

MUNICIPAL
STATEMENT OF FINANCIAL INFORMATION
(SOFI)
2021

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

Page 1: Corporation Information

Ministry Information

General: Section One

- 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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Page 2: Statement of Assets & Liabilities: Section Two

- 2 Balance sheet
- Changes in equity and surplus or deficit

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- 3(1) Statement of Income / Statement of Revenue and Expenditures
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- 3(4) Requirement for community colleges, school districts and municipalities

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- 4(1)(a) & 4(2) List and detail the schedule of long-term debts
- 4(1)(b) Identify debts covered by sinking funds / reserves
- 4(3) & (4) Omission of schedule, with explanation

Page 3: Schedule of Guarantee and Indemnity Agreements: Section Five

- 5(1) List agreements under the Guarantees and Indemnities Regulation
- 5(2) State the entities and amounts involved
- 5(3) & (4) Omission of schedule, with explanation

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

- 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
- 6(7)(a) & (b) Statement of severance agreements
- 6(8) Explain an omission of statement of severance agreements
- 6(9) [Statement of severance agreements to minister – not required unless requested]

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]
- 7(2)(b) Statement of payments of grants or contributions
- 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
- 9(5) Signature approval is for all contents of the SOFI

Access to the Financial Information: Section Ten

- 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 CORPORATION OF THE VILLAGE OF FRASER LAKE Contact Name: Laura McMaster
 Fiscal Year End: 2021 Phone Number: (250) 699-6257
 Date Submitted: JUNE 9, 2022 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 FS
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 5-24 FS

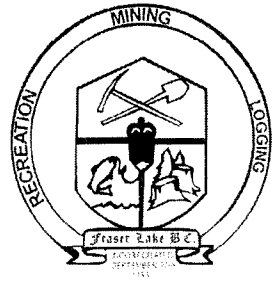
FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
Statement of Assets & Liabilities					
2	<ul style="list-style-type: none"> A balance sheet prepared in accordance with GAAP or stated accounting principles / policies, and Show changes in equity and surplus or deficit due to operations 	<input checked="" 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"/>	Schedule of Employee Remuneration and Expenses

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 checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Statement of Severance Agreements
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 checked="" 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

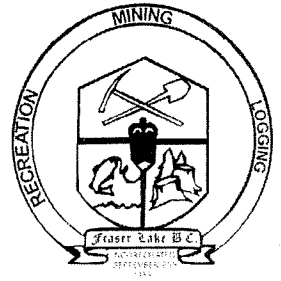
Laura McMaster
Director of Finance
June 8, 2022



White Swan Capital of the World



Village of Fraser Lake



June 8, 2022

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

Audrey Fennema
Acting Mayor

June 8, 2022

Date

R.J. Holland

Corporate Administrative Officer

June 8, 2022

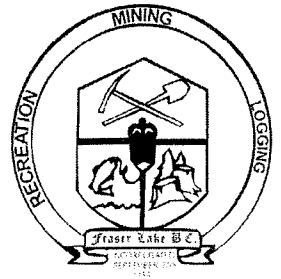
Date



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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 8, 2022

Sarrah Storey

Mayor

Date June 8, 2022

Audrey Fennema
Acting Mayor

White Swan Capital of the World



Village of Fraser Lake
Statement of Financial Information
For the Year Ended December 31, 2021
Schedule of Council Remuneration and Expenses

Elected Officials	Position	Remuneration	Expenses
Fennema, Audrey	Councillor	8,565	158
Jenkinson, Joseph	Councillor	7,845	0
LePoidevin, Craig	Councillor	7,665	0
Storey, Sarrah	Mayor	21,014	1,949
Watt-Senner, Kimberly	Councillor	7,785	0
		\$ <u>52,875</u>	\$ <u>2,106</u>

Village of Fraser Lake
Statement of Financial Information
For the Year Ended December 31, 2021
Schedule of Employee Remuneration and Expenses

Employee Name	Position	Remuneration	Expenses
Campbell, Cameron	Arena Attendant/Public Works	\$ 77,410	\$ 109
Cruz, Zion	Arena Attendant/Public Works	79,651	870
Graham, Jeffrey	Water Plant Operator	90,555	2,557
Hilman, Vern	Director of Public Works	96,746	0
Holland, Rodney	Chief Administrative Officer	112,164	444
McMaster, Laura	Director of Finance	88,930	6,179
Pacheco, Joe	Fire Chief	79,292	2,147
		\$ 624,748	\$ 12,306
	Employees less than \$75,000	404,827	5,282
		\$ 1,029,575	\$ 17,588

Village of Fraser Lake
Statement of Financial Information
For the Year Ended December 31, 2021
Schedule of Payments to Suppliers

ACKLANDS GRAINGER	\$ 61,794.12
BC HYDRO	165,854.19
BG SELF LOADING LTD	55,238.40
BURNS LAKE AUTOMOTIVE SUPPLY	28,453.88
BUD'S ELECTRIC	107,268.07
CANADA CUSTOMS & REVENUE	284,360.73
CANADA REVENUE AGENCY	43,983.82
CENTRALSQUARE CANADA SOFTWARE INC.	26,763.65
CHAZBUT CONTRACTING LTD	3,239,764.83
CHRIS SAVOIE	85,517.78
CIBC VISA	30,139.45
CITYWEST CABLE & TELEPHONE CORP	1,155,000.00
CONNOLLY TIMBER INC.	1,531,049.01
CUTTING EDGE PROJECTS	30,045.75
FL BUILDING SUPPLIES	32,187.78
FL PUBLIC LIBRARY	62,424.00
FOUR RIVERS CO-OPERATIVE	45,723.92
FRASER LAKE FOREST CONSULTING LTD	2,085,258.29
GROUPHEALTH - GLOBAL TRUST	70,240.29
HELIX FOUNDATION SYSTEMS LTD	176,400.00
JVK ENTERPRISES LTD	34,650.00
KHOBRAN HOLDINGS LTD	2,564,277.38
KPMG LLP T4348	47,089.98
LARWORTH LOGGING LTD	2,783,205.32
MIDWAY PURNEL SANITARY SUPPLIES PG LTD.	66,053.47
MINISTER OF FINANCE	61,923.98
MIN. OF FIN & CORP RELATIONS SCHOOL LAND	236,068.82
MIZA ARCHITECTS INC	31,452.75
MUNIPAL PENSION PLAN	135,482.76
MUNISIGHT	66,500.00
NORTH LAND WATER & SEWER	35,979.19
NORTHWEST SEALCOATING COM	47,922.00
NORTHERN ROAD SERVICE	296,521.56
PACIFIC BENTONITE LTD	33,416.25
PITTMAN ASPHALT	53,209.01
RDBN	224,116.40
RD FRASER FORT GEORGE	66,139.29
SANDERSON CONCRETE INC	55,189.60
SEAL TEC INDUSTRIES LTD	65,501.17
SHOTGUN ENTERPRISES LTD	59,895.15
STUART-NECHAKO REG. HOSP. DIST.	40,740.00
SUPERIOR LINK CONTRACTING	234,574.81
TELUS BC	34,209.69

Village of Fraser Lake
Statement of Financial Information
For the Year Ended December 31, 2021
Schedule of Payments to Suppliers

VAN-CON ENTERPRISES LTD	1,013,446.57
VERNON SEED ORCHARD COMPANY	34,891.24
WEST FRASER SAWMILL	372,724.69
WESTERN FINANCIAL GROUP (FRA)	65,806.00
WEST-END LOGGING LTD	102,646.43
YETI REFRIGERATION INC	<u>\$ 39,709.28</u>
 Total Suppliers over \$25000	 \$ 18,220,810.75
Total Suppliers under \$25000	<u>\$ 675,154.40</u>
Total Suppliers	\$ 18,895,965.15

**Village of Fraser Lake
Statement of Financial Information
For the Year Ended December 31, 2021
Schedule D**

List of Financial Agreements (Financial Statement Pg 5)

Pacific Northern Gas 3% Franchise Fee	\$21,667.00
Arena Concession Fee (Flat Fee)	\$150.00
Total	<u>\$21,817.00</u>

List of Donations to Non Profit Organizations

Fraser Lake Elem. Sec. School Sr Boys Basketball team	\$350.00
Royal Canadial Legion Branch 274	\$558.06
Total	<u>\$908.06</u>

Village of Fraser Lake
Statement of Financial Information
For the Year Ended December 31, 2021
Statement of Severance Agreements

There were no severance agreements made between The Corporation of the Village of Fraser Lake and its non-unionized employees during the fiscal year 2021.

Consolidated Financial Statements of



VILLAGE OF FRASER LAKE



White Swan Capital of the World



And Independent Auditors' Report thereon

Year ended December 31, 2021



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





KPMG LLP
177 Victoria Street, Suite 400
Prince George BC V2L 5R8
Canada
Tel 250-563-7151
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, 2021
- 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, 2021 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 13, 2022



VILLAGE OF FRASER LAKE



White Swan Capital of the World

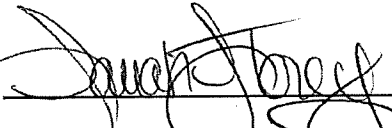


Consolidated Statement of Financial Position

December 31, 2021, with comparative information for 2020

	2021	2020
Financial assets:		
Cash and cash equivalents	\$ 26,524,868	\$ 15,237,759
Accounts receivable (note 2)	2,739,934	2,358,829
Inventory	227,817	80,821
Silviculture deposits	-	734,572
	<u>29,492,619</u>	<u>18,411,981</u>
Financial liabilities:		
Accounts payable and accrued liabilities (note 3)	1,533,656	1,596,784
Deferred revenue	1,065,178	38,933
Silviculture obligation (note 4)	1,909,272	906,116
	<u>4,508,106</u>	<u>2,541,833</u>
Net financial assets	24,984,513	15,870,148
Non-financial assets:		
Tangible capital assets (note 5)	12,227,714	10,761,389
Southside land held for resale	202,499	217,902
Prepaid expenses	22,067	21,057
	<u>12,452,280</u>	<u>11,000,348</u>
Commitments and contingencies (note 7)		
Accumulated surplus (note 6)	<u>\$ 37,436,793</u>	<u>\$ 26,870,496</u>

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, 2021, with comparative information for 2020

	2021 Budget (note 12)	2021 Actual	2020 Actual
Revenue (note 11):			
Net taxation (note 8)	\$ 1,909,303	\$ 1,918,532	\$ 1,873,113
User fees	860,661	838,874	786,026
Government transfers (note 9)			
Provincial	3,670,353	1,673,187	2,720,875
Federal	-	406,768	99,931
Investments and penalties	74,500	104,625	112,061
Licenses and permits	8,900	11,586	10,214
Rental	20,028	-	248
Concession and franchises	18,150	20,776	18,959
Community forest	24,436,653	24,333,536	12,000,246
Miscellaneous	13,676	230,827	273,345
	-	-	-
Total revenue	31,012,224	29,538,711	17,895,018
Expenses (note 11):			
Community forest	15,972,908	14,864,603	8,506,839
General government	1,354,677	2,635,216	1,212,019
Protective services	306,755	188,798	201,170
Transportation services	303,391	242,747	249,340
Environmental development services	179,427	157,241	110,052
Environmental health services	67,225	67,678	60,305
Recreation and cultural services	438,937	420,989	386,719
Waste water utility	1,262,520	139,187	160,983
Water utility	276,700	255,955	285,726
Total expenses	20,162,540	18,972,414	11,173,153
Annual surplus	10,849,684	10,566,297	6,721,865
Accumulated surplus, beginning of year	26,870,496	26,870,496	20,148,631
Accumulated surplus, end of year	\$ 37,720,180	\$ 37,436,793	\$ 26,870,496

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, 2021, with comparative information for 2020

	Budget (note 12)	2021	2020
Annual surplus	\$ 10,849,684	\$ 10,566,297	\$ 6,721,865
Acquisition of tangible capital assets	(3,489,712)	(1,912,775)	(2,314,870)
Amortization of tangible capital assets	-	446,450	415,449
	(3,489,712)	(1,466,325)	(1,899,421)
Change on Southside land held for resale	-	15,403	-
Acquisition of prepaid expenses	-	(22,067)	(21,057)
Use of prepaid expenses	-	21,057	26,801
	-	14,393	5,744
Change in net financial assets	7,359,972	9,114,365	4,828,188
Net financial assets, beginning of year	15,870,148	15,870,148	11,041,960
Net financial assets, end of year	\$ 23,230,120	\$ 24,984,513	\$ 15,870,148

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, 2021, with comparative information for 2020

	2021	2020
Cash provided by (used in):		
Operations:		
Annual surplus	\$ 10,566,297	\$ 6,721,865
Items not involving cash:		
Amortization of tangible capital assets	446,450	415,449
Gain on sale of Southside land	(15,791)	-
Accounts receivable	(381,105)	(1,784,137)
Inventory	(146,996)	(4,950)
Silviculture deposits	734,572	(663,538)
Accounts payable and accrued liabilities	(63,128)	763,965
Deferred revenue	1,026,245	2,053
Silviculture obligation	1,003,156	835,082
Prepaid expenses	(1,010)	5,744
	13,168,690	6,291,533
Capital activities:		
Acquisition of tangible capital assets	(1,912,775)	(2,314,870)
Investing:		
Redemption of guaranteed investment certificates	-	2,607,000
Proceeds from sale of Southside land	31,194	-
Increase in cash and cash equivalents	11,287,109	6,583,663
Cash and cash equivalents, beginning of year	15,237,759	8,654,096
Cash and cash equivalents, end of year	\$ 26,524,868	\$ 15,237,759

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, 2021

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.

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.

(iii) Trust funds:

Trust funds and their related operations administered by the Village are not included 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, 2021

1. Significant accounting policies (continued):

(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.

(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.

(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.



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2021

1. Significant accounting policies (continued):

(h) Inventory:

Inventory is comprised of harvested logs and is 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.

(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.



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2021

1. Significant accounting policies (continued):

(j) Non-financial assets (continued):

(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.

(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 and Southside land held for sale, inventory, and as well as the collectibility of accounts receivable. Actual results could differ from these estimates.



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2021

1. Significant accounting policies (continued):

(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, 2021

2. Accounts receivable:

	2021	2020
Taxes	\$ 94,791	\$ 109,501
Grants	178,065	39,220
Miscellaneous	306,277	538,769
Community forest	2,160,801	1,671,339
	<u>\$ 2,739,934</u>	<u>\$ 2,358,829</u>

3. Accounts payable and accrued liabilities:

	2021	2020
Trade	\$ 1,394,371	\$ 1,514,557
Sales tax	2,022	2,023
Wages and related costs	137,263	80,204
	<u>\$ 1,533,656</u>	<u>\$ 1,596,784</u>

4. Silviculture obligation:

	2021	2020
Silviculture obligation, beginning of year	\$ 906,116	\$ 71,034
Increase in accrual due to current year logging	1,478,963	835,082
Actual silviculture costs paid in the year	(475,807)	-
	<u>\$ 1,909,272</u>	<u>\$ 906,116</u>



VILLAGE OF FRASER LAKE



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2021

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	\$ 1,293,169	\$ 1,873,044	\$ 3,739,638	\$ 4,329,920	\$ 3,861,216	\$ 2,982,736	\$ 2,545,097	\$ 20,624,820
Additions	1,140,566	-	206,313	25,311	500,770	33,113	6,702	1,912,775
Transfer	(1,816,176)	-	-	-	-	-	1,816,176	-
Balance, end of year	617,559	1,873,044	3,945,951	4,355,231	4,361,986	3,015,849	4,367,975	22,537,595
Accumulated amortization:								
Balance, beginning of year	-	-	1,729,399	2,950,991	1,817,612	1,044,131	2,321,298	9,863,431
Amortization expense	-	-	93,763	163,994	90,171	52,103	46,419	446,450
Balance, end of year	-	-	1,823,162	3,114,985	1,907,783	1,096,234	2,367,717	10,309,881
Net book value, end of year	\$ 617,559	\$ 1,873,044	\$ 2,122,789	\$ 1,240,246	\$ 2,454,203	\$ 1,919,615	\$ 2,000,258	\$ 12,227,714

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, 2021

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	\$	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		424,848
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



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2021

6. Accumulated surplus:

	2021	2020
Surplus:		
Invested in tangible capital assets	\$ 12,209,383	\$ 10,743,058
General fund	3,234,135	4,330,705
Water utility fund	971,358	929,345
Waste water utility fund	281,431	417,657
	<u>16,696,307</u>	<u>16,420,765</u>
Reserves set aside by Council:		
Search and rescue	261	261
MFA unexpended funds	96,089	95,562
	<u>96,350</u>	<u>95,823</u>
Reserve funds set aside for specific purposes by Council:		
Capital expenditure replacement	1,706,291	1,705,638
Building reserve	237	237
Emergency vehicle and equipment	57,368	57,054
Recreation centre	21,107	20,994
Streets	1,764,886	1,763,988
Sewer reserve	117,908	7,865
Water reserve	215,000	-
CWF restricted capital funding	118,600	522,282
Northern Capital Planning Grant (Schedule 1)	1,993,722	2,556,182
Cemetery development fund	2,939	2,220
Airport reserve	144,818	172,945
Community forest reserve	14,501,260	3,544,503
	<u>20,644,136</u>	<u>10,353,908</u>
	<u>\$ 37,436,793</u>	<u>\$ 26,870,496</u>



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2021

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 trustee pension plan. The Board of Trustees, representing plan members and employers, is responsible for administering the Plan, including investment of assets and administration of benefits. The Plan is a multi-employer defined benefit pension plan. Basic pension benefits provided are based on a formula. As at December 31, 2020, the Plan has about 220,000 active members and approximately 112,000 retired members. Active members include approximately 42,000 contributors from local governments.

Every three years, an actuarial valuation is performed to assess the financial position of the Plan and adequacy of plan funding. The actuary determines an appropriate combined employer and member contribution rate to fund the plan. The actuary's calculated contribution rate is based on the entry-age normal cost method, which produces the long-term rate of member and employer contributions sufficient to provide benefits for average future entrants to the Plan. This rate may be adjusted for the amortization of any 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 \$71,861 (2020 - \$70,435) for employer contributions to the Plan in fiscal 2021.

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, 2021

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.

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:

	2021	2020
General purposes	\$ 1,853,733	\$ 1,811,017
Grants in lieu of taxes	65,569	59,451
Collection for other governments	849,554	803,701
	2,768,856	2,674,169
Ministry of Education, Province of British Columbia	345,182	280,759
Stuart-Nechako Regional Hospital District	232,322	241,986
Regional District of Bulkley-Nechako	189,733	194,958
British Columbia Assessment Authority	18,565	18,574
Municipal Finance Authority	36	36
Royal Canadian Mounted Police	64,486	64,743
	850,324	801,056
	\$ 1,918,532	\$ 1,873,113



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2021

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:

	2021	2020
Provincial grants:		
Unconditional	\$ 371,000	\$ 389,708
Miscellaneous	163,510	240,940
Northern Development Initiative Trust	220,489	102,479
Northern Capital Planning Grant	-	777,000
Union of BC Municipalities	918,188	725,748
Covid Restart	-	485,000
	1,673,187	2,720,875
Federal grants:		
Environmental	198,095	96,731
Miscellaneous	208,673	3,200
	406,768	99,931
	\$ 2,079,955	\$ 2,820,806

10. Concentration of risk:

The Village derived community forest revenue from one (2020 - two) major customer amounting to approximately \$21,569,646 (2020 - \$9,470,988) representing 89% (2020 - 78%) of total community forest revenue. Accounts receivable from the above significant customers at year end amounted to approximately \$1,939,136 (2020 - \$1,471,673)



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2021

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, 2021

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, 2021

11. Segmented information (continued):

	2021				
	General Government	Protective Services	Transportation Services	Environmental Development Services	Environmental Health Services
Revenues:					
Net taxation	\$ 1,918,532	\$ -	\$ -	\$ -	\$ -
User fees and other	-	11,586	-	-	-
Government transfers	1,258,241	-	-	-	-
Investment income	104,625	-	-	-	-
Other	251,604	-	-	-	-
Total revenues	3,533,002	11,586	-	-	-
Expenses:					
Salaries, wages and employee benefits	673,218	88,806	56,505	106,239	32,206
Operating	1,422,998	99,992	186,242	51,002	-
Legislature	53,181	-	-	-	-
Amortization	347,928	-	-	-	-
Interest	22	-	-	-	-
Insurance	79,263	-	-	-	1,635
Professional services	58,606	-	-	-	-
Garbage disposal	-	-	-	-	33,837
Total expenses	2,635,216	188,798	242,747	157,241	67,678
Annual surplus (deficit)	\$ 897,786	\$ (177,212)	\$ (242,747)	\$ (157,241)	\$ (67,678)



VILLAGE OF FRASER LAKE



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2021

11. Segmented information (continued):

2021 (continued)					
	Recreation and Cultural Services	Water Utility	Waste Water Utility	Community Forest	Total
Revenues:					
Net taxation	\$ -	\$ -	\$ -	\$ -	\$ 1,918,532
User fees and other	19,205	499,704	319,964	-	850,459
Government transfers	-	821,714	-	-	2,079,955
Investment income	-	-	-	-	104,625
Other	-	-	-	24,333,536	24,585,140
Total revenues	19,205	1,321,418	319,964	24,333,536	29,538,711
Expenses:					
Salaries, wages and employee benefits	217,174	44,297	18,912	-	1,237,357
Operating	203,815	159,555	73,856	14,864,603	17,062,063
Legislature	-	-	-	-	53,181
Amortization	-	52,103	46,419	-	446,450
Interest	-	-	-	-	22
Insurance	-	-	-	-	80,898
Professional services	-	-	-	-	58,606
Garbage disposal	-	-	-	-	33,837
Total expenses	420,989	255,955	139,187	14,864,603	18,972,414
Annual (deficit) surplus	\$ (401,784)	\$ 1,065,463	\$ 180,777	\$ 9,468,933	\$ 10,566,297



VILLAGE OF FRASER LAKE



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2021

11. Segmented information (continued):

	2020				
	General Government	Protective Services	Transportation Services	Environmental Development Services	Environmental Health Services
Revenues:					
Net taxation	\$ 1,873,113	\$ -	\$ -	\$ -	\$ -
User fees and other	-	10,214	-	-	-
Government transfers	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

 *White Swan Capital of the World* 

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2021

11. Segmented information (continued):

2020 (continued)					
	Recreation and Cultural Services	Water Utility	Waste Water Utility	Community Forest	Total
Revenues:					
Net taxation	\$ -	\$ -	\$ -	\$ -	\$ 1,873,113
User fees and other	25,743	429,002	331,281	-	796,240
Government transfers	-	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 (deficit) surplus	\$ (360,976)	\$ 819,024	\$ 170,298	\$ 3,493,407	\$ 6,721,865



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2021

12. Budget data:

The budget data presented in these consolidated financial statements is based upon the 2021 operating and capital budgets approved by Council on May 12, 2021. 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	\$ 33,455,499
Less:	
Collections for other governments	(875,190)
Transfers from surplus	(1,500)
Transfer from reserves	(1,566,585)
	31,012,224
Expenses:	
Operating budget	33,465,499
Less:	
Payments to other governments	(875,190)
Capital expenditures	(3,489,712)
Transfer to reserve funds	(8,938,057)
	20,162,540
	\$ 10,849,684



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2021

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 annual surplus.



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Schedule 1 - Northern Capital Planning Grant Reserve

Year ended December 31, 2021, with comparative information for 2020

	2021	2020
Opening balance of reserve	\$ 2,556,182	\$ 2,626,340
NCPG grant funding received	-	777,000
Interest income	17,256	23,926
	2,573,438	3,427,266
Project expenditures:		
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	83,181	328,143
Professional building	-	23,786
Urban systems	-	7,000
Arena	22,920	5,304
Parks	90,567	-
Asset management - Munisight	12,500	-
Sewer - lift station #1	5,858	-
Cemetery	23,591	-
Community signage	11,872	-
Generator trailer	22,102	-
Lawnmower	10,272	-
Garbage truck	12,213	-
Fibre optic	93,470	-
Wharf repair	168,819	-
Water - vertical pump	22,351	-
	579,716	871,084
	\$ 1,993,722	\$ 2,556,182



VILLAGE OF FRASER LAKE



White Swan Capital of the World



Schedule 2 - COVID-19 Safe Restart Grant

Year ended December 31, 2021, with comparative information for 2020

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 allocated the funding in fiscal 2021.

	2021	2020
Opening balance	\$ 485,000	\$ -
Grant funding received	-	485,000
	485,000	485,000
Project expenditures:		
Council meeting room upgrade	30,000	-
City West fibre optic	455,000	-
	485,000	-
COVID-19 Safe Restart grant for allocation	\$ -	\$ 485,000