use, assets no longer in productive use and leased tangible capital assets.

The liability associated with an asset retirement obligation is measured with reference to the best estimate of the amount required to ultimately remediate the liability at the financial statement date to the extent that all recognition criteria are met. Asset retirement obligations are only recognized when there is a legal obligation for the municipality to incur costs in relation to a specific TCA, when the past transaction or event causing the liability has already occurred, when economic benefits will need to be given up in order to remediate the liability and when a reasonable estimate of such amount can be made. The best estimate of the liability includes all costs directly attributable to the remediation of the asset retirement obligation, based on the most reliable information that is available as at the applicable reporting date. Where cash flows are expected over future periods, the liability is recognized using a present value technique.

When a liability for an asset retirement obligation is initially recognized, a corresponding adjustment to the related tangible capital asset is also recognized. Through the passage of time in subsequent reporting periods, the carrying value of the liability is adjusted to reflect accretion expenses incurred in the current period. This expense ensures that the time value of money is considered when recognizing outstanding liabilities at each reporting date. The capitalized asset retirement cost within tangible capital assets is also simultaneously depreciated on the same basis as the underlying asset to which it relates.

At remediation, the municipality derecognizes the liability that was established. In some circumstances, gains or losses may be incurred upon settlement related to the ongoing measurement of the liability and corresponding estimates that were made and are recognized in the statement of operations.

(u) New standards and amendments to standards

Effective for fiscal years beginning on or after April 1, 2023:

PS 3160, Public Private Partnerships, a new standard establishing guidance on how to account for and report on partnerships between public and private sector entities. Specifically, those in which the entity in the public sector procures infrastructure in conjunction with a private sector entity. In these scenarios, the private sector entity must have obligations to design, build, acquire or improve existing infrastructure. Furthermore, they must also finance the transaction past the point in which the asset is initially ready for use along with operating and/or maintaining such on an ongoing basis. The standard applies to 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 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 standard is mandatory for fiscal years beginning on or after April 1, 2023. Earlier adoption is permitted. The standard may be adopted retroactively or prospectively.

Village of Christopher Lake
Notes to Consolidated Financial Statements
For the year ended December 31, 2023

1. Significant Accounting Policies - continued

(u) New standards and amendments to standards - continued

PSG-8, Purchased Intangibles, provides guidance on accounting for and reporting on purchased intangibles. It provides clarity on the recognition criteria, along with instances of assets that would not meet the definition of such. The standard may be adopted retroactively or prospectively.

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

New accounting policies adopted during the year

PS 3450, Financial Instruments, a new standard establishing guidance on the recognition, measurement, presentation and disclosure of financial instruments, including derivatives. The 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 of 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 extend of risks arising from financial instruments and clarification is given for the de-recognition of financial liabilities.

These measurements are to be applied prospectively with any difference between the fair value and the prior carrying value being recognized as an adjustment to accumulated remeasurement gains and losses at the beginning of the fiscal year. This standard was adopted in conjunction with PS 1201 – Financial Statement Presentation, PS 2601 – Foreign Currency Translation and PS 3041 – Portfolio Investments.

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 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 actives 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.

Information presented for comparative purposes should be restated unless the necessary financial data is not reasonably determinable.

(v) Basis of segmentation/segment report

The municipality follows 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.

Village of Christopher Lake
Notes to Consolidated Financial Statements
For the year ended December 31, 2023

1. Significant Accounting Policies - continued

(v) Basis of segmentation/segment report - continued

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 neighbourhood development and sustainability.

Recreation and culture: 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.

	2023	2022
2. Cash and Cash Equivalents		
Cash	\$ 291,540	\$ 262,894

Cash and cash equivalents include balances with banks, term deposits, marketable securities and short-term investments with maturities of one year or less.

	2023	2022
3. Taxes and Grants In Lieu Receivable		
Municipal - current	49,771	11,806
Municipal - arrears	(313)	18,333
	49,458	30,139
Less: Allowance for uncollectibles	1,000	1,000
Total municipal taxes receivable	48,458	29,139
School - current	3,604	769
School - arrears	307	108
Total school taxes receivable	3,911	877
Total taxes and grants in lieu receivable	52,369	30,016
Less: Taxes receivable to be collected on behalf of other organizations	3,911	877
Municipal and Grants In Lieu Taxes Receivable	\$ 48,458	\$ 29,139

Village of Christopher Lake
Notes to Consolidated Financial Statements
For the year ended December 31, 2023

	2023	2022
4. Other Accounts Receivable		
Federal government	6,596	5,180
Trade	<u>6,583</u>	<u>4,710</u>
Net Other Accounts Receivable	<u>\$ 13,179</u>	<u>\$ 9,890</u>

5. Accounts Payable

Accounts payable are comprised of the following items:

Accounts payable	8,318	6,817
Due to school	<u>17,959</u>	<u>30,151</u>
	<u>\$ 26,277</u>	<u>\$ 36,968</u>

6. Deferred Revenue

	Balance, Beginning of Year	Less Amount Recognized	Plus Amount Received	Balance, End of Year
Canada Community Building Fund	8,993		19,479	28,472
Prepaid taxes	14,351	14,351	20,811	20,811
Rink donation	58,830	51,565		7,265
Deposits	<u>2,600</u>	<u>1,800</u>	<u>1,250</u>	<u>2,050</u>
	<u>\$ 84,774</u>	<u>\$ 67,716</u>	<u>\$ 41,540</u>	<u>\$ 58,598</u>

7. Long-Term Debt

The debt limit of the municipality for 2024 is \$577,303. 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)).

- (a) Bank loan is repayable with blended monthly payments of \$950 principal and interest weekly. The loan bears interest at a rate of 6.29%. The loan matures in 2026. The bank loan is secured by a general assignment of property taxes receivable. The bank loans are secured by a general security agreement.

Future principal repayments are estimated as follows:

	Principal	Interest	2023 Total	2022 Principal
2023				118,421
2024	37,077	9,723	46,800	37,077
2025	39,482	7,318	46,800	39,482
2026	<u>96,009</u>	<u>3,972</u>	<u>99,981</u>	<u>96,009</u>
	<u>\$ 172,568</u>	<u>\$ 21,013</u>	<u>\$ 193,581</u>	<u>\$ 290,989</u>

Village of Christopher Lake
Notes to Consolidated Financial Statements
For the year ended December 31, 2023

8. Pension Plan

The municipality is an employer member of the Municipal Employee 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 of benefits. 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.

For further information of the amount of MEPP deficiency/surplus information see:
<https://mepp.peba.ca/fund-information/plan-reporting>

All contributions by employees are matched equally by the employer. The contribution rates were updated on July 1, 2018. Employee contribution rates in effect for the year are as follows:

	2023	2022
General members	9.00 %	9.00 %
Designated members	12.50 %	12.50 %

Contributions to the plan during the year were as follows:

Benefit expense	\$ 7,634	\$ 9,348
-----------------	----------	----------

As per the most recently audited financial statements dated March 17, 2023, the plan surplus is \$1,021,301.

9. Statement of Remeasurement Gains and Losses

There are no remeasurement gains or losses during the periods presented, therefore no statement of remeasurement gains or losses has been included in these financial statements.

10. Risk Management

Through its financial assets and liabilities, the municipality is exposed to various risks.

Credit Risk

Credit risk is the risk that one party to a financial instrument will fail to discharge their responsibilities with respect to the financial instrument, and in so doing, cause a loss for the other party. The financial instruments that potentially subject the municipality to credit risk consist of taxes receivable and other accounts receivable.

The municipalities maximum exposure to credit risk as at December 31, is as follows:

	2023
Taxes receivable	48,458
Other accounts receivable	13,179
	<u>61,637</u>
	<u>\$ 61,637</u>

Village of Christopher Lake
Notes to Consolidated Financial Statements
For the year ended December 31, 2023

10. Maximum credit risk exposure

The municipality has mitigated its exposure to credit risk on financial instruments through the ability to pursue tax enforcement under The Municipalities Act.

Liquidity risk

Liquidity risk is the risk that the entity will encounter difficulty in meeting financial obligations as they fall due. The municipality undertakes regular cash flow analyses to ensure that there are sufficient cash resources to meet all obligations. It is management's opinion that the municipality is not exposed to any significant liquidity risk.

Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency and other price risk. It is management's opinion that the municipality is not exposed to any significant market risk

11. Comparative Figures

Certain comparative figures have been reclassified to conform with the current year presentation.

The financial statements for 2022, which were presented for comparative purposes, were audited by accountants other than Baker Tilly SK LLP on July 20, 2023.

Village of Christopher Lake
Consolidated Schedule of Taxes and Other Unconditional Revenue
For the year ended December 31, 2023

Schedule 1

	2023 Budget (Note 1(s))	2023 Actual	2022 Actual (Note 11)
Taxes			
General municipal tax levy	411,680	411,686	357,881
Abatements and adjustments	(11,270)	(12,040)	(7,550)
Discount on current year taxes	(13,070)	(13,069)	(12,438)
Net municipal taxes	<u>387,340</u>	<u>386,577</u>	<u>337,893</u>
Trailer license fees	18,000	13,428	10,779
Penalties on tax arrears	<u>14,530</u>	<u>15,487</u>	<u>9,656</u>
Total Taxes	<u>419,870</u>	<u>415,492</u>	<u>358,328</u>
Unconditional Grants			
Equalization (revenue sharing)	<u>74,980</u>	<u>74,989</u>	<u>66,260</u>
Total Unconditional Grants	<u>74,980</u>	<u>74,989</u>	<u>66,260</u>
Grants In Lieu of Taxes			
Provincial			
Sask. Energy Gas	7,950	9,290	8,882
SaskTel	1,000	1,426	1,000
S.P.C. surcharge	<u>22,000</u>	<u>23,041</u>	<u>20,997</u>
Total Grants In Lieu of Taxes	<u>30,950</u>	<u>33,757</u>	<u>30,879</u>
Total Taxes and Other Unconditional Revenue	<u>\$ 525,800</u>	<u>\$ 524,238</u>	<u>\$ 455,467</u>

*The notes to financial statements are an integral
part of these financial statements.*

Village of Christopher Lake

Consolidated Schedule of Operating and Capital Revenue by Function Schedule 2-1
For the year ended December 31, 2023

	2023 Budget (Note 1(s))	2023 Actual	2022 Actual (Note 11)
General Government Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Sale of gravel supplies	8,980	532	760
Rentals	60,270	61,593	60,864
F&C - custom work	6,490	6,787	14,484
Licenses and permits	3,690	3,441	18,318
Other	850	947	866
Total Fees and Charges	<u>80,280</u>	<u>73,300</u>	<u>95,292</u>
Land sales - gain		48,953	
Investment income	8,000	9,139	2,467
Donations		90,481	
Total Other Segmented Revenue	<u>88,280</u>	<u>221,873</u>	<u>97,759</u>
Total General Government Services	<u>\$ 88,280</u>	<u>\$ 221,873</u>	<u>\$ 97,759</u>
Protective Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Policing and fire fees	800	800	900
Total Other Segmented Revenue	<u>800</u>	<u>800</u>	<u>900</u>
Total Protective Services	<u>\$ 800</u>	<u>\$ 800</u>	<u>\$ 900</u>
Transportation Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Custom work	200	208	2,139
Sale of gravel supplies	500	563	1,824
Road maintenance and agreement	2,000	2,000	1,850
Total Fees and Charges	<u>2,700</u>	<u>2,771</u>	<u>5,813</u>
Gain on capital asset disposals		1,195	
Total Other Segmented Revenue	<u>2,700</u>	<u>3,966</u>	<u>5,813</u>
Total Operating	<u>2,700</u>	<u>3,966</u>	<u>5,813</u>
Capital			
Conditional Grants			
Canada Community Building Fund	19,470		11,849
Total Capital	<u>19,470</u>	<u>0</u>	<u>11,849</u>
Total Transportation Services	<u>\$ 22,170</u>	<u>\$ 3,966</u>	<u>\$ 17,662</u>

*The notes to financial statements are an integral
part of these financial statements.*

Village of Christopher Lake

Consolidated Schedule of Operating and Capital Revenue by Function Schedule 2-2
For the year ended December 31, 2023

	2023 Budget (Note 1(s))	2023 Actual	2022 Actual (Note 11)
Environmental and Public Health Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Waste disposal fees	6,050	6,560	6,046
Other	50	400	
Total Other Segmented Revenue	<u>6,100</u>	<u>6,960</u>	<u>6,046</u>
Total Environmental and Public Health Svcs.	<u>\$ 6,100</u>	<u>\$ 6,960</u>	<u>\$ 6,046</u>
Planning and Development Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Licenses and permits	5,350	7,275	8,188
Total Other Segmented Revenue	<u>5,350</u>	<u>7,275</u>	<u>8,188</u>
Total Planning and Development Services	<u>\$ 5,350</u>	<u>\$ 7,275</u>	<u>\$ 8,188</u>
Recreation and Cultural Services			
Conditional Grants			
Local - other	2,000	17,730	25,880
Investing in Canada Infrastructure Program			116,598
Total Conditional Grants	<u>2,000</u>	<u>17,730</u>	<u>142,478</u>
Total Recreation and Cultural Services	<u>\$ 2,000</u>	<u>\$ 17,730</u>	<u>\$ 142,478</u>
Total Operating and Capital Revenue by Function	<u>\$ 124,700</u>	<u>\$ 258,604</u>	<u>\$ 273,033</u>
Summary			
Total Other Segmented Revenue	103,230	240,874	118,706
Total Conditional Grants	2,000	17,730	142,478
Total Capital Grants and Contributions	<u>19,470</u>		<u>11,849</u>
Total Operating and Capital Revenue by Function	<u>\$ 124,700</u>	<u>\$ 258,604</u>	<u>\$ 273,033</u>

*The notes to financial statements are an integral
part of these financial statements.*

Village of Christopher Lake
Consolidated Schedule of Total Expenses by Function
For the year ended December 31, 2023

Schedule 3-1

	2023 Budget (Note 1(s))	2023 Actual	2022 Actual (Note 11)
General Government Services			
Council remuneration and travel	14,490	14,100	13,260
Wages and benefits	115,990	122,405	122,659
Contractual services - assessment	6,300	6,295	4,875
Contractual services - other	113,590	92,262	116,009
Utilities	8,590	9,065	8,333
Maintenance, materials and supplies	50,870	9,334	9,262
Grants and contributions - operating	1,000	1,000	1,000
Amortization	32,870	32,866	11,528
Insurance	<u>26,000</u>	<u>25,417</u>	<u>16,414</u>
Total General Government Services	<u>\$ 369,700</u>	<u>\$ 312,744</u>	<u>\$ 303,340</u>
Protective Services			
Police protection			
Contractual services	17,370	17,364	16,061
Fire protection			
Contractual services	<u>24,730</u>	<u>24,729</u>	<u>24,534</u>
Total Protective Services	<u>\$ 42,100</u>	<u>\$ 42,093</u>	<u>\$ 40,595</u>
Transportation Services			
Contractual services - maintenance	51,590	31,173	29,906
Utilities	8,000	7,988	7,795
Gravel	7,390	3,267	855
Machinery costs/fuel/blades	8,000	7,700	11,984
Amortization	30,580	32,510	30,576
Other materials and supplies	<u>40</u>	<u></u>	<u></u>
Total Transportation Services	<u>\$ 105,600</u>	<u>\$ 82,638</u>	<u>\$ 81,116</u>

*The notes to financial statements are an integral
part of these financial statements.*

Village of Christopher Lake
Consolidated Schedule of Total Expenses by Function
For the year ended December 31, 2023

Schedule 3-2

	2023 Budget (Note 1(s))	2023 Actual	2022 Actual (Note 11)
Environmental and Public Health Services			
Contractual services - waste	\$ 65,840	\$ 65,716	\$ 59,784
Planning and Development Services			
Contractual services	\$ 11,410	\$ 3,057	\$ 4,450
Recreation and Cultural Services			
Contractual services	5,950	6,664	1,202
Maintenance, materials and supplies	22,200	5,133	4,458
Grants and contributions - operating	10,700	18,349	7,074
Amortization	7,660	2,953	7,655
Libraries	5,800	5,788	5,447
Total Recreation and Cultural Services	\$ 52,310	\$ 38,887	\$ 25,836
Utility Services			
Utilities	2,290	2,289	415
Maintenance, materials and supplies	1,150	1,152	700
Amortization	100	102	102
Total Utility Services	\$ 3,540	\$ 3,543	\$ 1,217
Total Expenses by Function	\$ 650,500	\$ 548,678	\$ 516,338

*The notes to financial statements are an integral
part of these financial statements.*

Village of Christopher Lake
Consolidated Schedule of Segment Disclosure by Function
For the year ended December 31, 2023

Schedule 4

	General Government	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Utilities Services	Total
Revenues - schedule 2								
Fees and charges	73,300	800	2,771	6,960	7,275			91,106
Tangible capital asset sales - gain			1,195					1,195
Land sales - gain	48,953							48,953
Investment income	9,139							9,139
Other revenues	90,481							90,481
Grants - conditional						17,730		17,730
Total Revenues	<u>221,873</u>	<u>800</u>	<u>3,966</u>	<u>6,960</u>	<u>7,275</u>	<u>17,730</u>	<u>0</u>	<u>258,604</u>
Expenses - schedule 3								
Wages and benefits	122,405							122,405
Professional/contractual services	112,657	42,093	31,173	65,716	3,057	6,664		261,360
Utilities	9,065		7,988				2,289	19,342
Maintenance materials and supplies	9,334		3,267			5,133	1,152	18,886
Machinery costs/fuel/blades			7,700					7,700
Grants and contributions	1,000					18,349		19,349
Amortization	32,866		32,510			2,953	102	68,431
Insurance	25,417							25,417
Libraries						5,788		5,788
Total Expenses	<u>312,744</u>	<u>42,093</u>	<u>82,638</u>	<u>65,716</u>	<u>3,057</u>	<u>38,887</u>	<u>3,543</u>	<u>548,678</u>
Surplus (Deficit) by Function	<u>\$ (90,871)</u>	<u>\$ (41,293)</u>	<u>\$ (78,672)</u>	<u>\$ (58,756)</u>	<u>\$ 4,218</u>	<u>\$ (21,157)</u>	<u>\$ (3,543)</u>	<u>(290,074)</u>
Taxation and other unconditional revenue - schedule 1								<u>524,238</u>
Net Surplus								<u>\$ 234,164</u>

*The notes to financial statements are an integral
part of these financial statements.*

Village of Christopher Lake
Consolidated Schedule of Segment Disclosure by Function
For the year ended December 31, 2022

Schedule 5

	General Government	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Utilities Services	Total
Revenues - schedule 2								
Fees and charges	95,292	900	5,813	6,046	8,188			116,239
Investment income	2,467							2,467
Grants - conditional						142,478		142,478
Grants - capital			11,849					11,849
Total Revenues	<u>97,759</u>	<u>900</u>	<u>17,662</u>	<u>6,046</u>	<u>8,188</u>	<u>142,478</u>	<u>0</u>	<u>273,033</u>
Expenses - schedule 3								
Wages and benefits	122,659							122,659
Professional/contractual services	134,144	40,595	29,906	59,784	4,450	1,202		270,081
Utilities	8,333		7,795				415	16,543
Maintenance materials and supplies	9,262		855			4,458	700	15,275
Machinery costs/fuel/blades			11,984					11,984
Grants and contributions	1,000					7,074		8,074
Amortization	11,528		30,576			7,655	102	49,861
Insurance	16,414							16,414
Libraries						5,447		5,447
Total Expenses	<u>303,340</u>	<u>40,595</u>	<u>81,116</u>	<u>59,784</u>	<u>4,450</u>	<u>25,836</u>	<u>1,217</u>	<u>516,338</u>
Surplus (Deficit) by Function	<u>\$ (205,581)</u>	<u>\$ (39,695)</u>	<u>\$ (63,454)</u>	<u>\$ (53,738)</u>	<u>\$ 3,738</u>	<u>\$ 116,642</u>	<u>\$ (1,217)</u>	<u>(243,305)</u>
Taxation and other unconditional revenue - schedule 1								<u>455,467</u>
Net Surplus								<u>\$ 212,162</u>

*The notes to financial statements are an integral
part of these financial statements.*

Village of Christopher Lake
Consolidated Schedule of Tangible Capital Assets by Object
For the year ended December 31, 2023

Schedule 6

	2023							2022
	General Assets					Infrastruct. Assets	General/Infrastruct. Assets under Constr.	
	Land	Land Improve.	Buildings	Vehicles	Machinery & Equipment	Linear Assets		Total
Asset Cost								
Opening Asset Cost	84,681		1,002,684		48,233	1,138,505		2,274,103
Additions during the year			12,619		91,720		10,235	114,574
Disposals and write-down during the year					(23,506)			(23,506)
Closing Asset Costs	84,681		1,015,303		116,447	1,138,505	10,235	2,365,171
Accumulated Amortization Cost								
Opening Accumulated Amortization Costs			82,660		11,230	629,128		723,018
Add: Amortization taken			32,866		2,953	32,612		68,431
Less: Accumulated amortization on disposals					4,701			4,701
Closing Accumulated Amortization Costs	0	0	115,526	0	9,482	661,740	0	786,748
Net Book Value	\$ 84,681	\$ 0	\$ 899,777	\$ 0	\$ 106,965	\$ 476,765	\$ 10,235	\$ 1,578,423
								\$ 1,551,085

The notes to financial statements are an integral part of these financial statements.

Village of Christopher Lake
Consolidated Schedule of Tangible Capital Assets by Function
For the year ended December 31, 2023

Schedule 7

	2023							2022
	General Government	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Water & Sewer	Total
Asset Cost								
Opening Asset Cost	550,437	1,100	1,247,018			470,969	4,579	2,274,103
Additions during the year			91,720			22,854		114,574
Disposals and write-downs during the year			(23,506)					(23,506)
Closing Asset Costs	<u>550,437</u>	<u>1,100</u>	<u>1,315,232</u>			<u>493,823</u>	<u>4,579</u>	<u>2,365,171</u>
Accumulated Amortization Cost								
Opening Accumulated Amortization Costs	79,223	0	628,661	0	0	11,469	3,665	723,018
Add: Amortization taken	32,866		32,510			2,953	102	68,431
Less: Accumulated amortization on disposals			4,701					4,701
Closing Accumulated Amortization Costs	<u>112,089</u>	<u>0</u>	<u>656,470</u>	<u>0</u>	<u>0</u>	<u>14,422</u>	<u>3,767</u>	<u>786,748</u>
Net Book Value	<u>\$ 438,348</u>	<u>\$ 1,100</u>	<u>\$ 658,762</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 479,401</u>	<u>\$ 812</u>	<u>\$ 1,578,423</u>

*The notes to financial statements are an integral
part of these financial statements.*

Village of Christopher Lake
Consolidated Schedule of Accumulated Surplus
For the year ended December 31, 2023

Schedule 8

	2022	Changes	2023
Unappropriated Surplus	<u>180,215</u>	<u>88,405</u>	<u>268,620</u>
Net Investments in Tangible Capital Assets			
Tangible capital assets - schedule 6	1,551,085	27,338	1,578,423
Less: Related debt	<u>(290,989)</u>	<u>(118,421)</u>	<u>(172,568)</u>
Net Investment in Tangible Capital Assets	<u>1,260,096</u>	<u>145,759</u>	<u>1,405,855</u>
Accumulated Surplus Excluding Remeasurement Gains	<u>\$ 1,440,311</u>	<u>\$ 234,164</u>	<u>\$ 1,674,475</u>

*The notes to financial statements are an integral
part of these financial statements.*

Village of Christopher Lake
Schedule of Mill Rates and Assessments
For the year ended December 31, 2023

Schedule 9

	Property Class					Total	
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial		Potash Mine(s)
Taxable Assessment		27,240,080	299,200		2,197,930		29,737,210
Regional Park Assessment							
Total Assessment							29,737,210
Mill Rate Factor(s)		1.00	1.00		1.00		
Total Base/Minimum Tax (generated for each property class)		224,000	1,000		38,000		263,000
Total Municipal Tax Levy (include base and/or minimum tax and special levies)		360,200	2,496		48,990		411,686
Mill Rates:	Mills						
Average Municipal*	13.8441						
Average School*	4.7115						
Potash Mill Rate							
Uniform Municipal Mill Rate	5.0000						

*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).

Village of Christopher Lake
Schedule of Council Remuneration
For the year ended December 31, 2023

Schedule 10

Name	Remuneration	Reimbursed Costs	Total
Chris McShannock	6,370	1,936	8,306
Charles Mason	4,680	1,468	6,148
Ken Albers	3,275	1,083	4,358
Riley Henderson	<u>3,945</u>	<u>2,283</u>	<u>6,228</u>
	<u>\$ 18,270</u>	<u>\$ 6,770</u>	<u>\$ 25,040</u>

*The notes to financial statements are an integral
part of these financial statements.*