

MUNICIPAL
STATEMENT OF FINANCIAL INFORMATION
(SOFI)
2020

Village of Fraser Lake
210 Carrier Crescent
PO Box 430
Fraser Lake, BC
V0J 1S0

Mayor
Sarrah Storey

Chief Administrative Officer
Rodney J Holland

Director of Finance
Laura McMaster

Financial Information Act
Financial Information Regulation (FIR), Schedule 1

Statement of Financial Information (SOFI)
Index to FIR Schedule 1 and the Checklist

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Ministry Information

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- 1(1)(a) Statement of assets and liabilities
- 1(1)(b) Operational statement
- 1(1)(c) Schedule of debts
- 1(1)(d) Schedule of guarantee and indemnity agreements
- 1(1)(e) Schedule of employee remuneration and expenses
- 1(1)(f) Schedule of suppliers of goods and services
- 1(2) [Explanatory information for reference]
- 1(3) Statements prepared on a consolidated basis or for each fund
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- 2 Balance sheet
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- 4(1)(b) Identify debts covered by sinking funds / reserves
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- 5(1) List agreements under the Guarantees and Indemnities Regulation
- 5(2) State the entities and amounts involved
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- 6(1) [Definitions for reference]
- 6(2)(a) List remuneration / expenses for each elected official, member of board, Cabinet appointees
- 6(2)(b) List each employee with remuneration exceeding \$75,000, plus expenses
- 6(2)(c) Consolidated total for all employees with remuneration of \$75,000 or less
- 6(2)(d) Reconcile difference in total remuneration above with operational statement
- 6(3) Exclude personal information other than as required

Page 3 & 4: Schedule of Remuneration and Expenses: Section Six (continued)

- 6(4) & (5) [Explanatory information for reference]
- 6(6) Report employer portion of EI and CPP as a supplier payment
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Page 4: Schedule of Suppliers of Goods or Services: Section Seven

- 7(1)(a) List suppliers receiving payments exceeding \$25,000
- 7(1)(b) Consolidated total of all payments of \$25,000 or less
- 7(1)(c) Reconcile difference in total above with operational statement
- 7(2)(a) [Explanatory information for reference]
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- 7(2)(c) [Explanatory information for reference]

Page 5: Inactive Corporations: Section Eight

- 8(1) Ministry to report for inactive corporations
- 8(2)(a) Contents of report – statements and schedules under section 1(1) to extent possible
- 8(2)(b) Contents of report – operational status of corporation

Approval of Financial Information: Section Nine

- 9(1) Approval of SOFI for corporations (other than municipalities)
- 9(2) Approval of SOFI for municipalities
- 9(3) Management report
- 9(4) Management report must explain roles and responsibilities
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- 10(1) to (3) [Explanatory information for reference]

Financial Information Regulation, Schedule 1

Checklist – Statement of Financial Information (SOFI)

For the Corporation:

Corporate Name: The Village of Fraser Lake Contact Name: Laura McMaster
 Fiscal Year End: 2020 Phone Number: 250-699-6257
 Date Submitted: JUNE 10, 2021 E-mail: finance@fraserlake.ca

For the Ministry:

Ministry Name: _____ Reviewer: _____
 Date Received: _____ Deficiencies: Yes ☐ No ☐
 Date Reviewed: _____ Deficiencies Addressed: Yes ☐ No ☐
 Approved (SFO): _____ Further Action Taken: _____

Distribution: Legislative Library ☐ Ministry Retention ☐

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
General					
1 (1) (a)	Statement of assets and liabilities	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Page 1 Financial Statements (FS)
1 (1) (b)	Operational statement	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Page 2 FS
1 (1) (c)	Schedule of debts	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
1 (1) (d)	Schedule of guarantee and indemnity agreements	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Pages 3 - 15
1 (1) (e)	Schedule of employee remuneration and expenses	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Schedule of Employee Remuneration and Expenses
1 (1) (f)	Schedule of suppliers of goods and services	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Schedule of Payments to Suppliers
1 (3)	Statements prepared on a consolidated basis or for each fund, as appropriate	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Page 13 FS
1 (4) 1 (5)	Notes to the financial statements for the statements and schedules listed above	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Pages 5-25

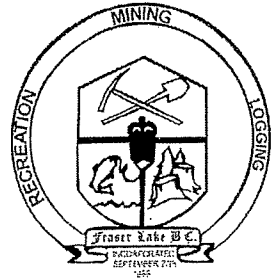
FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
Statement of Assets & Liabilities					
2	<ul style="list-style-type: none"> A balance sheet prepared in accordance with GAAP or stated accounting principles / policies, and Show changes in equity and surplus or deficit due to operations 	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Page 1 FS
Operational Statement					
3 (1)	Prepared in accordance with GAAP or stated accounting principles / policies and consists of: <ul style="list-style-type: none"> a Statement of Income or Statement of Revenue and Expenditures, and a Statement of Changes in Financial Position 	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Pages 2-3 FS
3 (2) 3 (3)	<ul style="list-style-type: none"> The Statement of Changes in Financial Position may be omitted if it provides no additional information The omission must be explained in the notes 	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Page 1 FS
3 (4)	Community colleges, school districts, and municipalities must prepare a Statement of Changes in Financial Position for the Capital Fund	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Pages 11 - 12 FS
Schedule of Debts					
4 (1) (a) 4 (2)	List each long-term debt (secured by debentures, mortgages, bonds, etc.), stating the amount outstanding, the interest rate, and the maturity date	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
4 (1) (b)	Identify debts covered by sinking funds or reserves and amounts in these accounts	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
4 (3) 4 (4)	<ul style="list-style-type: none"> The schedule may be omitted if addressed under section 2 or 5 and it provides no additional information The omission must be explained in a note to the schedule 	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
Schedule of Guarantee and Indemnity Agreements					
5 (1)	List financial agreements that required government approval prior to being given (see Guarantees and Indemnities Regulation in FIA Guidance Package)	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Schedule D
5 (2)	State the entities involved, and the specific amount involved if known	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Schedule D
5 (3) 5 (4)	<ul style="list-style-type: none"> The schedule may be omitted if addressed under section 2 or 4 and it provides no additional information The omission must be explained in a note to the schedule 	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
Schedule of Remuneration and Expenses (See Guidance Package for suggested format)					
6 (2) (a)	List separately, by name and position, the total remuneration and the total expenses for each elected official, member of the board of directors, and employee appointed by Cabinet	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Schedule of Council Remuneration and Expenses
6 (2) (b)	List alphabetically each employee whose total remuneration exceeds \$75,000 and the total expenses for each [excluding the persons listed under 6 (2) (a)]	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Schedule of Employee Remuneration and Expenses
6 (2) (c)	Include a consolidated total for employees whose remuneration is \$75,000 or less [excluding the persons listed under 6 (2) (a)]	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Schedule of Employee Remuneration and Expenses
6 (2) (d)	Reconcile or explain any difference between total remuneration in this schedule and related information in the operational statement	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
6 (3)	Exclude personal information other than name, position, function or remuneration and expenses of employees	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
Schedule of Remuneration and Expenses (See Guidance Package for suggested format)					
6 (6)	Report the employer portion of EI and CPP as a supplier payment to the Receiver General for Canada rather than as employee remuneration	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Schedule of Payments to Suppliers
6 (7) (a) 6 (7) (b)	Include a statement of severance agreements providing: <ul style="list-style-type: none"> the number of severance agreements under which payment commenced in the fiscal year being reported on for non-union employees, and the range of equivalent months' compensation for them (see Guidance Package for suggested format)	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
6 (8)	Provide the reason for omitting a statement of severance agreements in a note to the schedule of remuneration and expenses	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
Schedule of Suppliers of Goods or Services (See Guidance Package for suggested format)					
7 (1) (a)	List in alphabetical order all suppliers of goods and services who received aggregate payments exceeding \$25,000	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Schedule of Payments to Suppliers
7 (1) (b)	Include a consolidated total of all payments to suppliers who received \$25,000 or less	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Schedule of Payments to Suppliers
7 (1) (c)	Reconcile or explain any difference between the consolidated total and related figures in the operational statement	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
7 (2) (b)	Include a statement of payments for the purposes of grants or contributions	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Schedule D

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
Inactive Corporations					
8 (1)	The ministry reports for the corporation if the corporation is not operating to the extent required to produce a SOFI	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
8 (2) (a)	The ministry's report contains the statements and schedules required under section 1 (1), to the extent possible	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
8 (2) (b)	The ministry's report contains a statement of the operational status of the corporation (see Guidance Package regarding what to include)	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
Approval of Financial Information					
9 (1)	Corporations other than municipalities – the SOFI is signed as approved by the board of directors or the governing body (see Guidance Package for example)	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
9 (2)	Municipalities – the SOFI is approved by its council and by the officer assigned responsibility for financial administration (see Guidance Package for example)	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
9 (3)	A management report is included, signed by the head and chief financial officer, or by the municipal officer assigned responsibility for financial administration (see examples in annual report at http://www.gov.bc.ca/cas/popt/)	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
9 (4)	The management report explains the roles and responsibilities of the board of directors or governing body, audit committee, management, and the auditors	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
9 (5)	Signature approvals required in section 9 are for each of the statements and schedules of financial information, not just the financial statements	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	

Village of Fraser Lake



MANAGEMENT REPORT

The Financial Statements contained in this Statement of Financial Information under the *Financial Information Act* have been prepared by management in accordance with generally accepted accounting principles or stated accounting principles, and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all the statements and schedules, and for ensuring that this information is consistent, where appropriate, with the information contained in the financial statements.

Management is also responsible for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

The Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and exercises this responsibility through the Financial Committee of the Council. The Financial Committee meets with management and the external auditors once a year.

The corporation's Director of Finance has the responsibility for assessing the management systems and practices of the corporation.

The external auditors, KPMG conduct an independent examination, in accordance with generally accepted auditing standards, and express their opinion on the financial statements. Their examination does not relate to the other schedules and statements required by the Act. Their examination includes a review and evaluation of the corporation's system of internal control and appropriate tests and procedures to provide reasonable assurance that the financial statements are presented fairly. The external auditors have full and free access to the Financial Committee of the Council and meet with it on a regular basis.

On behalf of the Village of Fraser Lake

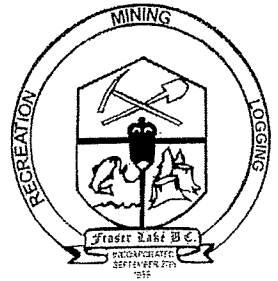
Laura McMaster
Director of Finance
June 9, 2021



White Swan Capital of the World



Village of Fraser Lake



June 9, 2021

Mayor and Council

Enclosed is a copy of the Financial Statements and the documentation requested for the 'Statement of Financial Information' (SOFI). All local governments must prepare an annual Statement of Financial Information in accordance with the *Financial Information Act*. The statement of financial information must be made available for public viewing by June 30 each year and be accessible for the following three years.

Management has prepared the documentation in compliance with the generally accepted accounting principles of Canada. To the best of our knowledge the information enclosed is true and accurate according to the financial records of the Village of Fraser Lake and Financial Statements prepared by the Auditors.

Sincerely,

Laura McMaster
Director of Finance

Sarrah Storey, Mayor
R.J. Holland
Corporate Administrative Officer

June 9, 2021
Date

June 9, 2021
Date



White Swan Capital of the World



Village of Fraser Lake



STATEMENT OF FINANCIAL INFORMATION APPROVAL

The undersigned, as authorized by the Financial Information Regulation, Schedule 1, subsection 9(2), approves all the statements and schedules included in this Statement of Financial Information, produced under the *Financial Information Act*.

Laura McMaster

Director of Finance

Date JUNE 9, 2021

Sarrah Storey

Mayor

Date JUNE 9, 2021



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Village of Fraser Lake
Statement of Financial Information
For the Year Ended December 31, 2020
Schedule of Payments to Suppliers

ARMTEC INC	\$ 28,349.99
BC HYDRO	182277.30
BI PURE WATER CANADA	111676.25
BUD'S ELECTRIC	144364.71
CANADA CUSTOMS & REVENUE	265767.69
CANADA REVENUE AGENCY	41770.04
CHESLATTA CARRIER NATION	224917.65
CHAZBUT CONTRACTING LTD.	2363707.76
CONNOLLY TIMBER INC.	206513.56
YETI REFRIGERATION INC.	172105.53
EP ENGINEERED PUMP SYSTEM	151394.88
FL BUILDING SUPPLIES	38220.40
FL PUBLIC LIBRARY	61200.00
FOUR RIVERS CO-OPERATIVE	41292.17
FRASER LAKE FOREST CONSULTING LTD	1379470.61
GROUPHEALTH - GLOBAL TRUST	67900.77
ICBC	28561.00
INLAND KENWORTH	148436.92
KHOBAN HOLDINGS LTD	1781781.37
KPMG LLP T4348	41895.01
LARWORTH LOGGING LTD.	990854.10
L & M ENGINEERING LTD.	54991.79
MIDWAY PURNEL SANITARY SUPPLIES PG LTD.	56017.73
MINISTER OF FINANCE	51298.31
MIN. OF FIN & CORP RELATIONS SCHOOL LAND	169928.15
MUNICIPAL PENSION PLAN	132610.27
NORTHERN ROAD SERVICE	37960.08
PARKSON CORPORATION	92259.62
WEST FRASER MILLS LTD	177433.85
RADLEY CONTRACTING INC	36502.68
RDBN	205407.12
ROCKY MOUNTAIN PHOENIX	74262.16
SEAL TEC INDUSTRIES LTD	73723.49
SHOTGUN ENTERPRISES LTD.	199067.03
STUART-NECHAKO REG. HOSP. DIST	243444.61
TECH NORTH SOLUTIONS INC	30521.01
TELUS BC	36854.51
VAN-CON ENTERPRISES LTD.	680871.76
VIMAR EQUIPMENT	288328.50
WESTERN FINANCIAL GROUP (FRA)	55309.00
WILLIAMS MACHINERY LP	81098.63
<hr/>	
Total Suppliers over \$25000	\$ 11,250,348.01
Total Suppliers under \$25000	\$ 824,559.03
Total Suppliers	<u>\$ 12,074,907.04</u>

Village of Fraser Lake
Statement of Financial Information
For the Year Ended December 31, 2020
Schedule of Employee Remuneration and Expenses

Employee Name	Position	Remuneration	Expenses
Cruz, Zion	Arena Attendant/Public Works	\$ 75,112	0
Graham, Jeffrey	Water Plant Operator	85,042	1,287
Hilman, Vern	Director of Public Works	94,943 \$	581
Holland, Rodney	Chief Administrative Officer	95,527	309
McMaster, Laura	Director of Finance	75,509	5,356
Pacheco, Joe	Fire Chief	79,181	1,463
		<u>505,314</u>	<u>8,996</u>
	Employees less than \$75,000	443,804	8,386
		<u>\$ 949,118</u>	<u>\$ 17,382</u>

Village of Fraser Lake
Statement of Financial Information
For the Year Ended December 31, 2020
Schedule of Council Remuneration and Expenses

Elected Officials	Position	Remuneration	Expenses
Fennema, Audrey	Councillor	8,396	0
Jenkinson, Joseph	Councillor	7,466	0
LePoidevin, Craig	Councillor	7,556	0
Storey, Sarrah	Mayor	18,601	4,619
Watt-Senner, Kimberly	Councillor	7,616	0
		<u>\$ 49,635</u>	<u>\$ 4,619</u>

Village of Fraser Lake
Statement of Financial Information
For the Year Ended December 31, 2020
Schedule D

List of Financial Agreements (Financial Statement Pg 5)

Pacific Northern Gas 3% Franchise Fee	\$19,798.00
Arena Concession Fee (Flat Fee)	\$150.00
Total	<u>\$19,948.00</u>

List of Donations to Non Profit Organizations

Royal Canadial Legion Branch 274	\$980.00
Total	<u>\$980.00</u>

Consolidated Financial Statements of



VILLAGE OF FRASER LAKE



White Swan Capital of the World



And Independent Auditors' Report thereon

Year ended December 31, 2020



VILLAGE OF FRASER LAKE



White Swan Capital of the World



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Village of Fraser Lake



MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The accompanying consolidated financial statements of the Corporation of the Village of Fraser Lake (the "Village") are the responsibility of the Village's management and have been prepared in compliance with legislation, and in accordance with generally accepted accounting principles for local governments established by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada. A summary of the significant accounting policies is described in Note 1 to the consolidated financial statements. The preparation of the consolidated financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

The Village's management maintains a system of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely basis for preparation of the consolidated financial statements. These systems are monitored and evaluated by management.

Mayor and Council meet with management and the external auditors to review the consolidated financial statements and discuss any significant financial reporting or internal control matters prior to their approval of the consolidated financial statements.

The consolidated financial statements have been audited by KPMG LLP, independent external auditors appointed by the Village. The accompanying Independent Auditors' Report outlines their responsibilities, the scope of their examination and their opinion on the Village's consolidated financial statements.

Mr. Rodney Holland, Chief Administrative Officer



White Swan Capital of the World





KPMG LLP
177 Victoria Street, Suite 400
Prince George BC V2L 5R8
Canada
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Fax 250-563-5693

INDEPENDENT AUDITORS' REPORT

To the Mayor and Council of The Corporation of the Village of Fraser Lake

Opinion

We have audited the consolidated financial statements of The Corporation of the Village of Fraser Lake (the "Village"), which comprise:

- the consolidated statement of financial position as at December 31, 2020
- the consolidated statement of operations and accumulated surplus for the year then ended
- the consolidated statement of change in net financial assets for the year then ended
- the consolidated statement of cash flows for the year then ended
- and notes to the consolidated financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the consolidated financial position of the Village as at December 31, 2020 and its consolidated results of operations, its consolidated changes in net financial assets and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "*Auditors' Responsibilities for the Audit of the Financial Statements*" section of our auditors' report.

We are independent of the Village in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

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

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.
The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



Page 3

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Village's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Village's to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation
- 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.

KPMG LLP

Chartered Professional Accountants

Prince George, Canada

April 28, 2021



VILLAGE OF FRASER LAKE



White Swan Capital of the World



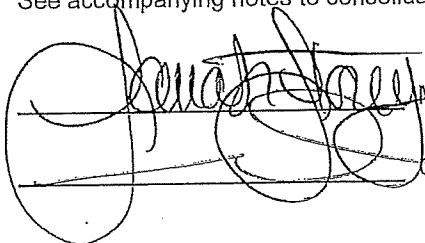
Consolidated Statement of Financial Position

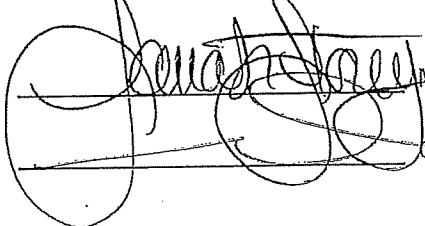
December 31, 2020, with comparative information for 2019

	2020	2019
Financial assets:		
Cash and cash equivalents	\$ 15,237,759	\$ 8,654,096
Guaranteed investment certificates	-	2,607,000
Accounts receivable (note 2)	2,358,829	574,692
Inventory	80,821	75,871
Silviculture deposits (note 3)	734,572	71,034
	<u>18,411,981</u>	<u>11,982,693</u>
Financial liabilities:		
Accounts payable and accrued liabilities (note 4)	1,596,784	832,819
Deferred revenue	38,933	36,880
Silviculture obligations (note 3)	906,116	71,034
	<u>2,541,833</u>	<u>940,733</u>
Net financial assets	15,870,148	11,041,960
Non-financial assets:		
Tangible capital assets (note 5)	10,761,389	8,861,968
Southside land held for resale	217,902	217,902
Prepaid expenses	21,057	26,801
	<u>11,000,348</u>	<u>9,106,671</u>
Accumulated surplus (note 6)	<u>\$ 26,870,496</u>	<u>\$ 20,148,631</u>

Commitments and contingencies (note 7)

See accompanying notes to consolidated financial statements.


Mayor


Chief Administrative Officer



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Consolidated Statement of Operations and Accumulated Surplus

Year ended December 31, 2020, with comparative information for 2019

	2020 Budget (note 12)	2020 Actual	2019 Actual
Revenue:			
Net taxation revenue (note 8)	\$ 1,873,374	\$ 1,873,113	\$ 1,870,542
User fees	440,243	786,026	425,978
Government transfers (note 9)			
Provincial	2,899,226	2,720,875	3,680,451
Federal	-	99,931	205,803
Investments and penalties	74,500	112,061	167,158
Licenses and permits	8,900	10,214	10,251
Rental	1,000	248	1,238
Concession and franchises	18,300	18,959	18,380
Community forest	9,403,418	12,000,246	746,243
Miscellaneous	17,762	273,345	311,437
	-	-	-
Total revenue	14,736,723	17,895,018	7,437,481
Expenses:			
Community forest	7,269,496	8,506,839	695,147
General government	1,202,699	1,212,019	1,220,613
Protective services	292,923	201,170	214,228
Transportation services	308,320	249,340	209,863
Environmental development services	174,121	110,052	132,545
Environmental health services	66,499	60,305	55,900
Recreation and cultural services	532,462	386,719	456,950
Waste water utility	121,698	160,983	157,147
Water utility	308,346	285,726	262,812
Total expenses	10,276,564	11,173,153	3,405,205
Annual surplus	4,460,159	6,721,865	4,032,276
Accumulated surplus, beginning of year	20,148,631	20,148,631	16,116,355
Accumulated surplus, end of year	\$ 24,608,790	\$ 26,870,496	\$ 20,148,631

See accompanying notes to consolidated financial statements.



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Consolidated Statement of Change In Net Financial Assets

Year ended December 31, 2020, with comparative information for 2019

	Budget (note 12)	2020	2019
Annual surplus	\$ 4,460,159	\$ 6,721,865	\$ 4,032,276
Acquisition of tangible capital assets	(3,015,900)	(2,314,870)	(768,387)
Amortization of tangible capital assets	-	415,449	424,848
	(3,015,900)	(1,899,421)	(343,539)
Acquisition of prepaid expenses	-	(21,057)	(26,801)
Use of prepaid expenses	-	26,801	21,777
	-	5,744	(5,024)
Change in net financial assets	1,444,259	4,828,188	3,683,713
Net financial assets, beginning of year	11,041,959	11,041,960	7,358,247
Annual surplus, end of year	\$ 12,486,218	\$ 15,870,148	\$ 11,041,960

See accompanying notes to consolidated financial statements.



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Consolidated Statement of Cash Flows

Year ended December 31, 2020, with comparative information for 2019

	2020	2019
Cash provided by (used in):		
Operations:		
Annual surplus	\$ 6,721,865	\$ 4,032,276
Item not involving cash:		
Amortization of tangible capital assets	415,449	424,848
Accounts receivable	(1,784,137)	(376,620)
Inventory	(4,950)	(75,871)
Silviculture deposits	(663,538)	-
Accounts payable and accrued liabilities	763,965	548,336
Deferred revenue	2,053	14,910
Silviculture obligations	835,082	-
Prepaid expenses	5,744	(5,024)
	6,291,533	4,562,855
Capital activities:		
Acquisition of tangible capital assets	(2,314,870)	(768,387)
Financing activities:		
Debt repayment	-	(32,114)
Investing:		
Redemption (purchase) of guaranteed investment certificates	2,607,000	(1,803,333)
Increase in cash and cash equivalents	6,583,663	1,959,021
Cash and cash equivalents, beginning of year	8,654,096	6,695,075
Cash and cash equivalents, end of year	\$ 15,237,759	\$ 8,654,096

See accompanying notes to consolidated financial statements.



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Notes to Consolidated Financial Statements

Year ended December 31, 2020

The Corporation of the Village of Fraser Lake (the "Village") is a municipality that was created in 1966 under the Community Charter, formerly the Municipal Act, a statute of the Province of British Columbia. The Village's principal activities include the provision of local government services to residents of the incorporated area. These services include administrative, protective, transportation, environmental, recreational, water, waste water and fiscal services.

On March 11, 2020, the COVID-19 outbreak was declared a pandemic by the World Health Organization. This has resulted in the Canadian and Provincial governments enacting emergency measures to combat the spread of the virus. The situation is dynamic and the ultimate duration and magnitude of the impact on the economy and the financial effect on the Village is not known at this time. The current challenging economic climate may lead to adverse changes in cash flows, working capital levels and/or debt balances, which may also have a direct impact on the operating results and financial position of the Village in the future.

1. Significant accounting policies:

The consolidated financial statements of the Village are prepared in accordance with Canadian generally accepted accounting principles for governments as recommended by the public Sector Accounting Board ("PSAB") of the Chartered Professional Accountants of Canada. The Village's significant accounting policies are as follows:

(a) Basis of consolidation:

(i) Consolidated entities:

The consolidated financial statements reflect the assets, liabilities, revenues and expenses of the Village. The Village is comprised of all organizations, committees and local boards accountable for the administration of their financial affairs and resources to the Village and which are owned or controlled by the Village.

(ii) Accounting for Region and School Board transactions:

The taxation, other revenues, expenses, assets and liabilities with respect to the operations of the Region and the School Board are not reflected in these consolidated financial statements.



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2020

1. Significant accounting policies (continued):

(a) Basis of consolidation (continued):

(iii) Trust funds:

Trust funds and their related operation administered by the Village are not included in these consolidated financial statements.

(b) Basis of accounting:

The Village follows the accrual method of accounting for revenues and expenses. Revenues are normally recognized in the year in which they are earned and measurable. Expenses are recognized as they are incurred and measurable as a result of receipt of goods and services and/or the creation of a legal obligation to pay.

(c) Revenue recognition:

Revenues are recognized in accordance with the provisions of Community Charter. The Village is required to act as the agent for the collection of certain taxes and fees imposed by other authorities. Collections for other authorities are excluded from the Village's taxation revenues.

Revenue unearned in the current period is reported on the consolidated statement of financial position as deferred revenue or deposits.

(d) Investment income:

Investment income is reported as revenue in the period earned. When required by the funding government or related Act, investment income earned on deferred revenue is added to the investment and forms part of the deferred revenue balance.



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2020

1. Significant accounting policies (continued):

(e) Cash and cash equivalents:

Cash equivalents include short-term highly liquid investments with a term to maturity of 90 days or less at acquisition.

(f) Guaranteed investment certificates:

Guaranteed investment certificates include investments with a term to maturity of 90 days or more at acquisition.

(g) Southside land held for resale:

Land held for resale is recorded at the lower of cost and net realizable value. Cost includes amounts for improvements to prepare the land for sale or servicing.

(h) Inventory:

Inventory are valued at the lower of cost and net realizable value. The cost is determined using the weighted average acquisition costs of logs. Net realizable value is the estimated selling price in the ordinary course of business, less the cost of completion and cost necessary to make the sale. The reversal of previously written down inventories is recognized in the consolidated statement of operations and accumulated surplus.

(i) Silviculture obligations:

The Village harvests timber under Community Forest Agreements with the Province of British Columbia. Estimated future timber reforestation and silviculture obligations are accrued and expensed based on the volume of timber removed.



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2020

1. Significant accounting policies (continued):

(j) Non-financial assets:

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations.

(i) Tangible capital assets:

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

Asset	Useful life - years
Building and building improvements	10 - 40
Machinery and equipment	5 - 60
Roads infrastructure	5 - 75
Vehicles	5 - 20
Water and waste water infrastructure	2 - 60

Construction-in-progress is not amortized until the asset is available for productive use.

(ii) Contributions of tangible capital assets:

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

(iii) Interest capitalization:

The Village does not capitalize interest costs associated with the acquisition or construction of a tangible capital asset.



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2020

1. Significant accounting policies (continued):

(k) Use of estimates:

The preparation of the consolidated financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenues and expenses during the period. Items subject to such estimates and assumptions include the silviculture obligations, the carrying value of tangible capital assets, assets held for sale and inventory as well as the collectibility of accounts receivable. Actual results could differ from these estimates.

(l) Government transfers:

Government transfers, which include legislative grants, are recognized as revenue in the consolidated financial statements when the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfer revenue is recognized in the consolidated statement of operations and accumulated surplus as the stipulations for liabilities are settled.

(m) Contaminated sites:

Contaminated sites are defined as the result of contamination being introduced in air, soil, water or sediment of a chemical, organic, or radioactive material or live organism that exceeds an environmental standard.

A liability for remediation of contaminated sites is recognized, net of any expected recoveries, when all of the criteria are met:

- i) an environmental standard exists;
- ii) contamination exceeds the environmental standard;
- iii) the organization is directly responsible or accepts responsibility for the liability;
- iv) future economic benefits will be given up, and
- v) a reasonable estimate of the liability can be made.



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2020

2. Accounts receivable:

	2020	2019
Taxes	\$ 109,501	\$ 47,159
Grants	39,220	24,220
Water, sewer, garbage user fees	1,275	42,131
Miscellaneous	537,494	180,757
Community forest	1,671,339	280,425
	<u>\$ 2,358,829</u>	<u>\$ 574,692</u>

3. Silviculture deposits:

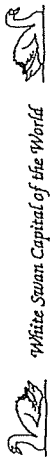
The Village entered into an agreement with Fraser Lake Forest Consulting Ltd. to manage the silviculture obligations. As at December 31, 2020 the Village provided a deposit on the silviculture of \$734,572 (2019 - \$71,034). The Village is legally obligated to administer silviculture programs, including seed acquisition, seedling procurement, site preparation, planting, surveying and reporting to achieve free-to-grow status.

The Village has estimated silviculture obligations to be \$906,116 at December 31, 2020 (2019 - \$71,034) based on accruing \$4.37 for every meter cubed logged.

4. Accounts payable and accrued liabilities:

	2020	2019
Trade	\$ 1,514,557	\$ 742,825
Sales tax	2,023	15,050
Wages and related costs	80,204	74,944
	<u>\$ 1,596,784</u>	<u>\$ 832,819</u>

**VILLAGE OF
FRASER LAKE**



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2020

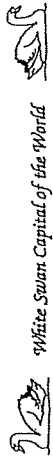
5. Tangible capital assets:

	2020							
	Construction- in-progress	Land	Buildings and building improvements	Vehicles, machinery and equipment	Roads infrastructure	Water infrastructure	Waste water infrastructure	Total
Cost:								
Balance, beginning of year	\$ 55,595	\$ 1,873,044	\$ 3,350,556	\$ 3,736,123	\$ 3,783,965	\$ 2,965,570	\$ 2,545,097	\$ 18,309,950
Additions	1,237,574	-	389,082	593,797	77,251	17,166	-	2,314,870
Balance, end of year	1,293,169	1,873,044	3,739,638	4,329,920	3,861,216	2,982,736	2,545,097	20,624,820
Accumulated amortization:								
Balance, beginning of year	-	-	1,648,145	2,789,981	1,739,713	988,244	2,281,899	9,447,982
Amortization expense	-	-	81,254	161,010	77,899	55,887	39,399	415,449
Balance, end of year	-	-	1,729,399	2,950,991	1,817,612	1,044,131	2,321,298	9,863,431
Net book value, end of year	\$ 1,293,169	\$ 1,873,044	\$ 2,010,239	\$ 1,378,929	\$ 2,043,604	\$ 1,938,605	\$ 223,799	\$ 10,761,389

Construction-in-progress represents capital projects at year end that have not been completed and are not ready for their intended use or to be amortized.



VILLAGE OF FRASER LAKE



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2020

5. Tangible capital assets (continued):

		2019														
		Construction-in-progress	Land	Building and building improvements	Vehicles, machinery and equipment	Roads infrastructure	Water infrastructure	Waste water infrastructure	Total							
Cost:																
Balance, beginning of year	\$	37,260	\$	1,873,044	\$	3,242,853	\$	3,736,123	\$	3,620,367	\$	2,508,970	\$	2,522,946	\$	17,541,563
Additions		33,226	-	107,703	-	-	-	-	-	148,707	-	456,600	-	22,151	-	768,387
Transfer		(14,891)	-	-	-	-	-	-	-	14,891	-	-	-	-	-	-
Balance, end of year		55,595		1,873,044		3,350,556		3,736,123		3,783,965		2,965,570		2,545,097		18,309,950
Accumulated amortization:																
Balance, beginning of year		-	-	1,574,159		2,641,744		1,631,090		932,643		932,643		2,243,498		9,023,134
Amortization expense		-	-	73,986		148,237		108,623		55,601		55,601		38,401		424,848
Balance, end of year		-	-	1,648,145		2,789,981		1,739,713		988,244		988,244		2,281,899		9,447,982
Net book value, end of year	\$	55,595	\$	1,873,044	\$	1,702,411	\$	946,142	\$	2,044,252	\$	1,977,326	\$	263,198	\$	8,861,968



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2020

6. Accumulated surplus:

	2020	2019
Surplus:		
Invested in tangible capital assets	\$ 10,743,058	\$ 8,843,637
General fund	4,330,705	4,225,580
Water utility fund	929,345	71,663
Waste water utility fund	417,657	296,988
	<u>16,420,765</u>	<u>13,437,868</u>
Reserves set aside by Council:		
Search and rescue	261	261
MFA unexpended funds	95,562	94,815
	<u>95,823</u>	<u>95,076</u>
Reserve funds set aside for specific purposes by Council:		
Capital expenditure replacement	1,705,638	1,691,381
Building reserve	237	237
Emergency vehicle and equipment	57,054	56,710
Recreation centre	20,994	20,223
Streets	1,763,988	1,749,268
Sewer reserve	7,865	7,804
CWF restricted capital funding	522,282	463,724
Northern Capital Planning Grant (Schedule 1)	2,556,182	2,626,340
Cemetery development fund	2,220	-
Airport reserve	172,945	-
Community forest reserve	3,544,503	-
	<u>10,353,908</u>	<u>6,615,687</u>
	<u>\$ 26,870,496</u>	<u>\$ 20,148,631</u>



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2020

7. Commitments and contingencies:

- (a) The Village is responsible, as a member of the Regional District of Bulkley-Nechako, for its portion of any operating deficits or capital debt related to functions in which it participates.
- (b) The Village and its employees contribute to the Municipal Pension Plan ("the Plan"), a jointly trusted pension plan. The Board of Trustees, representing plan members and employers, is responsible for administering the Plan, including investment of assets and administration of benefits. The Plan is a multi-employer defined benefit pension plan. Basic pension benefits provided are based on a formula. As at December 31, 2020, the Plan has about 213,000 active members and approximately 106,000 retired members. Active members include approximately 41,000 contributors from local governments.

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

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

The Village paid \$70,435 (2019 - \$66,516) for employer contributions to the Plan in fiscal 2020.

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

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



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2020

7. Commitments and contingencies (continued):

- (c) The Village is obligated to collect and transmit property taxes levied on Fraser Lake taxpayers in respect of the following bodies:

Ministry of Education, Province of British Columbia
Regional District of Bulkley-Nechako
British Columbia Assessment Authority
Municipal Finance Authority
Stuart-Nechako Regional Hospital District
Royal Canadian Mounted Police

- (d) The Village is participant in the Municipal Insurance Association of British Columbia. Should the Association pay out claim in excess of premiums received, it is possible that the Village, along with other participants, would be required to contribute towards the deficit.
- (e) The Village provides benefits for sick leave to all its employees. All employees accumulate sick leave entitlement on a monthly basis and can only use the entitlement for paid time off under certain circumstances. The total expense recorded in the consolidated financial statements in respect to obligation under this plan amounts to \$26,410 (2019 - recovery of \$24,898).

	2020	2019
Accrued benefit obligation:		
Balance, beginning of year	\$ 31,050	\$ 67,641
Current service cost (recovery)	26,410	(24,898)
Benefits paid	(16,786)	(11,693)
Balance, end of year	\$ 40,674	\$ 31,050

The accrued benefit obligation is included as part of accounts payable and accrued liabilities on the consolidated statement of financial position.



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2020

8. Net taxation revenue:

As disclosed in note 7(c), the Village is required to collect taxes on behalf of and transfer these amounts to the government agencies below:

	2020	2019
General purposes	\$ 1,811,017	\$ 1,814,237
Grants in lieu of taxes	59,451	60,158
Collection for other governments	803,701	880,247
	2,674,169	2,754,642
Ministry of Education, Province of British Columbia	280,759	378,423
Stuart-Nechako Regional Hospital District	241,986	241,382
Regional District of Bulkley-Nechako	194,958	185,243
British Columbia Assessment Authority	18,574	18,191
Municipal Finance Authority	36	36
Royal Canadian Mounted Police	64,743	60,825
	801,056	884,100
	\$ 1,873,113	\$ 1,870,542



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2020

9. Government transfers:

The Village recognizes the transfer of government funding as expenses or revenues in the period that the events giving rise to the transfer occurred. The government transfers reported on the consolidated statement of operations and accumulated surplus are:

	2020	2019
Provincial grants:		
Unconditional	\$ 389,708	\$ 380,051
Miscellaneous	240,940	135,799
Northern Development Initiative Trust	102,479	135,146
Northern Capital Planning Grant	777,000	2,607,000
Union of BC Municipalities	725,748	422,455
Covid Restart	485,000	-
	2,720,875	3,680,451
Federal grants:		
Environmental	96,731	203,403
Miscellaneous	3,200	2,400
	99,931	205,803
	\$ 2,820,806	\$ 3,886,254

10. Concentration of risk:

The Village derived community forest revenue from two (2019 - one) major customers amounting to approximately \$9,470,988 (2019 - \$455,742) representing 78% (2019 - 61%) of total community forest revenue. Accounts receivable from the above significant customers at year end amounted to approximately \$1,471,673 (2019 - \$164,700)



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2020

11. Segmented information:

The Village is a diversified municipal organization that provides a wide range of services to its citizens. For management reporting purposes, the Village's operations and activities are organized and reported by service areas. Segmented information has been identified based upon those lines of service provided by the Village. Village services are provided by departments and their activities are reported by functional area in the body of the consolidated financial statements. Certain lines of service that have been separately disclosed in the segments information are as follows:

(a) General Government:

The general government operation provides the functions of corporate administration and legislative services and any other functions categorized as non-departmental in the Village.

(b) Protective Services:

Protective services is comprised of emergency management and regulatory services.

(c) Transportation Services:

Transportation services is responsible for a wide variety of services including the development and maintenance of the Village's roadway systems, snow removal and street lighting.

(d) Environmental Development and Environmental Health Services:

Environmental health and development services provides for garbage collection and disposal services to residents and businesses in the Village as well as maintenance of the cemetery.

(f) Recreation and Cultural Services:

Recreation and cultural services is responsible for the construction and maintenance of the Village's parks and green spaces. It provides funding for the operation of the arena, museum, library and wharf. It also administers economic development projects and provide grants to various community groups that provide recreational opportunities in the Village.



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2020

11. Segmented information (continued):

(g) Water Utility:

The water utility installs and maintains water mains, pump stations and the water treatment plant. The treatment and distribution of water in the Village is included in this segment.

(h) Waste Water Utility:

The waste water utility installs and maintains sewer mains, lift stations and the sewage treatment facility. The collection and treatment of sewage in the Village is included in this segment.

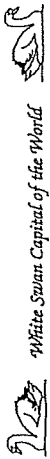
(i) Community Forest:

Community forest is comprised of all forestry related activities and services.

The following statement provides additional information for the foregoing functions. The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in note 1.



VILLAGE OF FRASER LAKE



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2020

11. Segmented information (continued):

	2020				
	General Government	Protective Services	Transportation Services	Environmental Development Services	Environmental Health Services
Revenues:					
Taxation	\$ 1,873,113	\$ -	\$ -	\$ -	\$ -
User charges and other	-	10,214	-	-	-
Grants	2,145,058	-	-	-	-
Investment income	112,061	-	-	-	-
Other	292,552	-	-	-	-
Total revenues	4,422,784	10,214	-	-	-
Expenses:					
Salaries, wages and employee benefits	576,707	84,070	64,729	82,525	26,879
Operating	154,999	117,100	184,611	27,527	-
Legislature	53,355	-	-	-	-
Amortization	320,163	-	-	-	-
Interest recovered	(298)	-	-	-	-
Insurance	67,612	-	-	-	2,822
Professional services	39,481	-	-	-	-
Garbage disposal	-	-	-	-	30,604
Total expenses	1,212,019	201,170	249,340	110,052	60,305
Annual surplus (deficit)	\$ 3,210,765	\$ (190,956)	\$ (249,340)	\$ (110,052)	\$ (60,305)



VILLAGE OF FRASER LAKE



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2020

11. Segmented information (continued):

2020 (continued)						
	Recreation and Cultural Services	Water Utility	Waste Water Utility	Community Forest	Total	
Revenues:						
Taxation	\$ -	\$ -	\$ -	-	\$ 1,873,113	
User charges and other	25,743	429,002	331,281	-	796,240	
Grants	-	675,748	-	-	2,820,806	
Investment income	-	-	-	-	112,061	
Other	-	-	-	12,000,246	12,292,798	
Total revenues	25,743	1,104,750	331,281	12,000,246	17,895,018	
Expenses:						
Salaries, wages and employee benefits	182,361	73,050	23,512	-	1,113,833	
Operating	204,358	156,789	98,072	8,506,839	9,450,295	
Legislature	-	-	-	-	53,355	
Amortization	-	55,887	39,399	-	415,449	
Interest recovered	-	-	-	-	(298)	
Insurance	-	-	-	-	70,434	
Professional services	-	-	-	-	39,481	
Garbage disposal	-	-	-	-	30,604	
Total expenses	386,719	285,726	160,983	8,506,839	11,173,153	
Annual surplus (deficit)	\$ (360,976)	\$ 819,024	\$ 170,298	\$ 3,493,407	\$ 6,721,865	



VILLAGE OF FRASER LAKE



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2020

11. Segmented information (continued):

2019					
	General Government	Protective Services	Transportation Services	Environmental Development Services	Environmental Health Services
Revenues:					
Taxation	\$ 1,870,542	\$ -	\$ -	\$ -	\$ -
User fees and other	-	10,251	-	-	-
Grants	3,531,944	-	-	-	-
Investment income	167,158	-	-	-	-
Other	331,055	-	-	-	-
Total revenues	5,900,699	10,251	-	-	-
Expenses:					
Salaries, wages and employee benefits	478,875	84,510	50,128	83,034	25,659
Operating	236,077	129,718	159,735	49,511	-
Legislature	85,411	-	-	-	-
Amortization	330,846	-	-	-	-
Interest recovered	(8,584)	-	-	-	-
Insurance	60,055	-	-	-	2,874
Professional services	37,933	-	-	-	-
Garbage disposal	-	-	-	-	27,367
Total expenses	1,220,613	214,228	209,863	132,545	55,900
Annual surplus (deficit)	\$ 4,680,086	\$ (203,977)	\$ (209,863)	\$ (132,545)	\$ (55,900)



VILLAGE OF FRASER LAKE



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2020

11. Segmented information (continued):

	2019 (continued)				
	Recreation and Cultural Services	Water Utility	Waste Water Utility	Community Forest	Total
Revenues:					
Taxation	\$ -	\$ -	\$ -	-	\$ 1,870,542
User fees and other	40,025	218,387	167,566	-	436,229
Grants	-	354,310	-	-	3,886,254
Investment income	-	-	-	-	167,158
Other	-	-	-	746,243	1,077,298
Total revenues	40,025	572,697	167,566	746,243	7,437,481
Expenses:					
Salaries, wages and employee benefits	232,629	68,098	27,123	-	1,050,056
Operating	224,321	139,113	91,623	695,147	1,725,245
Legislature	-	-	-	-	85,411
Amortization	-	55,601	38,401	-	424,848
Interest recovered	-	-	-	-	(8,584)
Insurance	-	-	-	-	62,929
Professional services	-	-	-	-	37,933
Garbage disposal	-	-	-	-	27,367
Total expenses	456,950	262,812	157,147	695,147	3,405,205
Annual surplus (deficit)	\$ (416,925)	\$ 309,885	\$ 10,419	\$ 51,096	\$ 4,032,276



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2020

12. Budget data:

The budget data presented in these consolidated financial statements is based upon the 2020 operating and capital budgets approved by Council on April 22, 2020. Amortization was not contemplated on development of the budget and, as such, has not been included. The chart below reconciles the approved budget to the budget figures reported in these consolidated financial statements.

	Budget amount
Revenue:	
Operating budget	\$ 16,323,971
Less:	
Collections for other governments	(890,085)
Transfers from surplus	(14,000)
Transfer from reserves	(683,163)
	<u>14,736,723</u>
Expenses:	
Operating budget	16,323,971
Less:	
Payments to other governments	(890,085)
Capital expenditures	(3,015,900)
Transfer to reserve funds	(2,141,422)
	<u>10,276,564</u>
	<u>\$ 4,460,159</u>



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2020

13. Significant taxpayers:

The Village derives a significant portion of its taxation revenue from the major industry taxpayers. Any changes in this sector could have an impact on the ongoing operations of the Village.

14. Comparative information:

Certain comparative figures have been reclassified, where applicable to conform to the presentation used in current year. The changes do not affect prior year surplus.



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Schedule 1 - Northern Capital Planning Grant

Year ended December 31, 2020, with comparative information for 2019

In March 2020 the Village of Fraser Lake was the recipient of \$777,000 under the Northern Capital and Planning Grant (NCPG) program from the Province of British Columbia. Interest of \$23,926 was earned by the reserves from date of receipt to December 31, 2020. Additionally, \$871,084 was spent in 2020 for the purchase of capital assets resulting in a total of \$2,556,182 in NCPG reserves at December 31, 2020.

	2020	2019
Opening balance of reserve	\$ 2,626,340	\$ -
NCPG grant funding received	777,000	2,607,000
Interest	23,926	35,283
	3,427,266	2,642,283
Project expenditures:		
Sewer camera	-	15,943
Backhoe	137,930	-
Bobcat	69,379	-
Fire Hall	6,775	-
Water treatment plant	10,261	-
Street sweeper	271,887	-
Washrooms	10,619	-
Fraser Lake Villa	328,143	-
Professional building	23,786	-
Urban systems	7,000	-
Arena	5,304	-
	871,084	15,943
	\$ 2,556,182	\$ 2,626,340



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Schedule 2 - COVID-19 Safe Restart Grant

Year ended December 31, 2020, with comparative information for 2019

In November 2020 the Village of Fraser Lake was the recipient of \$485,000 grant under the COVID-19 Safe Restart for Local Governments program from the Province of BC. Due to the conditions of use this grant funding allows local governments to use the funding where the greatest need arises, the amount received was considered revenue in 2020 and included in grant revenue on the Consolidated Statement of Operations and Accumulated Surplus. The Village has not allocated any funding in 2020.

	2020
Grant funding received - November 2020	\$ 485,000
COVID-19 Safe Restart Grant for allocation in 2021	\$ 485,000