

THE CORPORATION OF THE VILLAGE OF SLOCAN
FINANCIAL STATEMENTS
DECEMBER 31, 2021

THE CORPORATION OF THE VILLAGE OF SLOCAN
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For the Year Ended December 31, 2021

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THE CORPORATION OF THE VILLAGE OF SLOCAN MANAGEMENT REPORT

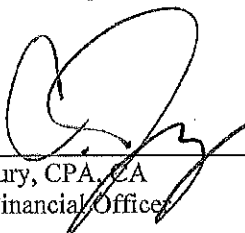
For the Year Ended December 31, 2021

RESPONSIBILITY FOR FINANCIAL REPORTING

Management is responsible for the preparation of the accompanying financial statements. The financial statements have been prepared in accordance with the accounting principles disclosed in Note 1 to the financial statements and include amounts that are based on estimates and judgments. Management believes that the financial statements fairly present The Corporation of the Village of Slocan's financial position and results of operations. The integrity of the information presented in the financial statements, including estimates and judgments relating to matters not concluded by fiscal year-end, is the responsibility of management. The financial statements have been approved by Council.

Management has established and maintained appropriate systems of internal control including policies and procedures, which are designed to provide reasonable assurance that The Corporation of the Village of Slocan's assets are safeguarded and that reliable financial records are maintained to form a proper basis for preparation of the financial statements.

The independent external auditors, Grant Thornton LLP, Chartered Professional Accountants, have been appointed by Council to express an opinion as to whether the financial statements present fairly, in all material respects, The Corporation of the Village of Slocan's financial position, results of operations, and changes in financial position in conformity with the accounting principles disclosed in Note 1 to the financial statements. The report of Grant Thornton LLP, Chartered Professional Accountants, follows and outlines the scope of their examination and their opinion on the financial statements.



Chris Jury, CPA, CA
Chief Financial Officer

Independent auditor's report

To the Mayor and Council of
The Corporation of the Village of Slocan

Opinion

We have audited the financial statements of The Corporation of the Village of Slocan ("the Village"), which comprise the statement of financial position as at December 31, 2021, and the statements of operations, change in net debt and cash flow for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Village as at December 31, 2021, and its results of operations, its changes in its net 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 Financial Statements* section of our report. We are independent of the Village in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter

Our audit was conducted for the purposes of forming an opinion on the financial statements taken as a whole. Exhibit 1 is presented for the purposes of additional information and is not a required part of the financial statements. Such information has not been subject to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion thereon.

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

Management is responsible for the preparation and fair presentation of these 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's ability to continue as a going concern, disclosing, as applicable, matters related to a going concern and using the going concern basis of accounting unless management either intends to liquidate the Village or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- 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'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'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's 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.

Trail, Canada
May 9, 2022

Grant Thornton LLP

Chartered Professional Accountants

THE CORPORATION OF THE VILLAGE OF SLOCAN**STATEMENT OF FINANCIAL POSITION**As at December 31, 2021

	<u>2021</u>	<u>2020</u>
Financial Assets		
Cash and cash equivalents (Note 2)	\$ 1,672,752	\$ 2,886,120
Accounts receivable (Note 3)	<u>234,500</u>	<u>124,261</u>
	<u>1,907,252</u>	<u>3,010,381</u>
Financial Liabilities		
Accounts payable and accrued liabilities (Note 4)	108,045	101,250
Deferred revenue (Note 5)	149,123	1,225,977
Debt (Note 6)	<u>845,000</u>	<u>845,000</u>
	<u>1,102,168</u>	<u>2,172,227</u>
Net Financial Assets	805,084	838,154
Non -Financial Assets		
Tangible capital assets (Note 7)	5,072,167	4,682,180
Prepaid expenses	<u>35,116</u>	<u>25,045</u>
	<u>5,107,283</u>	<u>4,707,225</u>
Accumulated Surplus (Note 8)	<u>\$ 5,912,367</u>	<u>\$ 5,545,379</u>

Commitments and Contingencies (Note 12)



Chris Jury, CPA, CA
Chief Financial Officer

THE CORPORATION OF THE VILLAGE OF SLOCAN

STATEMENT OF OPERATIONS

For the Year Ended December 31, 2021

	2021 Budget (Note 15)	2021	2020
Revenue			
Taxes	\$ 188,359	\$ 191,721	\$ 183,364
Sale of services	91,750	107,576	96,853
Other revenue from own sources	178,360	43,509	22,419
Investment income	15,000	24,964	27,806
Government transfers - unconditional (Note 13)	377,260	368,000	377,195
Government transfers - conditional (Note 13)	1,237,179	421,237	1,139,337
Water user fees	124,900	123,099	118,866
Gain on disposal tangible capital assets	-	-	8,165
	<u>2,212,808</u>	<u>1,280,106</u>	<u>1,974,005</u>
Expenses			
General government	276,489	295,651	250,889
Protective services	4,100	3,520	1,150
Transportation services	238,863	224,211	211,890
Environmental health services	23,506	26,008	24,543
Public health and welfare services	11,428	5,381	2,376
Parks, recreation and cultural services	123,877	112,025	228,344
Interest and other debt charges	8,500	7,289	-
Water utility operations	122,974	99,491	105,169
Amortization	<u>129,456</u>	<u>139,542</u>	<u>127,858</u>
	<u>939,193</u>	<u>913,118</u>	<u>952,219</u>
Annual surplus	1,273,615	366,988	1,021,786
Accumulated surplus, beginning of the year	<u>5,545,379</u>	<u>5,545,379</u>	<u>4,523,593</u>
Accumulated surplus, end of the year	<u>\$ 6,818,994</u>	<u>\$ 5,912,367</u>	<u>\$ 5,545,379</u>

The accompanying summary of significant accounting policies and notes form an integral part of these consolidated financial statements

THE CORPORATION OF THE VILLAGE OF SLOCAN
STATEMENT OF CHANGES IN NET FINANCIAL ASSETS
For the Year Ended December 31, 2021

	<u>2021 Budget</u>	<u>2021</u>	<u>2020</u>
Annual surplus	\$ 1,273,615	\$ 366,988	\$ 1,021,786
Acquisition of tangible capital assets	(1,786,829)	(529,529)	(1,915,068)
Amortization of capital assets	<u>129,456</u>	<u>139,542</u>	<u>127,858</u>
	(383,758)	(22,999)	(765,424)
Acquisition of prepaid expenses	<u>-</u>	<u>(10,071)</u>	<u>(446)</u>
Increase (decrease) in net financial assets	(383,758)	(33,070)	(765,870)
Net financial assets, beginning of year	<u>838,154</u>	<u>838,154</u>	<u>1,604,024</u>
Net financial assets, end of the year	<u>\$ 454,396</u>	<u>\$ 805,084</u>	<u>\$ 838,154</u>

The accompanying summary of significant accounting policies and notes form an integral part of these consolidated financial statements

THE CORPORATION OF THE VILLAGE OF SLOCAN
STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2021

	<u>2021</u>	<u>2020</u>
Cash Provided by (Used In)		
Operating Activities		
Annual surplus	\$ 366,988	\$ 1,021,786
Items not involving cash:		
Amortization of tangible capital assets	<u>139,542</u>	<u>127,858</u>
	506,530	1,149,644
Increase (decrease) in non-cash operating items:		
Accounts receivable	(110,239)	(7,147)
Accounts payable and accrued liabilities	6,795	30,029
Deferred revenue & deposits	(1,076,854)	(204,307)
Prepaid expenses	<u>(10,071)</u>	<u>(446)</u>
	<u>(683,839)</u>	<u>967,773</u>
Financing Activities		
Proceeds from debt issues	-	845,000
Capital Activities		
Acquisition of tangible capital assets	<u>(529,529)</u>	<u>(1,915,068)</u>
Net decrease in cash and cash equivalents	(1,213,368)	(102,295)
Cash and cash equivalents, beginning of year	<u>2,886,120</u>	<u>2,988,415</u>
Cash and cash equivalents, end of year	<u>\$ 1,672,752</u>	<u>\$ 2,886,120</u>

The accompanying summary of significant accounting policies and notes form an integral part of these consolidated financial statements

THE CORPORATION OF THE VILLAGE OF SLOCAN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2021

1. Significant Accounting Policies

The Corporation of the Village of Slocan (the "Village") is a local government in the Province of British Columbia. The financial statements have been prepared in accordance with Canadian public sector accounting standards.

The following is a summary of the Village's significant accounting policies:

(a) Revenue Recognition

Sources of revenue are recorded on the accrual basis and include revenue in the period in which the transactions or events occurred that give rise to the revenues. Taxation revenues are recognized at the time of issuing the property tax notices for the fiscal year. Sale of services and user fee revenues are recognized when the service or product is rendered by the Village.

Grant revenues are recognized when the funding becomes receivable. Revenue unearned in the current period is recorded as deferred revenue.

(b) Deferred Revenue

Deferred revenue represents funds received for specific purposes which are externally restricted by legislation, regulation or agreement and are not available for general municipal purposes as well as licenses, permits, other fees and grants which have been collected, but for which the related services have not been performed and or projects have not been constructed. These amounts will be recognized as revenues in the fiscal year in which they are used for the specified purpose, the services are performed and or the projects are constructed.

(c) Government Transfers

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 can be made.

(d) Financial Instruments

The Village's financial instruments consist of cash and cash equivalents, accounts receivable, accounts payable and accrued liabilities. It is management's opinion that the Village is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair values of these financial instruments approximate their carrying values.

(e) Tangible Capital Assets

Tangible capital assets, comprised of capital assets and capital assets under construction, are recorded at cost and are classified according to their functional use. Amortization is recorded on a straight-line basis over the estimated useful life of the asset commencing the year the asset is put into service. Donated tangible capital assets are reported at fair value at the time of donation. Estimated useful lives are as follows:

Land Improvements	15 to 20 years
Buildings	40 years
Fixtures, Furniture, Equipment & Vehicles	6 to 10 years
Roads and Paving	20 to 40 years
Bridges and other Transportation Structures	40 to 50 years
Water Infrastructure	20 to 60 years

THE CORPORATION OF THE VILLAGE OF SLOCAN

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

1. Significant Accounting Policies (continued)

(f) Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand, balances with banks and highly liquid temporary money market instruments.

(g) 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 ordinary course of operations.

(h) Statutory Reserves

Statutory reserves are funds that have been restricted by Council. Formal establishing bylaws have been adopted pursuant to the Community Charter, which define how these reserves are to be used.

(i) Use of Estimates

The preparation of financial statements in accordance with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported revenues and expenses during the reporting period. Significant areas requiring estimates include the useful lives of tangible capital assets for amortization, future employee benefits, allowance for doubtful accounts and provision for contingencies. Actual results could differ from management's best estimates as additional information becomes available in the future.

(j) Budget

Budget data presented in these consolidated financial statements is based on the Village's Five Year Financial Plan for the years 2021-2025 adopted by Council on May 10, 2021.

(k) 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 a site is not in productive use and all of the following criteria are met:

- an environmental standard exists;
- contamination exceeds the environmental standard;
- the Village is directly responsible, or accepts responsibility;
- it is expected that a future economic benefit will be given up; and
- a reasonable estimate of the amount can be made.

The liability is recognized as management's estimate of the cost of post-remediation including operation, maintenance, and monitoring that are an integral part of the remediation strategy for a contaminated site.

There are no liabilities to be recorded as at December 31, 2021

(l) Segments

The Village conducts its business through a number of reportable segments. These operating segments are established by senior management to facilitate the achievement of the Village's long-term objectives to aid in resource allocation decisions, and to assess operational performance.

THE CORPORATION OF THE VILLAGE OF SLOCAN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2021

2. Cash and Cash Equivalents

Cash and cash equivalents in the statement of financial position are comprised of:

	2021	2020
Cash	\$ 1,533,367	\$ 2,755,075
MFA bond and money market funds	<u>139,385</u>	<u>131,045</u>
	<u>\$ 1,672,752</u>	<u>\$ 2,886,120</u>

Municipal Finance Authority (MFA) pooled investment funds are considered equivalent to cash because of their liquidity.

3. Accounts Receivable

	2021	2020
Property taxes	\$ 65,090	\$ 67,080
Utility billings	12,115	14,298
Other governments	37,338	23,607
Trade & other receivables	<u>119,957</u>	<u>19,276</u>
	<u>\$ 234,500</u>	<u>\$ 124,261</u>

4. Accounts Payable and Accrued Liabilities

	2021	2020
Trades payable	\$ 80,440	\$ 76,514
Accrued wages and benefits	<u>26,416</u>	<u>24,736</u>
	<u>\$ 108,045</u>	<u>\$ 101,250</u>

5. Deferred Revenue

	Opening Balance	Contributions Received (Returned)	Revenue Recognized	Ending Balance
Federal Gas Tax Grant *	\$ -	\$ 136,430	\$ (136,430)	\$ -
New Build Canada - Micro Hydro	1,022,182	(1,022,182)	-	-
Other Grants and contributions	188,165	108,567	(169,845)	126,887
Prepaid licenses and fees	<u>15,630</u>	<u>22,236</u>	<u>(15,630)</u>	<u>22,236</u>
	<u>\$ 1,225,977</u>	<u>\$ (754,949)</u>	<u>\$ (321,905)</u>	<u>\$ 149,123</u>

* The Federal Gas tax grant is recognized into revenue and immediately transferred into the Community Works fund reserve.

THE CORPORATION OF THE VILLAGE OF SLOCAN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2021

6. Debt

In the prior year, the Village undertook short-term financing from the Municipal Finance Authority in the amount \$845,000 to acquire the Slocan Mill Site. This loan is interest only with a requirement that the balance be repaid by December 18, 2025. As at December 31, 2021, the variable rate of interest on the loan was 0.97% per annum.

7. Tangible Capital Assets

	Cost	Accumulated Amortization	2021 Net Book Value	2020 Net Book Value
Land	\$ 2,301,088	\$ -	\$ 2,301,088	\$ 2,301,088
Buildings	803,885	387,499	416,386	227,940
Engineering infrastructure	1,222,833	549,610	673,223	686,410
Machinery & equipment	550,413	413,216	137,197	167,988
Transportation infrastructure	545,958	183,750	362,208	183,012
Water infrastructure	<u>1,873,394</u>	<u>691,329</u>	<u>1,182,065</u>	<u>1,115,742</u>
	<u>\$ 7,297,571</u>	<u>\$ 2,225,404</u>	<u>\$ 5,072,167</u>	<u>\$ 4,682,180</u>

See Schedule A - Statement of tangible capital assets for more information.

8. Accumulated Surplus

	2021	2020
Reserves		
Capital equipment	\$ 190,791	\$ 110,698
Community works fund	167,073	339,894
Land sales	8,311	2,291
Water infrastructure	<u>34,406</u>	<u>34,112</u>
	<u>400,581</u>	<u>486,995</u>
Operating		
General	1,220,301	1,179,836
Water	<u>64,318</u>	<u>41,369</u>
	<u>1,284,619</u>	<u>1,221,205</u>
Invested in capital assets	<u>4,227,167</u>	<u>3,837,179</u>
Total Accumulated Surplus	<u>\$ 5,912,367</u>	<u>\$ 5,545,379</u>

9. Trust Funds

The Cemetery Care Trust Fund is not reported in these financial statements. The following is a summary of Trust Fund transactions for the year:

	2021	2020
Balances, beginning of year	\$ 18,705	\$ 18,284
Contributions received	220	250
Interest earned	<u>161</u>	<u>171</u>
	19,086	18,705
Expenses, transfers	-	-
Balances, end of year	<u>\$ 19,086</u>	<u>\$ 18,705</u>

THE CORPORATION OF THE VILLAGE OF SLOCAN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2021

10. Taxes Levied For Other Paid Authorities

In addition to taxes levied for municipal purposes, the Village is legally obligated to collect and remit taxes levied for the following authorities. These collections and remittances are not recorded as revenue and expenses.

	2021	2020
Provincial Government - School taxes	\$ 102,108	\$ 82,154
Provincial Government - Police taxes	15,010	14,328
Regional District of Central Kootenay	111,945	98,147
West Kootenay Boundary Hospital District	11,482	11,001
British Columbia Assessment Authority	2,317	2,045
Municipal Finance Authority	<u>10</u>	<u>8</u>
	<u>\$ 242,872</u>	<u>\$ 207,683</u>

11. Pension Plan

The Village of Slocan and its employees contribute to the Municipal Pension Plan (a jointly trustee pension plan). The board of trustees, representing plan members and employers, is responsible for administering the plan, including investment of assets and administration of benefits. The plan is a multi-employer defined benefit pension plan. Basic pension benefits provided are based on a formula. As at December 31, 2020, the plan has about 220,000 active members and approximately 112,000 retired members. Active members include approximately 42,000 contributors from local governments.

Every three years, an actuarial valuation is performed to assess the financial position of the plan and adequacy of plan funding. The actuary determines an appropriate combined employer and member contribution rate to fund the plan. The actuary's calculated contribution rate is based on the entry-age normal cost method, which produces the long-term rate of member and employer contributions sufficient to provide benefits for average future entrants to the plan. This rate may be adjusted for the amortization of any unfunded actuarial liability.

The most recent actuarial valuation of the Municipal Pension Plan at December 31, 2018, indicated a \$2,866 million funding surplus for basic pension benefits on a going concern basis.

The next valuation will be as at December 31, 2021 with results available in 2022.

Employers participating in the plan record their pension expense as the amount of employer contributions made during the fiscal year (defined contribution pension plan accounting). This is because the plan records accrued liabilities and accrued assets for the plan in aggregate, resulting in no consistent and reliable basis for allocating the obligation, assets and cost to individual employers participating in the plan.

The Village of Slocan paid \$19,393 (2020 - \$21,995) for employer contributions to the plan in fiscal 2021.

THE CORPORATION OF THE VILLAGE OF SLOCAN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2021

12. **Commitments and Contingencies**

Regional District Debt

Regional District debt is under the provisions of the Community Charter of BC a direct, joint and several liability of the District and each member municipality within the District including the Village of Slocan.

Reciprocal Insurance Exchange Agreement

The Village is a subscribed member of the Municipal Insurance Association of British Columbia (The "Exchange") as provided by Section 3.02 of the Insurance Act of British Columbia. The main purpose of the exchange is to pool the risks of liability so as to lessen the impact upon any subscriber. Under the Reciprocal Insurance Exchange agreement, the Municipality is assessed a premium and specific deductible based on population and claims experience. The obligation of the Municipality with respect to the Exchange and/or contracts and obligations entered into by the Exchange on behalf of its subscribers in connection with the Exchange are in every case several and not joint and several. The Village irrevocably and unconditionally undertakes and agrees to indemnify and save harmless the other subscribers against liability losses and costs which the other Subscriber may suffer.

Contaminated Sites

In the prior year, the Village acquired the "Slocan Mill Site" lands, a decommissioned sawmill with all former structures substantially removed. A third party investigation of the site identified areas of potential environmental concern that would require remediation prior to any development of the lands. Estimated costs for remediation are between \$350,000 and \$500,000, depending on the scope of work required.

The Village is currently discussing options for the Mill Site lands, including consultation with residents and other stakeholders. To date, no decision has been made as to the future of the property, and no action has been taken that would precipitate a requirement to initiate remediation, per provincial regulations. A liability for contaminated sites has not been recorded since it cannot be determined at this time whether future economic benefits will be given up to remediate the contamination

13. **Government Transfers**

Government transfers received during the year were composed of the following:

	2021		2020	
	Unconditional	Conditional	Unconditional	Conditional
Federal government	\$ -	\$ 3,192	\$ -	\$ 146,968
Provincial government	368,000	166,931	377,195	203,753
Regional/other	-	251,114	-	788,616
	<u>\$ 368,000</u>	<u>\$ 421,237</u>	<u>\$ 377,195</u>	<u>\$ 1,139,337</u>

THE CORPORATION OF THE VILLAGE OF SLOCAN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2021

14. Segments

The Village provides a range of services to its citizens. For each reported segment, the revenue 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 consolidated financial statements as disclosed in Note 1.

Refer to Schedule B - Schedule of Segmented Information.

15. Budget Data

The reconciliation of the approved budget for the current year to the budget figures reported in these financial statements is as follows:

	<u>2021</u>
Budget surplus per Statement of Operations	\$ 1,273,615
Less: Capital expenditures	1,786,829
Budgeted transfers to reserves	161,823
Add: Budgeted transfers from surplus & reserves	545,581
Amortization	<u>129,456</u>
Net annual budget	<u>\$ -</u>

THE CORPORATION OF THE VILLAGE OF SLOCAN
SCHEDULE A - STATEMENT OF TANGIBLE CAPITAL ASSETS

For the Year Ended December 31, 2021

	Opening Balance		Additions & reallocation of assets under Construction		Disposals	Closing Balance		Accumulated Amortization		Reduction on Disposals	Accumulated Amortization		Net Carrying Amount End of year
Tangible Capital Assets													
Land	\$ 2,301,088	\$ -	\$ -	\$ -	\$ -	\$ 2,301,088	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,301,088
Buildings	603,126	200,759	-	-	-	803,885	375,186	12,313	-	-	387,499	416,386	416,386
Engineering infrastructure	1,208,903	13,930	-	-	-	1,222,833	522,493	27,117	-	-	549,610	673,223	673,223
Machinery & equipment	550,413	-	-	-	-	550,413	382,425	30,791	-	-	413,216	137,197	137,197
Transportation infrastructure	357,833	188,125	-	-	-	545,958	174,821	8,929	-	-	183,750	362,208	362,208
Water infrastructure	1,746,679	126,715	-	-	-	1,873,394	630,937	60,392	-	-	691,329	1,182,065	1,182,065
Total	\$ 6,768,042	\$ 529,529	\$ -	\$ -	\$ -	\$ 7,297,571	\$ 2,085,862	\$ 139,542	\$ -	\$ -	\$ 2,225,404	\$ 5,072,167	\$ 5,072,167

THE CORPORATION OF THE VILLAGE OF SLOCAN
SCHEDULE B - SCHEDULE OF SEGMENTED INFORMATION

For the Year Ended December 31, 2021

	General Government	Protective Services	Transportation Services	Environmental Health Services	Public Health & Welfare Services	Parks & Recreation	Water Utility	2021 Total
Revenues								
Taxes	\$ 191,721	-	-	-	-	-	-	\$ 191,721
Sales of Service	1,335	-	-	29,449	1,005	75,787	-	107,576
Other revenue from own services	22,624	-	-	-	-	15,655	5,230	43,509
Investment income	24,964	-	-	-	-	-	-	24,964
Grants - unconditional	368,000	-	-	-	-	-	-	368,000
Grants - conditional	163,547	20,674	-	-	24,050	209,139	3,827	421,237
Water user fees	-	-	-	-	-	-	123,099	123,099
	<u>772,191</u>	<u>20,674</u>	<u>-</u>	<u>29,449</u>	<u>25,055</u>	<u>300,581</u>	<u>132,156</u>	<u>1,280,106</u>
Expenditures								
Wages and benefits	146,156	550	108,588	8,251	1,059	20,670	46,045	331,319
Supplies and services	149,495	2,970	115,623	17,757	4,322	91,355	53,446	434,968
Interest and other debt charges	-	-	-	-	-	7,289	-	7,289
Amortization	8,279	-	37,370	-	447	33,055	60,391	139,542
	<u>303,930</u>	<u>3,520</u>	<u>261,581</u>	<u>26,008</u>	<u>5,828</u>	<u>152,369</u>	<u>159,882</u>	<u>913,118</u>
Annual Surplus (Deficit)	\$ 468,261	\$ 17,154	\$ (261,581)	\$ 3,441	\$ 19,227	\$ 148,212	\$ (27,726)	\$ 366,988

THE CORPORATION OF THE VILLAGE OF SLOCAN
EXHIBIT 1 - COVID-19 PROVINCE OF BC RESTART GRANT (UNAUDITED)
December 31, 2021

Province of BC Restart Grant reconciliation

	<u>2021</u>
COVID-19 Restart Grant opening balance	\$ 202,402
Less grant recognition:	
Revenue shortfalls	6,500
Facility reopening & operating costs	6,349
Emergency planning & response, other related costs	17,195
Computer & other electronic technology costs	<u>9,516</u>
Remaining grant	<u>\$ 162,842</u>

Statement of Financial Information (SOFI)

THE CORPORATION OF THE VILLAGE OF SLOCAN

Fiscal Year Ended December 31, 2021

Schedule of Debt

Information on all long term debt is included in the Audited Financial Statements of The Corporation of the Village of Slocan.

Prepared as required by *Financial Information Regulation*, Schedule 1, section 4

Statement of Financial Information (SOFI)

THE CORPORATION OF THE VILLAGE OF SLOCAN

Fiscal Year Ended December 31, 2021

Schedule of Guarantee and Indemnity Agreements

The Corporation of the Village of Slocan has not given any guarantees or indemnities under the Guarantees and Indemnities Regulation.

Prepared under the Financial Information Regulation, Schedule 1, section 5

Statement of Financial Information (SOFI)

THE CORPORATION OF THE VILLAGE OF SLOCAN

Fiscal Year Ended December 31, 2021

Statement of Severance Agreements

There was no severance agreements made between The Corporation of the Village of Slocan and its non-unionized employees during the fiscal year ended December 31, 2021.

Prepared under the Financial Information Regulation, Schedule 1, subsection 6(8)

Statement of Financial Information (SOFI)

THE CORPORATION OF THE VILLAGE OF SLOCAN

Fiscal Year Ended December 31, 2021

Schedule of Remuneration and Expenses

NAME		REMUNERATION	EXPENSE
ELECTED OFFICIALS	POSITION		
Buller, Ezra	Councillor	\$ 3,400	\$ -
Lunn, Jessica	Mayor	5,500	-
Pellitier, Joel	Councillor	3,400	-
Perriere, Madeleine	Councillor	3,117	-
Van Bynen, John	Councillor	3,400	-
TOTAL ELECTED OFFICIALS		<u>18,817</u>	<u>-</u>
DETAILED EMPLOYEES > \$75,000		\$ -	\$ -
TOTAL EMPLOYEES <= \$75,000		<u>262,073</u>	<u>-</u>
		<u>262,073</u>	<u>-</u>
TOTAL		<u>\$ 280,890</u>	<u>\$ -</u>
TOTAL EMPLOYER PREMIUM FOR CPP/EI			\$ 18,674

Prepared under the Financial Information Regulation, Schedule 1, section 6 to subsection 6(6)

Statement of Financial Information (SOFI)

THE CORPORATION OF THE VILLAGE OF SLOCAN

Fiscal Year Ended December 31, 2021

Schedule of Payments for the Provision of Goods and Services

DETAILED SUPPLIERS >\$25,000

<u>SUPPLIER NAME</u>	<u>EXPENSE</u>
City of Nelson	\$ 28,350
Fortis BC Inc.	47,917
Mountain Logic Solutions Inc.	128,163
Selkirk Paving Ltd.	197,531
Sustainable Roots Contracting	144,900
Western Financial Group (FER)	25,749
TOTAL DETAILED SUPPLIERS >\$25,000	<u>572,611</u>
TOTAL SUPPLIERS <= \$25,000	<u>477,936</u>
TOTAL SUPPLIERS	1,050,547
GRANTS AND CONTRIBUTIONS >\$25,000	
WE Graham Community Service Society	38,637
TOTAL PAYMENTS, GRANTS AND CONTRIBUTIONS	<u>\$ 1,089,184</u>

Prepared under the Financial Information Regulation, Schedule 1, section 7(1) and (2)

Statement of Financial Information (SOFI)

THE CORPORATION OF THE VILLAGE OF SLOCAN

Fiscal Year Ended December 31, 2021

Payments to Financial Statement Reconciliation

S.O.F.I. Report Scheduled Payments

Remuneration	\$ 280,890	
Employer CPP/EI	<u>18,674</u>	299,564
Payments for Goods and Services		<u>1,089,184</u>
Total of Scheduled Payments		1,388,748
Total of Financial Statement Expenditures		913,118

The difference between the Total of Scheduled Payments and the Total Financial Statements Expenditures are due to:

- Adjustments to account for the difference between payments made on a cash basis, and the audited financial statements reporting expenditures on an accrual basis of accounting. This would include adjustments for opening and closing balances of inventories, prepaid expenses, and accrued liabilities.
- List of payments to suppliers include 100% GST while the expenditures in the financial statements are net of the applicable GST rebate.
- Capital expenditures are shown as payments to the vendor in this report. However, the total financial statement expenditures do not reflect these payments as they report amortization of all the capital assets.
- The Schedule of Payments of Goods and Services includes payments made on behalf of third parties, which are recovered from these parties and the expense is excluded from the Financial Statements.
- Payments to some suppliers are reported directly to the Balance Sheet and therefore are not reported as expenditures

Prepared under the Financial Information Regulation, Schedule 1, subsection 6(2d) and subsection 7(1b)

