

Annual Consolidated Financial Statements
And Supporting Schedules

Village of Shell Lake
For The Year Ended December 31, 2022

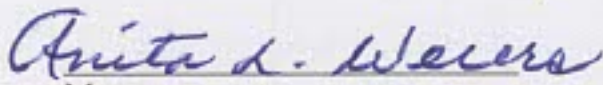
Management's Responsibility

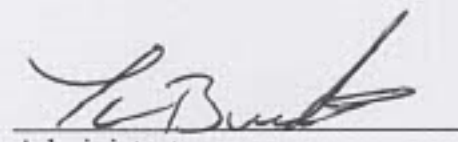
The municipality's management is responsible for the preparation and presentation of the accompanying consolidated financial statements in accordance with Canadian public sector accounting standards (PSAS). The preparation of the statements necessarily includes selecting appropriate accounting principles 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.

BDO Canada LLP, an independent firm of Chartered Professional Accountant of Canada (CPA Canada), 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

January 19, 2024



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Independent Auditor's Report

To the Council of Village of Shell Lake

Qualified Opinion

We have audited the consolidated financial statements of Village of Shell Lake and its subsidiaries (the Municipality), which comprise the consolidated statement of financial position as at December 31, 2022, and the consolidated statement of operations, the consolidated statement of change in net financial assets and the consolidated statement of cash flow for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matters described in the Basis for Qualified Opinion section of our report, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Municipality as at December 31, 2022, and its consolidated results of operations, its consolidated change in net financial assets, and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified Opinion

We were unable to obtain financial records for all organizations controlled by the Municipality that form part of the government reporting entity. Due to this we were unable to determine if any adjustments might be necessary to the surplus of revenue over expenditures for the year ending December 31, 2022 and net assets, accumulated surplus and cash flows for the year then ended. The predecessor auditor's opinion on the consolidated financial statements for the year ended December 31, 2021 was modified accordingly because of the possible effects of a limitation in scope in not assessing the scope of the government reporting entity by determining if it controls a number of small entities and organizations or not.

The Municipality did not maintain adequate accounting records and does not have appropriate supporting documents to assess the liability for contaminated sites in accordance with Canadian public sector accounting standards. As a result, we were unable to satisfy ourselves as to the accounting for liability for contaminated sites. Consequently, we were unable to determine whether any adjustments are necessary to liability for contaminated sites and accumulated surplus (deficit) as at December 31, 2022 and the environmental and public health services expense and surplus (deficit) of revenues over expenses for the year ended December 31, 2022. The predecessor auditor's opinion on the consolidated financial statements for the year ended December 31, 2021 was modified accordingly because of the possible effects of this limitation in scope.

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 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 qualified opinion.

Emphasis of Matter - Restated Comparative Information

We draw attention to Note 16 to the consolidated financial statements, which explains that certain comparative information presented for the year ended December 31, 2021 has been restated. The consolidated financial statements for the year ended December 31, 2021 (prior to the adjustment



that was applied to restate certain comparative information as explained in note 16) were audited by another auditor who expressed a modified opinion on those consolidated financial statements on February 13, 2023, for the reasons described in the *Basis for Qualified Opinion* section.

Unaudited Information

We have not audited, reviewed or otherwise attempted to verify the accuracy or completeness of schedules 2-1 to 2-4, 3-1 to 3-3, 7, 9, 10 and 11 of the Municipality's consolidated financial statements.

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.

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

Auditor's 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 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 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 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 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.

Chartered Professional Accountants

Saskatoon, Saskatchewan
January 22, 2024

Municipality of Village of Shell Lake
Consolidated Statement of Financial Position
As at December 31, 2022

Statement 1

	2022	2021
	(Restated - note 16)	
FINANCIAL ASSETS		
Cash (Note 2)	760,248	418,154
Taxes Receivable - Municipal (Note 3)	13,775	19,996
Other Accounts Receivable (Note 4)	170,799	23,709
Assets Held for Sale (Note 5)	-	-
Long-Term Investments (Note 6)	314,107	258,127
Debt Charges Recoverable (Note 7)	-	-
Total Financial Assets	1,258,930	719,986
LIABILITIES		
Bank Indebtedness (Note 8)	-	-
Accounts Payable	18,608	18,225
Accrued Liabilities Payable	-	-
Deposits	-	-
Deferred Revenue (Note 9)	69,120	46,619
Accrued Landfill Costs (Note 10)	-	-
Liability for Contaminated Sites (Note 11)	20,000	20,000
Other Liabilities	-	-
Long-Term Debt (Note 12)	-	-
Lease Obligations	-	-
Total Liabilities	107,728	84,844
NET FINANCIAL ASSETS (DEBT)	1,151,201	635,142
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6)	736,298	732,736
Prepayments and Deferred Charges	3,773	17,817
Stock and Supplies	-	-
Other	-	-
Total Non-Financial Assets	740,071	750,553
ACCUMULATED SURPLUS (DEFICIT) (Schedule 8)	1,891,272	1,385,695

Unrecognized Assets (Note 1 I))

The accompanying notes and schedules are an integral part of these consolidated financial statements.

Municipality of Village of Shell Lake
Consolidated Statement of Operations
As at December 31, 2022

Statement 2

	2022 Budget	2022	2021
			(Restated - note 16)
REVENUES			
Taxes and Other Unconditional Revenue (Schedule 1)	259,369	244,853	240,015
Fees and Charges (Schedule 4, 5)	101,740	143,168	149,326
Conditional Grants (Schedule 4, 5)	3,050	4,477	2,659
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	-	-	1,500
Land Sales - Gain/(Loss) (Schedule 4, 5)	26,000	17,500	(6,932)
Gain/loss on disposal of curling rink		469,664	86,692
Investment Income and Commissions (Schedule 4, 5)	3,195	10,053	6,446
Restructurings (Schedule 4,5)	-	-	-
Other Revenues (Schedule 4, 5)	13,000	-	4,677
Total Revenues	406,354	889,715	484,383
EXPENSES			
General Government Services	101,773	114,405	104,223
Protective Services	32,680	17,024	21,630
Transportation Services	238,000	146,658	121,426
Environmental and Public Health Services	16,000	12,034	8,434
Planning and Development Services	-	19,959	3,850
Recreation and Cultural Services	14,511	27,231	36,996
Utility Services	67,333	46,827	47,299
Restructurings	-	-	-
Total Expenses	470,297	384,137	343,858
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	(63,942)	505,577	140,525
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	9,242	-	79,298
Surplus (Deficit) of Revenues over Expenses	(54,701)	505,577	219,823
Accumulated Surplus (Deficit), Beginning of Year as Previously Reported	1,379,326	1,379,326	1,195,690
Prior period Adjustments - Note 16	6,369	6,369	(29,818)
Accumulated Surplus (Deficit), Beginning of Year as Restated	1,385,695	1,385,695	1,165,872
Accumulated Surplus (Deficit), End of Year, Restated	1,330,994	1,891,272	1,385,695

The accompanying notes and schedules are an integral part of these consolidated financial statements.

Municipality of Village of Shell Lake
Consolidated Statement of Change in Net Financial Assets
As at December 31, 2022

Statement 3

	2022 Budget	2022	2021
			(Restated - note 16)
Surplus (Deficit)	(54,701)	505,577	219,823
(Acquisition) of tangible capital assets	-	(50,476)	(130,245)
Amortization of tangible capital assets	46,914	46,914	24,140
Proceeds on disposal of tangible capital assets	-	487,164	117,157
Loss (gain) on the disposal of tangible capital assets	-	(487,164)	(81,260)
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (Deficit) of capital expenses over expenditures	46,914	(3,562)	(70,208)
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expense	-	(3,773)	(7,227)
Consumption of supplies inventory	-	-	-
Use of prepaid expense	-	17,817	-
Surplus (Deficit) of expenses of other non-financial over expenditures	-	14,044	(7,227)
Increase/Decrease in Net Financial Assets	(7,787)	516,059	142,388
Net Financial Assets (Debt) - Beginning of Year as Previously Reported	635,142	635,142	522,572
Prior period Adjustments - Note 16	-	-	(29,818)
Net Financial Assets (Debt) - Beginning of Year as Restated	635,142	635,142	492,754
Net Financial Assets (Debt) - End of Year	627,355	1,151,201	635,142

The accompanying notes and schedules are an integral part of these consolidated financial statements.

Municipality of Village of Shell Lake
Consolidated Statement of Cash Flow
As at December 31, 2022

Statement 4

	2022	2021
	(Restated - note 16)	
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	505,577	219,823
Amortization	46,914	24,140
Loss (gain) on disposal of tangible capital assets	(487,164)	(81,260)
	65,327	162,703
Change in assets/liabilities		
Taxes Receivable - Municipal	6,221	13,284
Other Receivables	(147,090)	(14,949)
Assets Held for Sale	-	-
Other Financial Assets	-	-
Accounts and Accrued Liabilities Payable	383	456
Deposits	-	-
Deferred Revenue	22,501	(66,827)
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Stock and Supplies	-	-
Prepayments and Deferred Charges	14,044	(7,227)
Other (Specify)	-	-
Cash provided by operating transactions	(38,614)	87,440
Capital:		
Cash used to acquire tangible capital assets	(50,476)	(130,245)
Proceeds on sale of tangible capital assets	487,164	117,157
Cash applied to capital transactions	436,688	(13,088)
Investing:		
Proceeds on disposal of investments	-	-
Acquisition in investment	(55,980)	(3,471)
Cash provided by (applied to) investing transactions	(55,980)	(3,471)
Financing:		
Debt charges recovered	-	-
Proceeds from debt issues	-	-
Debt repayment	-	-
Other financing (please specify)	-	-
Cash provided by (applied to) financing transactions	-	-
Change in Cash and Temporary Investments during the year	342,094	70,881
Cash and Temporary Investments - Beginning of Year as Previously Reported	418,154	304,285
Prior period Adjustments - Note 16	-	42,988
Cash and Temporary Investments - Beginning of Year as Restated	418,154	347,273
Cash and Temporary Investments - End of Year	760,248	418,154

The accompanying notes and schedules are an integral part of these consolidated financial statements.

Municipality of Village of Shell Lake
Notes to the Consolidated Financial Statements
As at December 31, 2022

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 adopted by the municipality are as follows:

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.

- a) **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

Shell Lake and District Museum Board
Shell Lake Cemetery
Shell Lake Plant and Décor Committee

All inter-organizational transactions and balances have been eliminated.

- b) **Collection of funds for other authorities:** Collection of funds by the municipality for school boards, municipal hail and conservation and development authorities are collected and remitted in accordance with relevant legislation.
- 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 as revenue in the period that the events giving rise to the transfer occur, providing:
- a) the transfers are authorized
 - b) any eligibility criteria have been met; and
 - c) any stipulations have been met; and
 - d) reasonable estimates of the amounts can be made.

Unearned government transfer amounts received will be recorded as deferred revenue.

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

- d) **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.
- e) **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.
- f) **Local Improvement Charges:** Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed.
- 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 Public Sector Entity because they can be used to provide Public Sector Entity services in future periods. These assets do not normally provide resources to discharge the liabilities of the Public Sector Entity 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) **Property Tax Revenue:** Property tax revenue is based on assessments determined in accordance with Saskatchewan Legislation and the formulas, principles, and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually by council following the guidance of the Government of Saskatchewan. Tax revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred. As taxes recorded are initially based on management's best estimate of the taxes that will be received, it is possible that changes in future conditions, such as reassessments due to audits, appeals and court decisions, could result in a change in the amount of tax revenue recognized. Requisitions operate as a flow through and are excluded from municipal revenue.
- k) **Investments:** Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment. Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment.

Municipality of Village of Shell Lake
Notes to the Consolidated Financial Statements
As at December 31, 2022

1. Significant Accounting Policies - continued

- l) **Inventories:** Inventories of materials and supplies expected to be used by the municipality are valued at the lower of cost or replacement cost. Inventories of land, materials and supplies held for resale are valued at the lower of cost or net realizable value. Cost is determined by the average cost method. Net realizable value is the estimated selling price in the ordinary course of business.
- m) **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 deflation 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 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. Tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The municipality's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	5 to 20 Yrs
Buildings	10 to 50 Yrs
Vehicles & Equipment	
Vehicles	5 to 10 Yrs
Machinery and Equipment	5 to 10 Yrs
Leased capital assets	Lease term
Infrastructure Assets	
Infrastructure Assets	30 to 75 Yrs
Water & Sewer	30 to 75 Yrs
Road Network Assets	30 to 75 Yrs

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

Works of Art and Other Unrecognized Assets: Assets that have a historical or cultural significance, which include works of art, monuments and other cultural artifacts are not recognized as tangible capital assets because a reasonable estimate of future benefits associated with this property cannot be made.

Capitalization of Interest: The municipality does *not* capitalize interest incurred while a tangible capital asset is under construction.

Leases: All leases are recorded on the consolidated financial statements as either a capital or operating lease. Any lease that transfers substantially all of the benefits and risk associated with the leased asset is classified as a capital lease and recorded as tangible capital assets. 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 of the lease term. Any other lease not meeting the before mentioned criteria is classified as an operating lease and rental payments are expensed as incurred.

- n) **Landfill Liability:**
The municipality maintains a waste disposal site. The annual provision is reported as an expense and the accumulated provision is reported on the Consolidated Statement of Financial Position. Recommended disclosure is provided in Note 10.
- o) **Trust Funds:** Funds held in trust for others, under a trust agreement or statute, are not included in the consolidated financial statements as they are not controlled by the municipality. Trust fund activities administered by the municipality are disclosed in Note 18.
- p) **Employee Benefit Plans:** Contributions to the municipality's defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the municipality's obligations are limited to their contributions.
- q) **Liability for Contaminated Sites:** Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all the following criteria are met:
- an environmental standard exists;
 - contamination exceeds the environmental standard;
 - the municipality:
 - is directly responsible; or
 - accepts responsibility;
 - it is expected that future economic benefits will be given up; and
 - a reasonable estimate of the amount can be made.

1. Significant Accounting Policies - continued

- r) **Measurement Uncertainty:** The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditures during the period. Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

The measurement of materials and supplies are based on estimates of volume and quality.

The 'Opening Asset costs' of tangible capital assets have been estimated where actual costs were not available.

Amortization is based on the estimated useful lives of tangible capital assets.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in earnings in the periods in which they become known.

- s) **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.

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.

- t) **Budget Information:** Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on May 16, 2022

- u) **Assets Held for Sale:** the municipality is committed to selling the asset, the asset is in a condition to be sold, the asset is publicly seen to be for sale, there is an active market for the asset, there is a plan in place for selling the asset and the sale is reasonably anticipated to be completed within one year of the financial statement date.

- v) **New Standards and Amendments to Standards:
Effective for Fiscal Years Beginning On or After April 1, 2022:**

PS 1201 Financial Statement Presentation, replaces PS 1200 with revised general reporting principles and standards of presentation and disclosure in government financial statements. Requires a new statement of re-measurement gains and losses separate from the statement of operations arising from the re-measurement of financial instruments and items denominated in foreign currencies, as well as the entity's proportionate share of other comprehensive income that arises when an entity includes the results of government business enterprises and partnerships. Effective in the period PS 3450 and PS 2601 are adopted.

PS 2601 Foreign Currency Translation, replaces PS 2600 with revised guidance on the recognition, presentation and disclosure of transactions that are denominated in a foreign currency. Requires that monetary assets and liabilities denominated in a foreign currency and non-monetary items included in the fair value category, denominated in a foreign currency, be adjusted to reflect the exchange rates in effect at the financial statement date. Unrealized gains and losses are to be presented in the statement of re-measurement gains and losses.

PS 3041 Portfolio Investments, replaces PS 3040 with revised guidance on accounting for, and presentation and disclosure of portfolio investments. Removes the distinction between temporary and portfolio investments. Upon adoption of PS 3450 and PS 3041, PS 3030, Temporary Investments, will no longer apply. Effective in the period PS 3450, PS 2601 and PS 1201 are adopted.

PS 3450 Financial Instruments, a new standard establishing guidance on the recognition, measurement, presentation and disclosure of financial instruments, including derivatives. The standard requires fair value measurement of derivatives and equity instrument that are quoted in an active market; all other financial instruments can be measured at cost/amortized cost or fair value at the election of the entity. Unrealized gains and losses are presented in a new statement of re-measurement gains and losses. There is the requirement to disclose the nature and extent of risks arising from financial instruments and clarification is given for the de-recognition of financial liabilities.

PS 3280 Asset Retirement Obligations, a new standard establishing guidance on the accounting and reporting of legal obligations associated with the retirement of tangible capital assets controlled by an entity or public sector organization. A liability for a retirement obligation can apply to tangible capital assets either in productive use or no longer in productive use. As this standard includes solid waste landfill sites active and post-closing obligations, upon adoption of this new standard, existing Solid Waste Landfill Closure and Post-Closure Liability section PS 3270 will be withdrawn.

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

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

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

Municipality of Village of Shell Lake
Notes to the Consolidated Financial Statements
As at December 31, 2022

2. Cash and Investments

	2022	2021
	(Restated - note 16)	
Cash	\$ 701,890	\$ 361,528
Restricted Cash	\$ 46,238	\$ 54,495
Temporary investments	\$ 12,120	2,131
Total Cash and Temporary Investments	760,248	418,154

Cash and Temporary Investments includes balances with banks and short-term deposits with maturities of three months or less.

3. Taxes Receivable - Municipal

	2022	2021
Municipal - Current	\$ 5,969	\$ 11,091
- Arrears	9,530	10,733
Less - allowance for uncollectibles	(1,828)	(1,828)
Total municipal taxes receivable	13,672	19,996
School - Current	2,331	4,292
- Arrears	2,606	1,020
Total school taxes receivable	4,937	5,312
Other	104	-
Total taxes and grants in lieu receivable	18,713	25,308
Deduct taxes receivable to be collected on behalf of other organizations	(4,937)	(5,312)
Total Taxes Receivable - Municipal	13,775	19,996

Municipality of Village of Shell Lake
Notes to the Consolidated Financial Statements
As at December 31, 2022

4. Other Accounts Receivable

	2022	2021
Federal Government	20	23,606
Provincial Government	-	-
Local Government	-	-
Utility	344	367
Trade	170,614	-
Other (Specify)	86	-
Total Other Accounts Receivable	171,063	23,973
Less: Allowance for Uncollectible	(264)	(264)
Net Other Accounts Receivable	170,799	23,709

5. Assets Held for Sale

	2022	2021
Other Land	\$ -	\$ -
Allowance for market value adjustment	-	-
Total Land for Sale	-	-

6. Long-Term Investments

	2022	2021
Short-term investments		
GIC Non-redeemable @ 2.80% - May 2023	\$ 105,450	\$ 103,548
GIC Non-redeemable @ 2.80% - June 2023	51,501	50,623
GIC Non-redeemable @ 2.90% - June 2023	57,420	55,886
GIC Non-redeemable @ 4.20% - October 2023	50,432	-
GIC Non-redeemable @ 4.50% - December 2023	10,000	-
	274,803	210,057
Long-term investment		
TML @ 2.4% - February 2022	\$ -	\$ 9,597
TML @ 2.4% - February 2023	-	9,597
GIC - TM 5 year Strategy @ 3.15% - Feb 2024	10,110	9,800
GIC - TM 5 year Strategy @ 2.40% - Feb 2025	9,827	9,597
GIC - TM 5 year Strategy @ 1.00% - Feb 2026	9,575	9,479
GIC - TM 5 year Strategy @ 2.00% - Feb 2027	9,793	-
	39,304	48,070
Total Long-Term Investments	314,107	258,127

Short-term investments are investment at the Innovation Federal Credit Union that are from 3 months to 12 months.

Long-term investments are investment at the Innovation Federal Credit Union that are held longer than 12 months.

7. Debt Charges Recoverable

	2022	2021
Current debt charges recoverable	\$ -	\$ -
Non-current debt charges recoverable	-	-
Total Debt Charges Recoverable	\$ -	\$ -

Municipality of Village of Shell Lake
Notes to the Consolidated Financial Statements
As at December 31, 2022

8. Bank Indebtedness

Credit Arrangements

At December 31, 2022, the Municipality had lines of credit totaling \$38,000, none of which were drawn. The line of credit had an interest rate of 5.95%.

9. Deferred Revenue

	2022	2021
	(Restated - note 16)	
Canada Community Building Fund	\$ 42,026	\$ 36,619
Donations	5,500	10,000
Prepaid Property Taxes	1,594	-
Land Sale	20,000	-
Total Deferred Revenue	\$ 69,120	\$ 46,619

10. Accrued Landfill Costs

	2022	2021
	\$ -	\$ -
Environmental Liabilities	\$ -	\$ -

The Municipality has decommissioned its landfill by putting a clean burn site in place. There are no additional closure or post closure costs anticipated.

11. Liability for Contaminated Sites

The municipality has accrued an overall liability for environmental matters in the amount of \$20,000 (prior year - \$20,000) which represents management's best estimate of this liability. By their nature, these estimates are subject to measurement uncertainty and the effect on the consolidated financial statements of changes in such estimates in future periods could be significant.

Municipality of Village of Shell Lake
Notes to the Consolidated Financial Statements
As at December 31, 2022

12. Long-Term Debt

a) The debt limit of the municipality is \$339,727. 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)).

13. Pension Plan

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer 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.

Total current service contributions by the municipality to the MEPP in 2022 were \$8,507 (2021 - \$6,786). Total current service contributions by the employees of the municipality to the MEPP in 2022 were \$8,507 (2021 - \$6,786).

At December 31, 2022, the MEPP had total assets of \$3,275,495 (2021 - \$3,568,400) and disclosed a surplus of \$1,021,301 (2021 - \$1,144,386).

15. Budget Data

The reconciliation of the approved budget for the current year to the budget

	2022
Budget surplus/(deficit) per Statement of Operations	\$ (54,701)
Add: Amortization	\$ 46,914
Per approved municipal budget	\$ (7,787)

16. Restatement

During the year the Municipality identified an error in revenue recognized from the Gas Tax Funding. It was determined that the Municipality had not yet met the criteria to recognize the Gas Tax Funding fully and that the portion, where the recognition criteria had not been met should be deferred. Additionally during the year the Municipality determined it had control over the Shell Lake Cemetery and the Shell Lake Plant and Décor Committee in 2021. The Municipality should have consolidated the Shell Lake Cemetery and the Shell Lake Plant and Décor Committee into the prior year financial statements. As a result the municipality has restated its 2021 comparative figure to reflect this correction as follows:

	2021 Previously Reported	Adjustments	2021 Restated
Cash	375,166	42,988	418,154
Deferred Revenue	10,000	36,619	46,619
Accumulated Surplus	1,379,326	6,369	1,385,695
Provincial/Federal Capital Grants and Contributions	43,111	36,187	79,298
Surplus (Deficit) of Revenues over Expenses	183,636	36,187	219,823
Net Financial Assets (Debt) - End of Year	628,773	6,369	635,142
Other (reserves, cemetery)	12,660	42,988	55,648

17. Related Party

The consolidated financial statements include transactions with related parties. The municipality is related to *Shell Lake Curling Rink Board and the Shell Lake Recreation Board* under the common control of the Council.

Transactions with these related parties are in the normal course of operations and are settled on normal trade terms.
During the year, the Municipality incurred grant expenses totalling \$14,805 to these related parties.

Municipality of Village of Shell Lake
Schedule of Taxes and Other Unconditional Revenue
As at December 31, 2022

Schedule 1

	2022 Budget	2022	2021
TAXES			
General municipal tax levy	\$ 189,197	\$ 187,615	\$ 186,000
Abatements and adjustments	-	-	(1,997)
Discount on current year taxes	7,000	(6,561)	(6,225)
Net Municipal Taxes	196,197	181,054	177,778
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	6,000	3,279	5,609
Special tax levy	-	-	-
Other (Specify)	-	-	-
Total Taxes	202,197	184,333	183,387
UNCONDITIONAL GRANTS			
Revenue Sharing	42,227	42,225	41,286
Other (Specify)		845	-
Total Unconditional Grants	42,227	43,070	41,286
GRANTS IN LIEU OF TAXES			
Federal	-	-	-
Provincial			
S.P.C. Surcharge	14,100	16,749	-
Traffic Count	845	700	-
TransGas	-	-	-
Central Services	-	-	-
SaskTel	-	-	-
Other (Specify)	-	-	-
Local/Other			
Housing Authority	-	-	1,198
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other (Specify)	-	-	-
Other Government Transfers			
S.P.C. Surcharge	-	-	14,144
Sask Energy Surcharge	-	-	-
Other (Specify)	-	-	-
Total Grants in Lieu of Taxes	14,945	17,449	15,342
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 259,369	\$ 244,853	\$ 240,015

Municipality of Village of Shell Lake
Schedule of Operating and Capital Revenue by Function
As at December 31, 2022
(Unaudited)

Schedule 2 - 1

	2022 Budget	2022	2021
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ 11,615	\$ 2,579	\$ 2,221
- Custom work	2,000	6,744	200
- Other (Tax Enforcement)	60	21	75
- Other (Specify)	-	5,886	540
Total Fees and Charges	13,675	15,229	3,036
- Tangible capital asset sales - gain (loss)	-	-	1,500
- Land sales - gain	26,000	17,500	(6,932)
- Investment income and commissions	3,195	10,053	6,446
- Gain/Loss on disposal of curling rink	-	469,664	86,692
- Other (Specify)	13,000	-	4,677
Total Other Segmented Revenue	55,870	512,446	95,419
Conditional Grants			
- Student Employment	2,100	-	2,659
- MEEP	-	-	-
- Other (Specify)	950	1,672	-
Total Conditional Grants	3,050	1,672	2,659
Total Operating	58,920	514,119	98,078
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	9,242	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other (Specify)	-	-	-
Total Capital	9,242	-	-
Restructuring Revenue (Specify, if any)			
Total General Government Services	\$ 68,162	\$ 514,119	\$ 98,078

PROTECTIVE SERVICES

Operating

Other Segmented Revenue			
Fees and Charges	\$ -	\$ 6,410	\$ 7,792
- Other (Specify)	-	-	-
Total Fees and Charges	-	6,410	7,792
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (Specify)	-	-	-
Total Other Segmented Revenue	-	6,410	7,792
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- MEEP	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	6,410	7,792

Capital

Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	-	-	-
- MEEP	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Restructuring Revenue (Specify, if any)			
Total Protective Services	\$ -	\$ 6,410	\$ 7,792

Municipality of Village of Shell Lake
Schedule of Operating and Capital Revenue by Function
As at December 31, 2022
(Unaudited)

Schedule 2 - 2

	2022 Budget	2022	2021
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ -	\$ -	\$ -
- Other (Specify)	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (Specify)	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- RIRG (CTP)	-	-	-
- Student Employment	-	-	-
- MEEP	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	47,846
- ICIP	-	-	-
- RIRG (CTP, Bridge and Large Culvert, Road Const.)	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	25,152
- Other (Specify)	-	-	6,300
Total Capital	-	-	79,298
Restructuring Revenue (Specify, if any)			
Total Transportation Services	\$ -	\$ -	\$ 79,298

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	\$ 15,720	\$ 15,850	\$ 15,523
- Other (Specify)	300	-	-
Total Fees and Charges	16,020	15,850	15,523
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (Specify)	-	-	-
Total Other Segmented Revenue	16,020	15,850	15,523
Conditional Grants			
- Student Employment	-	-	-
- TAPD	-	-	-
- Local government	-	-	-
- MEEP	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	16,020	15,850	15,523
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- TAPD	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Restructuring Revenue (Specify, if any)			
Total Environmental and Public Health Services	\$ 16,020	\$ 15,850	\$ 15,523

Municipality of Village of Shell Lake
Schedule of Operating and Capital Revenue by Function
As at December 31, 2022
(Unaudited)

Schedule 2 - 3

	2022 Budget	2022	2021
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges	\$ -	\$ -	\$ -
- Other (Specify)	-	-	775
Total Fees and Charges	-	-	775
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (Specify)	-	-	-
Total Other Segmented Revenue	-	-	775
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	775
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Restructuring Revenue <i>(Specify, if any)</i>			
Total Planning and Development Services	\$ -	\$ -	\$ 775

RECREATION AND CULTURAL SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Other (Specify)	\$ 31,000	\$ 28,489	\$ 66,920
Total Fees and Charges	31,000	46,781	66,920
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (Specify)	-	-	-
Total Other Segmented Revenue	31,000	46,781	66,920
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	2,805	-
- MEEP	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	2,805	-
Total Operating	31,000	49,586	66,920
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Restructuring Revenue <i>(Specify, if any)</i>			
Total Recreation and Cultural Services	\$ 31,000	\$ 49,586	\$ 66,920

Municipality of Village of Shell Lake
Schedule of Operating and Capital Revenue by Function
As at December 31, 2022
(Unaudited)

Schedule 2 - 4

	2022 Budget	2022	2021
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ 41,045	\$ 58,898	\$ 55,280
- Other (Specify)	-	-	-
Total Fees and Charges	41,045	58,898	55,280
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (Specify)	-	-	-
Total Other Segmented Revenue	41,045	58,898	55,280
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	41,045	58,898	55,280
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- New Building Canada Fund (SCF, NRP)	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Restructuring Revenue (Specify, if any)			
Total Utility Services	41,045	58,898	55,280
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 156,227	\$ 644,862	\$ 323,666

SUMMARY

Total Other Segmented Revenue	143,935	640,385	241,709
Total Conditional Grants	3,050	4,477	2,659
Total Capital Grants and Contributions	9,242	-	79,298
Restructuring Revenue	-	-	-
TOTAL REVENUE BY FUNCTION	\$ 156,227	\$ 644,862	\$ 323,666

Municipality of Village of Shell Lake

Total Expenses by Function

As at December 31, 2022

Schedule 3 - 1

(Unaudited)

	2022 Budget	2022	2021
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 6,700	\$ 5,450	\$ 4,248
Wages and benefits	38,500	43,609	48,235
Professional/Contractual services	36,445	44,629	28,749
Utilities	7,200	6,057	5,839
Maintenance, materials and supplies	9,600	5,754	17,097
Grants and contributions - operating	-	155	55
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance for uncollectible	-	-	-
Other	3,328	8,751	-
General Government Services	101,773	114,405	104,223
Restructuring (Specify, if any)			
Total General Government Services	\$ 101,773	\$ 114,405	\$ 104,223

PROTECTIVE SERVICES
Police protection

Wages and benefits	\$ 17,000	\$ -	\$ -
Professional/Contractual services	9,230	9,979	8,655
Utilities	200	-	-
Maintenance, material and supplies	-	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Other (Specify)	-	-	-

Fire protection

Wages and benefits	-	-	-
Professional/Contractual services	6,250	6,596	7,915
Utilities	-	-	-
Maintenance, material and supplies	-	450	5,060
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Capital Purchase	-	-	-

Protective Services	32,680	17,024	21,630
Restructuring (Specify, if any)			
Total Protective Services	\$ 32,680	\$ 17,024	\$ 21,630

TRANSPORTATION SERVICES

Wages and benefits	\$ 50,000	\$ 50,886	\$ 56,998
Professional/Contractual Services	14,600	9,037	10,877
Utilities	-	17,623	16,918
Maintenance, materials and supplies	151,950	42,644	26,231
Gravel	-	1,797	5,491
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	21,450	21,450	4,911
Interest	-	-	-
Other (Specify)	-	3,221	-

Transportation Services	238,000	146,658	121,426
Restructuring (Specify, if any)			
Total Transportation Services	\$ 238,000	\$ 146,658	\$ 121,426

Municipality of **Village of Shell Lake**

Total Expenses by Function

As at December 31, 2022

Schedule 3 - 2

(Unaudited)

	2022 Budget	2022	2021
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	4,750	9,368	8,434
Utilities	-	-	-
Maintenance, materials and supplies	11,250	2,666	-
Grants and contributions - operating	-	-	-
o Waste disposal	-	-	-
o Public Health	-	-	-
- capital	-	-	-
o Waste disposal	-	-	-
o Public Health	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other (Provision for landfill liability)	-	-	-
Environmental and Public Health Services	16,000	12,034	8,434
Restructuring (Specify, if any)			
Total Environmental and Public Health Services	\$ 16,000	\$ 12,034	\$ 8,434

PLANNING AND DEVELOPMENT SERVICES

Professional/Contractual Services	\$ -	\$ 19,959	\$ 2,850
Wages and Benefits	-	-	1,000
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other (Specify)	-	-	-
Planning and Development Services	-	19,959	3,850
Restructuring (Specify, if any)			
Total Planning and Development Services	\$ -	\$ 19,959	\$ 3,850

RECREATION AND CULTURAL SERVICES

Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	3,150	15,178	-
Utilities	2,800	5,611	8,517
Maintenance, materials and supplies	2,730	896	19,990
Grants and contributions - operating	3,100	2,815	-
- capital	-	-	3,065
Amortization	2,731	2,731	5,424
Interest	-	-	-
Allowance for uncollectible	-	-	-
Other (Specify)	-	-	-
Recreation and Cultural Services	14,511	27,231	36,996
Restructuring (Specify, if any)			
Total Recreation and Cultural Services	\$ 14,511	\$ 27,231	\$ 36,996

Municipality of Village of Shell Lake

Total Expenses by Function

As at December 31, 2022

Schedule 3 - 3

(Unaudited)

	2022 Budget	2022	2021
UTILITY SERVICES			
Water - Professional/Contractual services	\$ -	\$ 2,832	\$ 3,010
Water - Maintenance, materials and supplies	-	885	21,939
Utilities - Sewer	-	-	8,545
Wages and benefits	-	-	-
Professional/Contractual services	3,000	2,975	-
Maintenance, materials and supplies	41,600	17,402	-
Amortization	22,733	22,733	13,805
Other (Specify)			
Utility Services	67,333	46,827	47,299
Restructuring (Specify, if any)			
Total Utility Services	\$ 67,333	\$ 46,827	\$ 47,299
TOTAL EXPENSES BY FUNCTION	\$ 470,297	\$ 384,137	\$ 343,858

Municipality of Village of Shell Lake
Consolidated Schedule of Segment Disclosure by Function
As at December 31, 2022

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues								
Fees and Charges	15,229	6,410	-	15,850	-	46,781	58,898	143,168
Tangible Capital Asset Sales - Gain	469,664	-	-	-	-	-	-	469,664
Land Sales - Gain	17,500							17,500
Investment Income and Commissions	10,053							10,053
Other Revenues	-	-	-	-	-	-	-	-
Grants - Conditional	1,672	-	-	-	-	2,805	-	4,477
- Capital	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	514,119	6,410	-	15,850	-	49,586	58,898	644,862
Expenses								
Wages & Benefits	49,059	-	50,886	-	19,959	-		119,903
Professional/ Contractual Services	44,629	16,574	9,037	9,368	-	15,178	2,832	97,619
Utilities	6,057	-	17,623	-		5,611	885	30,175
Maintenance Materials and Supplies	5,754	450	44,441	2,666		896	17,402	71,609
Grants and Contributions	155	-	-	-	-	2,815	2,975	5,945
Amortization	-	-	21,450	-	-	2,731	22,733	46,914
Interest	-	-	-	-	-	-		-
Allowance for Uncollectible	-					-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	8,751	-	3,221	-	-	-	-	11,973
Total Expenses	114,405	17,024	146,658	12,034	19,959	27,231	46,827	384,137
Surplus (Deficit) by Function	399,714	(10,614)	(146,658)	3,816	(19,959)	22,355	12,071	260,725

Taxes and other unconditional revenue (Schedule 1)

244,853

Net Surplus (Deficit)

505,577

Municipality of Village of Shell Lake
Consolidated Schedule of Segment Disclosure by Function
As at December 31, 2021

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues								(Restated - note 16)
Fees and Charges	3,036	7,792	-	15,523	775	66,920	55,280	149,326
Tangible Capital Asset Sales - Gain	1,500	-	-	-	-	-	-	1,500
Land Sales - Gain	(6,932)	-	-	-	-	-	-	(6,932)
Investment Income and Commissions	6,446	-	-	-	-	-	-	6,446
Other Revenues	4,677	-	-	-	-	-	-	4,677
Gain/ loss on disposal of curling rink	86,692	-	-	-	-	-	-	86,692
Grants - Conditional	2,659	-	-	-	-	-	-	2,659
- Capital	-	-	79,298	-	-	-	-	79,298
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	98,078	7,792	79,298	15,523	775	66,920	55,280	323,666
Expenses								
Council Remuneration, Benefits and Travel								
Wages & Benefits	52,483	-	56,998	-	1000	-	-	110,481
Professional/ Contractual Services	28,749	16,570	10,877	8,434	2,850	-	3,010	70,490
Utilities	5,839	-	16,918	-		8,517	8,545	39,819
Maintenance Materials and Supplies	17,097	5,060	31,722	-		19,990	21,939	95,808
Grants and Contributions	55	-	-	-	-	3,065	-	3,120
Amortization	-	-	4,911	-	-	5,424	13,805	24,140
Interest	-	-	-	-	-	-	-	-
Allowance for Uncollectible	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total Expenses	104,223	21,630	121,426	8,434	3,850	36,996	47,299	343,858
Surplus (Deficit) by Function	(6,145)	(13,838)	(42,128)	7,089	(3,075)	29,924	7,981	(20,192)

Taxes and other unconditional revenue (Schedule 1)

240,015

Net Surplus (Deficit)

219,823

Municipality of Village of Shell Lake
Consolidated Schedule of Tangible Capital Assets by Object
As at December 31, 2022

Schedule 6

		2022						2021		
	General Assets						Infrastructure Assets	General/ Infrastructure		
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear assets	Assets Under Construction	Total	Total	
Assets	Asset cost									
	Opening Asset costs	77,872	54,620	200,164	14,425	128,099	1,312,868	-	1,788,048	1,748,455
	Additions during the year	-	-	-	-	50,476	-	-	50,476	130,245
	Disposals and write-downs during the year	-	-	-	(600)	(15,764)	-	-	(16,364)	(90,652)
	Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
	Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-
Closing Asset Costs		77,872	54,620	200,164	13,825	162,811	1,312,868	-	1,822,160	1,788,048
Amortization	Accumulated Amortization Cost									
	Opening Accumulated Amortization Costs	-	30,040	137,500	4,468	63,238	820,066	-	1,055,312	1,085,927
	Add: Amortization taken	-	2,731	3,911	1,647	11,708	26,917	-	46,914	24,140
	Less: Accumulated amortization on disposals	-	-	-	(600)	(15,764)	-	-	(16,364)	(54,755)
	Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-
	Closing Accumulated	-	32,771	141,411	5,515	59,182	846,983	-	1,085,862	1,055,312
Net Book Value		77,872	21,849	58,753	8,310	103,629	465,885	-	736,298	732,736

1. Total contributed/donated assets received in 2022

\$ -

2. List of assets recognized at nominal value in 2022 are:

- Infrastructure Assets

\$ -

- Vehicles

\$ -

- Machinery and Equipment

\$ -

3. Amount of interest capitalized in Schedule

6

\$ -

Municipality of Village of Shell Lake
Consolidated Schedule of Tangible Capital Assets by Function
As at December 31, 2022
(Unaudited)

Schedule 7

		2022						2021		
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total	
Assets	Asset cost									
	Opening Asset costs	117,683	600	773,477	188	-	146,620	749,480	1,788,048	1,748,455
	Additions during the year		-	34,712			71,420	-	106,132	130,245
	Disposals and write-downs during the year		(600)	-			(71,420)	-	(72,020)	(90,652)
	Transfer of Capital Assets related to restructuring		-				-	-	-	-
Closing Asset Costs		117,683	-	808,189	188	-	146,620	749,480	1,822,160	1,788,048
Amortization	Accumulated									
	Opening Accumulated Amortization Costs	90,000	600	406,752	-	-	128,240	429,720	1,055,312	1,085,927
	Add: Amortization taken	-	-	74,552	-	-	7,768	18,749	101,069	24,140
	Less: Accumulated amortization on disposals		(600)	(69,919)	-	-	-	-	(70,519)	(54,755)
	Transfers between functions	-	-	-	-	-	-	-	-	-
Transfer of Capital Assets related to restructuring			-		-	-	-	-	-	-
Closing Accumulated Amortization Costs		90,000	-	411,385	-	-	136,008	448,469	1,085,862	1,055,312
Net Book Value		27,683	-	396,804	188	-	10,612	301,011	736,298	732,736

Municipality of Village of Shell Lake
Consolidated Schedule of Accumulated Surplus
As at December 31, 2022
(Unaudited)

Schedule 8

	2021	Changes	2022
	(Restated - note 16)		
UNAPPROPRIATED SURPLUS	662,549	502,015	1,164,564
APPROPRIATED RESERVES			
Capital - Buildings Reserve	-		-
Capital - Equipment Reserve	8,000		8,000
Landfill Reserve	-		-
Other (reserves, cemetery)	55,648		55,648
Total Appropriated	63,648	-	63,648
ORGANIZED HAMLETS (add lines if required)			
Organized Hamlet of (Name)			-
Total Organized Hamlets	-	-	-
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6)	732,736	3,562	736,298
Less: Related debt	-	-	-
Net Investment in Tangible Capital Assets	732,736	3,562	736,298
Total Accumulated Surplus	1,458,933	505,577	1,964,510

Municipality of Village of Shell Lake
Schedule of Mill Rates and Assessments
As at December 31, 2022
(Unaudited)

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	-	14,138,160	1,024,560	423,760	1,866,940	-	17,453,420
Regional Park Assessment							
Total Assessment							17,453,420
Mill Rate Factor(s)	-	0.9000	-	-	1.4500		
Total Base/Minimum Tax (generated for each property class)	-	111,000	-	-	19,625		130,625
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	-	153,953	3,227	1,335	29,100		187,615

MILL RATES: MILLS

Average Municipal*	10.7495
Average School*	4.7882
Potash Mill Rate	-
Uniform Municipal Mill Rate	-

* Average Mill Rates (multiply the total tax levy for each taxing authority by 1000
and divide by the total assessment for the taxing authority).

Municipality of **Village of Shell Lake**
Schedule of Council Remuneration
As at December 31, 2022
(Unaudited)

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Mayor	Anita Weiers	1,250	-	1,250
Councillor	Greg Ardagh	1,150	-	1,150
Councillor	Dillan Simonar	650	-	650
Councillor	Joe Delisle	1,250	-	1,250
Councillor	Al Sulymka	1,150	-	1,150
				-
				-
				-
				-
				-
				-
Total		5,450	-	5,450

Municipality of **Village of Shell Lake**
Schedule of Restructuring
As at December 31, 2022
(Unaudited)

Schedule 11

	2022
Carrying Amount of Assets and Liabilities Transferred/Received at Restructuring Date:	
Cash and Temporary Investments	-
Taxes Receivable - Municipal	-
Other Accounts Receivable	-
Assets Held for Sale	-
Long-Term Investments	-
Debt Charges Recoverable	-
Bank Indebtedness	-
Accounts Payable	-
Accrued Liabilities Payable	-
Deposits	-
Deferred Revenue	-
Accrued Landfill Costs	-
Liability for Contaminated Sites	-
Other Liabilities	-
Long-Term Debt	-
Lease Obligations	-
Tangible Capital Assets	-
Prepayments and Deferred Charges	-
Stock and Supplies	-
Other	-
Total Net Carrying Amount Received (Transferred)	-