

VILLAGE OF TORQUAY
CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

VILLAGE OF TORQUAY
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STATEMENT OF RESPONSIBILITY

To the Ratepayers of the Village of Torquay:

The Village'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 consolidated financial statements necessarily includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgments and estimates by management are required.

In discharging its responsibilities for the integrity and fairness of the 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 Village. The Council is responsible for overseeing management in the performance of its financial reporting responsibilities. The Council fulfills these responsibilities by reviewing the financial information prepared by administration and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the Village's external auditors.

Sensus Chartered Professional Accountants Ltd., an independent firm of Chartered Professional Accountants, is appointed by the Council to audit the 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 administration to discuss their audit findings.

Mayor

Administrator



INDEPENDENT AUDITOR'S REPORT

To the Mayor and Council of:
Village of Torquay
Torquay, Saskatchewan

Qualified Opinion

We have audited the consolidated financial statements of the Village of Torquay, which comprise the consolidated statement of financial position as at December 31, 2023, the consolidated statement of operations, consolidated statement of changes in net financial assets, consolidated statement of cash flows, consolidated statement of remeasurement gains (losses) 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 effects of the matters described in the Basis of Qualified Opinion paragraph, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Village of Torquay as at December 31, 2023, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified Opinion

The Public Sector Accounting Board has introduced section PS 3280 which is a new standard establishing guidance on the accounting and reporting on the retirement of tangible capital assets controlled by the Village of Torquay. The Village of Torquay has not provided a reasonable estimate for the asset retirement costs associated with their lagoon, water wells, buildings containing asbestos and lead paint or piping, to determine the asset retirement obligation. As such, we have qualified our audit opinion due to the departure from Canadian public sector accounting standards. The effects of this departure on the consolidated financial statements for the year ended December 31, 2023 have not been determined, as there is insufficient information available to do so.

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 Village of Torquay in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Responsibilities of Management and Those Charged with Governance for the 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 Village of Torquay's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Village of Torquay or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Village of Torquay'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 auditing standards, we exercise our professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the 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 Village of Torquay's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Village of Torquay'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 Village of Torquay 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 group to express an opinion on the consolidated financial statements. We are responsible for the directions, 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.

Yorkton, Saskatchewan
August 14, 2024



Chartered Professional Accountants Ltd.

VILLAGE OF TORQUAY
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2023

	2023	2022
FINANCIAL ASSETS		
Cash and cash equivalents (Note 2)	\$ 57,009	\$ 403,951
Investments (Note 6)	117,341	113,648
Taxes receivable - municipal (Note 3)	47,049	35,647
Other accounts receivable (Note 4)	162,648	609,749
TOTAL FINANCIAL ASSETS	384,047	1,162,995
LIABILITIES		
Bank indebtedness (Note 7)	634,670	713,177
Accounts payable and accrued liabilities	37,871	146,353
Deposits	150	6,150
Asset retirement obligation (Note 8)	3,228	3,075
TOTAL LIABILITIES	675,919	868,755
NET FINANCIAL ASSETS (NET DEBT)	(291,872)	294,240
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedules 6 and 7)	2,799,793	1,755,677
Assets held for sale (Note 5)	10,519	43,617
Inventories	4,884	
Prepaid expenses	2,266	43
TOTAL NON-FINANCIAL ASSETS	2,817,462	1,799,337
ACCUMULATED SURPLUS	\$ 2,525,590	\$ 2,093,577
Accumulated surplus is comprised of:		
Accumulated surplus excluding remeasurement gains (losses) (Schedule 8)	\$ 2,525,590	\$ 2,093,577
Accumulated remeasurement gains (losses)		
	\$ 2,525,590	\$ 2,093,577

VILLAGE OF TORQUAY
CONSOLIDATED STATEMENT OF OPERATIONS
For the year ended December 31, 2023

	2023 Budget Unaudited (Note 1)	2023 Actual	2022 Actual
REVENUE			
Taxes revenue (Schedule 1)	\$ 210,620	\$ 150,724	\$ 143,946
Other unconditional revenue (Schedule 1)	66,447	76,872	66,397
Fees and charges (Schedules 4 and 5)	105,181	114,589	92,594
Conditional grants (Schedules 4 and 5)	6,149	15,993	14,642
Tangible capital asset sales - gain (loss) (Schedules 4 and 5)		9,899	1,142
Land sales - gain (loss) (Schedules 4 and 5)		(19,539)	
Investment income (Schedules 4 and 5)	3,000	10,330	6,897
Other revenues (Schedules 4 and 5)		61,572	23,632
Provincial/Federal capital grants and contributions (Schedules 4 and 5)	16,881	525,581	969,000
	408,278	946,021	1,318,250
EXPENSES			
General government services (Schedule 3)	126,995	146,702	146,004
Protective services (Schedule 3)	27,658	30,005	29,258
Transportation services (Schedule 3)	106,867	89,939	54,035
Environmental and public health services (Schedule 3)	27,548	29,788	25,714
Planning and development services (Schedule 3)	414	772	414
Recreation and cultural services (Schedule 3)	6,627	111,290	123,836
Utility services (Schedule 3)	149,294	105,512	77,918
	445,403	514,008	457,179
ANNUAL SURPLUS (DEFICIT)	(37,125)	432,013	861,071
ACCUMULATED SURPLUS, BEGINNING OF YEAR	2,093,577	2,093,577	1,232,506
ACCUMULATED SURPLUS, END OF YEAR	\$ 2,056,452	\$ 2,525,590	\$ 2,093,577

VILLAGE OF TORQUAY

CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS (NET DEBT)

For the year ended December 31, 2023

	2023 Budget Unaudited (Note 1)	2023 Actual	2022 Actual
ANNUAL SURPLUS (DEFICIT)	\$ (37,125)	\$ 432,013	\$ 861,071
Acquisition of tangible capital assets	(606,000)	(1,093,971)	(1,117,214)
Amortization of tangible capital assets	49,904	49,854	40,608
(Gain) loss on disposal of tangible capital assets		(9,899)	(1,142)
Proceeds on disposal of tangible capital assets		9,900	1,142
Acquisition of assets held for sale		(1,627)	(21,775)
(Gain) loss on sale of assets held for sale		19,539	
Proceeds on sale of assets held for sale		15,186	
Increase in inventories		(4,884)	
Decrease (increase) in prepaid expenses		(2,223)	13
	(556,096)	(1,018,125)	(1,098,368)
CHANGE IN NET FINANCIAL ASSETS	\$ (593,221)	(586,112)	(237,297)
NET FINANCIAL ASSETS, BEGINNING OF YEAR		294,240	531,537
NET FINANCIAL ASSETS (NET DEBT), END OF YEAR		\$ (291,872)	\$ 294,240

VILLAGE OF TORQUAY
CONSOLIDATED STATEMENT OF CASH FLOWS
For the year ended December 31, 2023

	2023	2022
OPERATING TRANSACTIONS		
Annual surplus	\$ 432,013	\$ 861,071
Changes in non-cash items:		
Taxes receivable - municipal	(11,402)	(1,309)
Other accounts receivable	447,101	(541,321)
Inventories	(4,884)	
Prepaid expenses	(2,223)	13
Accounts payable and accrued liabilities	(108,482)	112,759
Deferred revenue		(200)
Deposits	(6,000)	100
Asset retirement obligation	153	147
(Gain) loss on disposal of tangible capital assets	(9,899)	(1,142)
(Gain) loss on sale of assets held for sale	19,539	
Amortization	49,854	40,608
Cash provided by (applied to) operating transactions	<u>805,770</u>	<u>470,726</u>
CAPITAL TRANSACTIONS		
Proceeds from the disposal of tangible capital assets	9,900	1,142
Acquisition of tangible capital assets	(1,093,971)	(1,117,214)
Cash applied to capital transactions	<u>(1,084,071)</u>	<u>(1,116,072)</u>
INVESTING TRANSACTIONS		
Acquisition of investments	(3,693)	(3,578)
Proceeds on sale of assets held for sale	15,186	
Acquisition of assets held for sale	(1,627)	(21,775)
Cash applied to investing transactions	<u>9,866</u>	<u>(25,353)</u>
FINANCING TRANSACTIONS		
Advances (repayment) on bank indebtedness	(78,507)	713,177
Cash provided by financing transactions	<u>(78,507)</u>	<u>713,177</u>
CHANGE IN CASH AND CASH EQUIVALENTS	<u>(346,942)</u>	<u>42,478</u>
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>403,951</u>	<u>361,473</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 57,009</u>	<u>\$ 403,951</u>

VILLAGE OF TORQUAY
CONSOLIDATED STATEMENT OF REMEASUREMENT GAINS (LOSSES)
For the year ended December 31, 2023

	2023 Actual	2022 Actual
ACCUMULATED REMEASUREMENT GAINS (LOSSES), BEGINNING OF YEAR	\$	\$
Unrealized gains (losses) attributable to:		
Derivatives		
Equity instruments measured at fair value		
Foreign exchange		
Amounts reclassified to the statement of operations:		
Derivatives		
Equity instruments measured at fair value		
Foreign exchange		
NET REMEASUREMENT GAINS (LOSSES) FOR THE YEAR		
ACCUMULATED REMEASUREMENT GAINS (LOSSES), END OF YEAR	\$	\$

VILLAGE OF TORQUAY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the Village are prepared by management in accordance with Canadian public sector accounting standards (PSAS) as recommended by the Chartered Professional Accountants of Canada (CPA Canada). Significant aspects of the accounting policies are as follows:

Basis of Accounting

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

Reporting Entity

The consolidated financial statements consolidates the assets, liabilities, and flow of resources of the Village. The entity is comprised of all of the organizations that are owned or controlled by the Village and are, therefore, accountable to Council for the administration of their financial affairs and resources. Entities included in these consolidated financial statements are as follows:

Torquay Recreation Board

All inter-organizational transactions and balances have been eliminated.

Partnerships

A partnership represents a contractual arrangement between the Village and a party or parties outside the reporting entity. The partners have significant, clearly defined common goals, make a financial investment in the partnership, share control of decision making, and share, on an equitable basis, the significant risks and benefits associated with the operations of the partnership. Partnerships included in these consolidated financial statements are as follows:

Torquay and District Fire Department - 50% (2022 - 50%)

All inter-organizational transactions and balances have been eliminated.

Collection of Funds for Other Authorities

Collection of funds by the Village for the school board, municipal hall, and conservation and development authorities are collected and remitted in accordance with relevant legislation. The amounts collected are disclosed in Note 3.

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) reasonable estimates of the amounts can be made.

VILLAGE OF TORQUAY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Government Transfers (Continued)

Unearned government transfer amounts received but not earned will be recorded as deferred revenue until eligibility criteria or stipulations are met. Earned government transfer amounts not received will be recorded as an amount receivable. Government transfers to individuals and other entities are recognized as an expense when the transfers are authorized and all eligible criteria have been met.

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 Village 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.

Deferred Revenue and Deposits

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.

Local Improvement Charges

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

Net Financial Assets

Net financial assets at the end of the accounting period are the net amount of financial assets less liabilities outstanding. Financial assets represent items such as cash and those other assets on hand which could provide resources to discharge existing liabilities or finance future operations. These include realizable assets which are convertible to cash and not intended for consumption in the normal course of operations.

Non-Financial Assets

Tangible capital and other non-financial assets are accounted for as assets by the government because they can be used to provide government services in future periods. These assets do not normally provide resources to discharge the liabilities of the government unless they are sold.

Appropriated Reserves

Reserves are established at the discretion of Council to designate surplus for future operating and capital transactions. Amounts so designated are described on Schedule 8.

VILLAGE OF TORQUAY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property Tax Revenue

Property tax revenue is based on assessments determined in accordance with Saskatchewan Legislation and the formulas, principles, and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually by Council following the guidance of the Government of Saskatchewan. Tax revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred. Requisitions operate as a flow through and are excluded from municipal revenue.

Financial Instruments

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

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

When investment income and unrealized gains and losses from changes in the fair value of financial instruments are externally restricted, the investment income and fair value changes are recognized as liabilities until the external restrictions are satisfied.

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

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

Measurement of Financial Instruments:

The Village's financial assets and liabilities are measured as follows:

<u>Financial statement line item</u>	<u>Measurement</u>
Cash and cash equivalents	Cost and amortized cost
Investments	Fair value and cost/amortized cost
Other accounts receivable	Cost and amortized cost
Long-term receivables	Amortized cost
Debt charges recoverable	Amortized cost
Bank indebtedness	Amortized cost
Accounts payable and accrued liabilities	Cost
Deposit liabilities	Cost
Long-term debt	Amortized cost
Derivative assets and liabilities	Fair value

VILLAGE OF TORQUAY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Inventories

Inventories of materials and supplies expected to be used by the Village are valued at the lower of cost or replacement cost. Inventories of land, materials and supplies held for resale are valued at the lower of cost or net realizable value. Cost is determined by the average cost method. Net realizable value is the estimated selling price in the ordinary course of business.

Tangible Capital Assets

All tangible capital asset acquisitions or betterment made throughout the year are recorded at their acquisition cost. Initial costs for tangible capital assets that were acquired and developed prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant inflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of contribution. The costs of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. The tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The Village'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 years
Buildings	10 to 50 years
Vehicles and equipment	
Vehicles	5 to 10 years
Machinery and equipment	5 to 10 years
Leased capital assets	Lease term
Infrastructure Assets	
Infrastructure assets	30 to 75 years
Water & sewer	50 years
Road network assets	50 years

Government Contributions

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

Works of Art and Other Unrecognized Assets

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

VILLAGE OF TORQUAY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capitalization of Interest

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

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 Village.

Employee Benefit Plans

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

Liability for Contaminated Sites

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all the following criteria are met:

- a) an environmental standard exists;
- b) contamination exceeds the environmental standard;
- c) the Village:
 - i. is directly responsible; or
 - ii. accepts responsibility;
- d) it is expected that future economic benefits will be given up; and
- e) a reasonable estimate of the amount can be made.

VILLAGE OF TORQUAY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Uncertainty

The preparation of the consolidated financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenue and expenditures during the period.

Measurement uncertainty impacts the following financial statement areas:

- 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.
- The liability associated with asset retirement obligations are measured with reference to the best estimate of the amount required to ultimately remediate the liability at the financial statement date, the discount rate, and inflation.
- Measurement financial instruments at fair value and recognition and measurement of impairment of financial instruments requires the use of significant management estimates.

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

Basis of Segmentation/Segment Report

The Village has adopted the new Public Sector Accounting Board's recommendations requiring financial information to be provided on a segmented basis. Municipal services have been segmented by grouping activities that have similar service objectives (by function). Revenues that are directly attributable to the costs of the function have been attributed to each segment. Interest is allocated to functions based on the purpose of specific borrowings.

The segments (functions) are as follows:

General government: Provides administration of the Village.

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

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

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

VILLAGE OF TORQUAY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Segmentation/Segment Report (Continued)

Planning and development: Provides for neighbourhood development and sustainability.

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

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

Budget Information

Budget information is presented on a basis consistent with that used for the actual results. The budget was approved by Council on June 14, 2023.

Assets Held for Sale

The Village 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.

Asset Retirement Obligation

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

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

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

VILLAGE OF TORQUAY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Asset Retirement Obligation (Continued)

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

Loan Guarantees

The Village has not provided loan guarantees for any organizations.

Guarantees represent potential financial commitments for the Village. These amounts are considered as contingent liabilities and not formally recognized as liabilities until the Village considers it likely for the borrower to default on its obligation and the amount of the liability can be estimated. The Village monitors the status of the organization(s), loans, and lines of credit annually and in the event that payment by the Village is likely to occur, a provision will be recognized in the consolidated financial statements.

New Standards and Amendments to Standards

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

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

PS 3400 Revenue, a new standard establishing guidance on how to account for and report on revenue. The standard provides a framework for recognizing, measuring and reporting revenues that arise from transactions that include performance obligations and transactions that do not have performance obligations. Performance obligations are enforceable promises to provide specific goods or services to a specific payer. The standard is mandatory for fiscal years beginning on or after April 1, 2023. Earlier adoption is permitted. The standard may be adopted retroactively or prospectively.

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

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

VILLAGE OF TORQUAY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

New Accounting Policies Adopted During the Year:

PS 3450 Financial Instruments, a new standard establishing guidance on the recognition, measurement, presentation and disclosure of financial instruments, including derivatives. The standard requires fair value measurement of derivatives and equity 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 government. Unrealized gains and losses are presented in a new consolidated 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.

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

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

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

Prospective application:

During the year, the Village adopted a new accounting policy with respect to PS 3280, Asset Retirement Obligations. The Village now accounts for such transactions in line with that standard. Prior to this, the Village accounted for these transactions under PS 3270, Solid Waste Landfill Closure and Post-Closure Liability. The adoption of the accounting policy has impacted the Village's consolidated financial statements. At this time the Village is not in compliance with the policy and has no asset retirement obligations recorded in the consolidated financial statements.

VILLAGE OF TORQUAY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

2. CASH AND CASH EQUIVALENTS

	2023	2022
Cash	\$ 57,009	\$ 297,674
Cash equivalents		106,277
	<u>\$ 57,009</u>	<u>\$ 403,951</u>

Cash and cash equivalents included balances with banks and a redeemable term deposit. The term deposit was held at Radius Credit Union Ltd., earned interest at a rate of 4.15% and was redeemed in December 2023.

3. TAXES RECEIVABLE - MUNICIPAL

	2023	2022
Municipal		
- Current	\$ 47,824	\$ 32,405
- Arrears	(775)	3,242
Total municipal taxes receivable	<u>47,049</u>	<u>35,647</u>
School		
- Current	15,978	9,223
- Arrears	(1,727)	941
Total taxes to be collected on behalf of School Divisions	<u>14,251</u>	<u>10,164</u>
Total taxes and grants-in-lieu receivable	<u>61,300</u>	<u>45,811</u>
Deduct taxes to be collected on behalf of other organizations	<u>(14,251)</u>	<u>(10,164)</u>
Total taxes receivable - municipal	<u>\$ 47,049</u>	<u>\$ 35,647</u>

4. OTHER ACCOUNTS RECEIVABLE

	2023	2022
Provincial government	\$ 68,234	\$ 548,748
Federal government	58,950	33,170
Utility	32,679	23,683
Organizations and individuals	2,785	4,148
Total other accounts receivable	<u>\$ 162,648</u>	<u>\$ 609,749</u>

VILLAGE OF TORQUAY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

5. ASSETS HELD FOR SALE

	2023		2022
Tax title property	\$ 16,691	\$	49,789
Allowance for market value adjustment	(6,172)		(6,172)
Total assets held for sale	<u>\$ 10,519</u>	<u>\$</u>	<u>43,617</u>

6. INVESTMENTS

	2023		2022
Investments carried at amortized cost:			
Investments	<u>117,341</u>		<u>113,648</u>

Investments consist of a non-redeemable term deposit held with the Radius Credit Union Ltd. which earns interest at a rate of 4.85% (2022 - 3.25%) and matures in October 2028.

	2023		2022
Investment income:			
Interest			
Income from portfolio investments	\$ 5,452	\$	5,217
	4,878		1,680
Total investment income	<u>\$ 10,330</u>	<u>\$</u>	<u>6,897</u>

7. BANK INDEBTEDNESS

The Village currently has a line of credit balance for capital expenditures at Radius Union Ltd. totaling \$634,670 (2022 - \$713,177). The Village is approved for an overdraft to \$1,861,020 in this account with interest at prime + 0.50%. The bank indebtedness is secured by a general security agreement.

The prime rate of interest is at 6.95% (2022 - 6.45%).

VILLAGE OF TORQUAY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

8. ASSET RETIREMENT OBLIGATION

	2023	2022
Balance, beginning of year	\$ 3,075	\$ 2,928
Accretion expense	153	147
Balance, end of year	<u>\$ 3,228</u>	<u>\$ 3,075</u>

Asbestos:

A government partnership included in the Village's consolidated financial statements, owns a firehall which contains asbestos, and therefore, the government partnership is legally required to perform abatement activities upon renovation or demolition of this asset. Abatement activities include handling and disposing of the asbestos in a prescribed manner when it is disturbed. Undiscounted future cash flows expected are an abatement cost in 2037 of \$6,087. The estimated total liability of \$3,228 (Prior year 2022 - \$3,075) is based on the sum of discounted future cash flows for abatement activities using a discount rate of 5% and assuming annual inflation of 5%. The government partnership has not designated funds for settling the abatement activities.

9. LONG-TERM DEBT

The debt limit of the Village is \$262,027. The debt limit for a Village is the total amount of the Village's own source revenues for the preceding year (the *Municipalities Act* section 161(1)).

10. PENSION PLAN

The Village is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration benefits. The Village's pension expense in 2023 was \$6,510 (2022 - \$4,546). The benefits accrued to the Village's employees from MEPP are calculated using the following: Pensionable Years of Service, Highest Average Salary, and the plan accrual rate. The costs of the retirement plan are not allocated to the individual entities within the related group. As a result, individual entities within the related group are not able to identify their share of the underlying assets and liabilities. Therefore, the plan is accounted for as a defined contribution plan in accordance with the requirements of the Chartered Professional Accountants of Canada Handbook Section PS 3250.

Total current service contributions by the Village to the MEPP in 2023 were \$6,510 (2022 - \$4,546). Total current service contributions by the employees of the Village to the MEPP in 2023 were \$6,510 (2022 - \$4,546).

As of the audit report date, the December 31, 2023 MEPP actuarial deficiency/surplus has not yet been released. As of December 31, 2022, the actuarial valuation of the financial position of the plan shows MEPP is 126.4 percent funded, with an actuarial surplus of \$704,877,000.

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

VILLAGE OF TORQUAY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

11. COMPARATIVE FIGURES

A government partnership included in the Village's consolidated financial statements, owns a firehall, which contains asbestos. During the year the government partnership adopted a new accounting policy with respect to PS 3280, Asset Retirement Obligations. The government partnership believes the new policy provides a fair presentation of the results and the financial position of the organization. This adoption of policy has been applied retroactively with restatement of prior period comparative amounts. The impact on the Village's consolidated financial statements resulted in an increase to the asset retirement obligation liability in the prior year of \$3,075 and a decreased in the accumulated surplus by the same amount.

12. RISK MANAGEMENT

Through its financial assets and liabilities, the Village is exposed to various risks as outlined below.

Price risk

Price risk associated with investments in shares is the risk that their fair value will fluctuate because of changes in market prices. It is management's opinion the Village is not exposed to price risks arising from these financial instruments due to the Village not holding any investments in shares.

Credit risk

The Village provides credit to its ratepayers for taxes as taxes are not due until December 31 in the year they are levied. The Village does not perform credit checks and occasionally has bad debt on taxes. For all other accounts receivable, the Village does not provide credit to its ratepayers and customers.

Liquidity risk

Liquidity risk is the risk that the Village will encounter difficulty in meeting financial obligations as they fall due. The Village undertakes regular cash flow analyses to ensure that there are sufficient cash resources to meet all obligations.

Trade accounts payable and accrued liabilities are generally paid within 30 days.

Interest rate risk

The Village is exposed to interest rate risk on its fixed and floating interest rate financial instruments. Fixed-rate instruments subject the Village to a fair value risk while the floating rate instruments subject it to a cash flow risk. The Village is exposed to a fair value risk as a result of the cash equivalents and investments. However, the risk associated with the cash equivalents and investments is reduced to a minimum since these assets are invested in guaranteed investment certificates and a term deposit where the interest rate approximates market rate. The Village is also exposed to a cash flow risk through its bank indebtedness debt. The risk associated with bank indebtedness debt is reduced as the prime rate is reflective of the current market rates.

VILLAGE OF TORQUAY

SCHEDULE 1 - SCHEDULE OF TAXES AND OTHER UNCONDITIONAL REVENUES

For the year ended December 31, 2023

	2023 Budget Unaudited (Note 1)	2023 Actual	2022 Actual
TAXES			
General municipal tax levy	\$ 158,880	\$ 157,017	\$ 144,961
Abatements and adjustments		(1,030)	(4,136)
Discount on current year taxes	540	(5,389)	(541)
Net Municipal Taxes	159,420	150,598	140,284
Penalties on tax arrears	2,000	126	3,662
Special tax levy	49,200		
Total Taxes	210,620	150,724	143,946
UNCONDITIONAL GRANTS			
Revenue Sharing	47,755	53,970	47,755
Total Unconditional Grants	47,755	53,970	47,755
GRANTS-IN-LIEU OF TAXES			
Local/Other			
Access Communications Co-operative Ltd.	807	2,342	504
Other Government Transfers			
S.P.C. Surcharge	16,950	13,967	12,623
SaskEnergy Surcharge	935	6,593	5,515
Total Grants-in-Lieu of Taxes	18,692	22,902	18,642
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 277,067	\$ 227,596	\$ 210,343

VILLAGE OF TORQUAY

SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

For the year ended December 31, 2023

	2023 Budget Unaudited (Note 1)	2023 Actual	2022 Actual
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Sales of supplies	\$ 895	\$ 1,295	\$ 1,117
- Tax enforcement		3,083	1,963
Total Fees and Charges	895	4,378	3,080
- Asset held for sale - gain (loss)		(19,539)	
- Investment income and commissions	3,000	10,330	6,897
- Insurance proceeds, reimbursements			1,380
Total Other Segmented Revenue	3,895	(4,831)	11,357
Total Operating	3,895	(4,831)	11,357
Total General Government Services	3,895	(4,831)	11,357
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Torquay & District Fire Department - fire calls		5,674	3,880
Total Fees and Charges		5,674	3,880
- Tangible capital asset sales - gain (loss)		5,999	1,142
- Torquay & District Fire Department - donations, fundraising, interest		7,073	7,390
Total Other Segmented Revenue		18,746	12,412
Conditional Grants			
- Torquay & District Fire Department - municipal grants		2,500	2,500
Total Conditional Grants		2,500	2,500
Total Operating		21,246	14,912
Total Protective Services		21,246	14,912

VILLAGE OF TORQUAY

SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

For the year ended December 31, 2023

	2023 Budget Unaudited (Note 1)	2023 Actual	2022 Actual
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 1,000	\$ 1,026	\$ 570
- Sales of supplies	795	1,016	393
Total Fees and Charges	<u>1,795</u>	<u>2,042</u>	<u>963</u>
- Tangible capital asset sales - gain (loss)		<u>3,900</u>	
Total Other Segmented Revenue	<u>1,795</u>	<u>5,942</u>	<u>963</u>
Conditional Grants			
- Provincial Traffic Safety Fund		<u>2,898</u>	<u>3,584</u>
Total Conditional Grants		<u>2,898</u>	<u>3,584</u>
Total Operating	<u>1,795</u>	<u>8,840</u>	<u>4,547</u>
Total Transportation Services	<u>1,795</u>	<u>8,840</u>	<u>4,547</u>
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and disposal fees	<u>22,591</u>	<u>19,153</u>	<u>16,049</u>
Total Fees and Charges	<u>22,591</u>	<u>19,153</u>	<u>16,049</u>
Total Other Segmented Revenue	<u>22,591</u>	<u>19,153</u>	<u>16,049</u>
Conditional Grants			
- Multi-Material Stewardship Western	<u>3,649</u>	<u>3,738</u>	<u>3,204</u>
Total Conditional Grants	<u>3,649</u>	<u>3,738</u>	<u>3,204</u>
Total Operating	<u>26,240</u>	<u>22,891</u>	<u>19,253</u>
Total Environmental and Public Health Services	<u>26,240</u>	<u>22,891</u>	<u>19,253</u>

VILLAGE OF TORQUAY

SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

For the year ended December 31, 2023

	2023 Budget Unaudited (Note 1)	2023 Actual	2022 Actual
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
- Donations, insurance fees	\$	\$ 48,549	\$ 14,862
Total Other Segmented Revenue		48,549	14,862
Conditional Grants			
- Saskatchewan Lotteries		4,357	4,357
- Torquay Recreation Board	2,500	2,500	997
Total Conditional Grants	2,500	6,857	5,354
Total Operating	2,500	55,406	20,216
Capital			
Conditional Grants			
- Investing in Canada Infrastructure Program (ICIP)		55,712	113,765
Total Capital		55,712	113,765
Total Recreation and Cultural Services	2,500	111,118	133,981

VILLAGE OF TORQUAY
SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION
For the year ended December 31, 2023

	2023 Budget Unaudited (Note 1)	2023 Actual	2022 Actual
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	\$ 56,900	\$ 58,944	\$ 45,942
- Sewer	23,000	23,957	22,422
- Water and sewer penalties		441	258
Total Fees and Charges	<u>79,900</u>	<u>83,342</u>	<u>68,622</u>
- Water refunds		5,950	
Total Other Segmented Revenue	<u>79,900</u>	<u>89,292</u>	<u>68,622</u>
Total Operating	<u>79,900</u>	<u>89,292</u>	<u>68,622</u>
Capital			
Conditional Grants			
- Canada Community - Building Fund (CCBF)	16,881	17,187	7,880
- Investing in Canada Infrastructure Program (ICIP)		452,682	847,355
Total Capital	<u>16,881</u>	<u>469,869</u>	<u>855,235</u>
Total Utility Services	<u>96,781</u>	<u>559,161</u>	<u>923,857</u>
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	<u>\$ 131,211</u>	<u>\$ 718,425</u>	<u>\$ 1,107,907</u>
SUMMARY			
Total Other Segmented Revenue	\$ 108,181	\$ 176,851	\$ 124,265
Total Conditional Grants	6,149	15,993	14,642
Total Capital Grants and Contributions	<u>16,881</u>	<u>525,581</u>	<u>969,000</u>
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	<u>\$ 131,211</u>	<u>\$ 718,425</u>	<u>\$ 1,107,907</u>

VILLAGE OF TORQUAY
SCHEDULE 3 - SCHEDULE OF EXPENSES BY FUNCTION
For the year ended December 31, 2023

	2023 Budget Unaudited (Note 1)	2023 Actual	2022 Actual
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 14,082	\$ 12,335	\$ 14,754
Wages and benefits	54,725	61,776	64,851
Professional/Contractual services	44,960	54,490	44,232
Utilities	5,145	8,768	11,080
Maintenance, materials, and supplies	2,900	6,040	4,909
Grants and contributions			
- Operating		110	997
Amortization	5,183	5,183	955
Interest		2,734	408
Allowance (recovery) for uncollectibles		(4,734)	3,818
Total General Government Services	126,995	146,702	146,004
PROTECTIVE SERVICES			
Police protection			
Professional/Contractual services	12,046	12,362	12,046
Grants and contributions			
- Operating		806	
Fire protection			
Wages and benefits		907	600
Professional/Contractual services	10,500	7,902	8,052
Utilities		1,168	941
Maintenance, materials, and supplies		1,018	2,507
Amortization	5,112	5,112	5,112
Other		730	
Total Protective Services	27,658	30,005	29,258
TRANSPORTATION SERVICES			
Wages and benefits	61,917	37,585	7,751
Professional/Contractual services		6,249	14,259
Utilities	6,500	7,845	5,478
Maintenance, materials, and supplies	25,479	25,289	14,177
Amortization	12,971	12,971	12,370
Total Transportation Services	106,867	89,939	54,035
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Professional/Contractual services	21,688	23,928	19,854
Amortization	5,860	5,860	5,860
Total Environmental and Public Health Services	27,548	29,788	25,714

VILLAGE OF TORQUAY
SCHEDULE 3 - SCHEDULE OF EXPENSES BY FUNCTION
For the year ended December 31, 2023

	2023 Budget Unaudited (Note 1)	2023 Actual	2022 Actual
PLANNING AND DEVELOPMENT SERVICES			
Maintenance, materials, and supplies	\$ 414	\$ 358	\$ 414
Amortization		414	414
Total Planning and Development Services	414	772	414
RECREATION AND CULTURAL SERVICES			
Professional/Contractual services			1,754
Grants and contributions			
- Operating		101,146	116,972
- Capital	3,272	6,789	1,754
Amortization	3,355	3,355	3,356
Total Recreation and Cultural Services	6,627	111,290	123,836
UTILITY SERVICES			
Professional/Contractual services	72,300	30,163	32,997
Utilities	2,385	15,036	5,439
Maintenance, materials, and supplies		4,902	22,432
Amortization	17,009	16,960	12,541
Interest on bank indebtedness	57,600	38,451	4,509
Total Utility Services	149,294	105,512	77,918
TOTAL EXPENSES BY FUNCTION	\$ 445,403	\$ 514,008	\$ 457,179

VILLAGE OF TORQUAY
SCHEDULE 4 - SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION
For the year ended December 31, 2023

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 4,378	\$ 5,674	\$ 2,042	\$ 19,153	\$	\$	\$ 83,342	\$ 114,589
Tangible Capital Asset Sale - Gain (Loss)	(19,539)	5,999	3,900					9,899
Land Sales - Gain (Loss)	10,330							(19,539)
Investment Income								10,330
Commissions		7,073						
Other Revenues		2,500	2,898	3,738		48,549	5,950	61,572
Grants - Conditional - Capital						6,857		15,993
Total revenues	(4,831)	21,246	8,840	22,891	111,118	55,712	469,869	525,581
Expenses (Schedule 3)								
Wages & Benefits	74,111	907	37,585					112,603
Professional/Contractual Services	54,490	20,264	6,249	23,928			30,163	135,094
Utilities	8,768	1,168	7,845				15,036	32,817
Maintenance, Materials, Supplies	6,040	1,018	25,289		358		4,902	37,607
Grants and Contributions	110	806				107,935		108,851
Amortization	5,183	5,112	12,971	5,860	414	3,355	16,960	49,855
Interest	2,734						38,451	41,185
Accretion of asset retirement obligation								
Allowance for Uncollectibles								
Other	(4,734)	730						(4,004)
Total expenses	146,702	30,005	89,939	29,788	772	111,290	105,512	514,008
Surplus (Deficit) by Function	(151,533)	(8,759)	(81,099)	(6,897)	(772)	(172)	453,649	204,417
Taxation and other unconditional revenue (Schedule 1)								227,596
Net Surplus (Deficit)								\$ 432,013

VILLAGE OF TORQUAY
SCHEDULE 5 - SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION
For the year ended December 31, 2022

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 3,080	\$ 3,880	\$ 963	\$ 16,049	\$	\$	\$ 68,622	\$ 92,594
Tangible Capital Asset Sale - Gain (Loss)		1,142						1,142
Land Sales - Gain (Loss)								
Investment Income	6,897							6,897
Commissions								
Other Revenues	1,380	7,390				14,862		23,632
Grants - Conditional		2,500	3,584	3,204		5,354		14,642
- Capital						113,765	855,235	969,000
Total revenues	11,357	14,912	4,547	19,253	133,981	923,857		1,107,907
Expenses (Schedule 3)								
Wages & Benefits	79,605	600	7,751					87,956
Professional/Contractual Services	44,232	20,098	14,259	19,854		1,754	32,997	133,194
Utilities	11,080	941	5,478				5,439	22,938
Maintenance, Materials, Supplies	4,909	2,507	14,177				22,432	44,025
Grants and Contributions	997					118,726		119,723
Amortization	955					3,356		40,608
Interest	408	5,112	12,370	5,860	414		4,509	4,917
Accretion of asset retirement obligation								
Allowance for Uncollectibles								
Other								
Total expenses	3,818	29,258	54,035	25,714	414	123,836	77,918	457,179
Surplus (Deficit) by Function	(134,647)	(14,346)	(49,488)	(6,461)	(414)	10,145	845,939	650,728
Taxation and other unconditional revenue (Schedule 1)								210,343
Net Surplus (Deficit)								\$ 861,071

VILLAGE OF TORQUAY
SCHEDULE 6 - SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT
For the year ended December 31, 2023

Cost	General Assets						Infrastructure Assets	General/Infrastructure	Totals
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets			
Opening costs	\$ 11,194	\$ 222,209	\$ 279,989	\$ 186,981	\$ 178,754	\$ 283,086	\$ 1,266,774	\$ 2,428,987	\$ 1,314,983
Additions during the year					28,488	1,065,483		1,093,971	1,117,214
Disposals and write downs			(50,000)					(50,000)	(3,210)
Transfers from assets under construction						1,266,774	(1,266,774)		
Closing costs	11,194	222,209	279,989	136,981	207,242	2,615,343		3,472,958	2,428,987
Accumulated Amortization									
Opening accumulated amortization		101,717	169,083	112,722	112,872	176,916		673,310	635,912
Amortization		6,479	5,930	4,239	16,617	16,589		49,854	40,608
Disposals and write downs				(49,999)				(49,999)	(3,210)
Closing accumulated amortization		108,196	175,013	66,962	129,489	193,505		673,165	673,310
Net Book Value	\$ 11,194	\$ 114,013	\$ 104,976	\$ 70,019	\$ 77,753	\$ 2,421,838	\$	\$ 2,799,793	\$ 1,755,677

VILLAGE OF TORQUAY
SCHEDULE 7 - SCHEDULE OF TANGIBLE CAPITAL ASSETS BY FUNCTION
For the year ended December 31, 2023

Cost	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Totals	
								2023	2022
Opening costs	\$ 45,816	\$ 211,424	\$ 275,124	\$ 217,933	\$ 8,043	\$ 167,817	\$ 1,502,830	\$ 2,428,987	\$ 1,314,983
Additions during the year	23,685		4,802				1,065,484	1,093,971	1,117,214
Disposals and write downs		(50,000)						(50,000)	(3,210)
Closing costs	69,501	161,424	279,926	217,933	8,043	167,817	2,568,314	3,472,958	2,428,987
Accumulated Amortization									
Opening accumulated amortization	18,967	124,834	162,228	82,010	3,726	130,889	150,656	673,310	635,912
Amortization	5,182	5,112	12,972	5,860	414	3,356	16,958	49,854	40,608
Disposals and write downs		(49,999)						(49,999)	(3,210)
Closing accumulated amortization	24,149	79,947	175,200	87,870	4,140	134,245	167,614	673,165	673,310
Net Book Value	\$ 45,352	\$ 81,477	\$ 104,726	\$ 130,063	\$ 3,903	\$ 33,572	\$ 2,400,700	\$ 2,799,793	\$ 1,755,677

VILLAGE OF TORQUAY
SCHEDULE 8 - SCHEDULE OF ACCUMULATED SURPLUS
For the year ended December 31, 2023

	2022	Changes	2023
UNAPPROPRIATED SURPLUS	\$ 809,455	\$ (690,610)	\$ 118,845
APPROPRIATED RESERVES			
Surplus Reserve	63,400		63,400
Unspecified Reserve	42,227		42,227
Perpetual Reserve	135,995		135,995
Total appropriated	241,622		241,622
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6)	1,755,677	1,044,116	2,799,793
Less: Related debt	(713,177)	78,507	(634,670)
Net investment in tangible capital assets	1,042,500	1,122,623	2,165,123
ACCUMULATED SURPLUS (excluding remeasurement gains (losses))	\$ 2,093,577	\$ 432,013	\$ 2,525,590

VILLAGE OF TORQUAY
SCHEDULE 9 - SCHEDULE OF MILL RATES AND ASSESSMENTS
 For the year ended December 31, 2023

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable assessment	119,515	12,028,880			890,630		13,039,025
Regional Park Assessment							
Total Assessment							13,039,025
Mill Rate Factor(s)	1.00	1.00			1.00		
Total Base/Minimum Tax	1,200	107,400			9,300		117,900
Total Municipal Tax Levy	1,558	143,487			11,972		157,017

MILL RATES:

	MILLS
Average Municipal	12.0421
Average School	4.6699
Potash Mill Rate	
Uniform Municipal Mill Rate	3.0000

VILLAGE OF TORQUAY
SCHEDULE 10 - SCHEDULE OF COUNCIL REMUNERATION
For the year ended December 31, 2023

<u>Position - Name</u>	<u>Remuneration</u>	<u>Reimbursed Costs</u>	<u>Total</u>
Mayor - Michael Strachan	\$ 1,600	\$	1,600
Councilor - Terry Malaryk	3,392	931	4,323
Councilor - Mark Mason	2,823	246	3,069
Councilor - Ashlee Friess	1,340		1,340
Councilor - Daniel Daae	1,000	214	1,214
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	\$ 10,155	\$ 1,391	\$ 11,546
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