

SUMMER VILLAGE OF SILVER SANDS
Consolidated Financial Statements
Year Ended December 31, 2018

SUMMER VILLAGE OF SILVER SANDS
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Year Ended December 31, 2018

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INDEPENDENT AUDITOR'S REPORT

To the Members of Councils of Summer Village of Silver Sands

Opinion

We have audited the consolidated financial statements of Summer Village of Silver Sands (the Summer Village), which comprise the consolidated statement of financial position as at December 31, 2018, and the consolidated statements of operations, changes in net financial assets and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Summer Village as at December 31, 2018, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the Summer Village in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with those 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 Consolidated Financial Statements

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

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

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

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Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Summer Village's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Summer Village's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Summer Village to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Edmonton, Alberta
April 26, 2019

Seniuk & Company
**Seniuk and Company,
Chartered Accountants**

SUMMER VILLAGE OF SILVER SANDS
Consolidated Statement of Financial Position
December 31, 2018

	2018	2017
FINANCIAL ASSETS		
Cash and temporary investments <i>(Note 2)</i>	\$ 929,629	\$ 750,457
Taxes and grants in place of taxes <i>(Note 4)</i>	77,575	96,285
Grants and receivables from other governments <i>(Note 5)</i>	24,449	12,797
Trade and other receivables	371	5,891
	\$ 1,032,024	\$ 865,430
LIABILITIES		
Accounts payable	\$ 474,705	\$ 41,828
Deferred income <i>(Note 7)</i>	5,054	317,853
Developer deposits	-	2,103
	479,759	361,784
NET FINANCIAL ASSET (DEBT)	552,265	503,646
NON-FINANCIAL ASSETS		
Tangible capital assets <i>(Note 6)</i>	1,637,423	1,266,324
Prepaid expenses	2,143	1,663
	1,639,566	1,267,987
ACCUMULATED SURPLUS	\$ 2,191,831	\$ 1,771,633

On behalf of Council

_____ *Mayor*

_____ *CAO*

The accompanying notes form an integral part of these financial statements

SUMMER VILLAGE OF SILVER SANDS
Consolidated Statement of Operations
Year Ended December 31, 2018

	Budget (Unaudited) 2018	Actual 2018	Actual 2017
REVENUE			
Net municipal taxes (Schedule 1)	\$ 365,029	\$ 364,973	\$ 355,130
User fees and sale of goods	1,050	1,637	1,115
Government transfers for operating (Schedule 2)	18,345	22,688	21,217
Investment income	250	10,911	465
Penalties and costs of taxes	15,010	14,983	17,135
Licenses and permits	750	548	772
Franchise fees & concession contracts	4,000	4,186	3,945
Other	2,500	2,543	11,578
Total revenue	406,934	422,469	411,357
EXPENSES			
Administration and legislative	130,967	127,177	129,653
Fire service	31,337	31,915	27,182
Bylaw enforcement	10,300	10,105	10,189
Disaster and emergency measures	6,500	1,250	477
Medical clinic	2,295	-	2,295
Roads, streets, walks and lighting	133,039	120,372	123,088
Waste, wastewater, and stormwater	44,500	52,163	42,354
Family and community support	6,580	7,341	7,953
Land use planning, zoning and development	28,203	15,175	22,855
Parks and recreation	10,213	10,759	11,569
Total operating expenses	403,934	376,257	377,615
Excess (deficiency) of revenue over expenses before other	3,000	46,212	33,742
OTHER			
Government transfers for capital	565,000	457,794	5,760
Amortization	-	(83,808)	(69,690)
	565,000	373,986	(63,930)
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	568,000	420,198	(30,188)
ACCUMULATED SURPLUS, BEGINNING OF YEAR	-	1,771,633	1,801,821
ACCUMULATED SURPLUS, END OF YEAR	\$ -	\$ 2,191,831	\$ 1,771,633

The accompanying notes form an integral part of these financial statements

SUMMER VILLAGE OF SILVER SANDS
Consolidated Statement of Changes in Net Financial Assets
Year Ended December 31, 2018

	2018	2017
Excess (Shortfall) of Revenues Over Expenses	\$ 420,198	\$ (30,188)
Acquisition of tangible capital assets	(454,905)	-
Amortization of tangible capital assets	83,809	69,690
Use of prepaids	(483)	\$ (1,663)
INCREASE (DECREASE) IN NET FINANCIAL ASSETS	48,619	37,839
Net financial assets (debt), beginning of year	503,646	465,807
NET ASSETS - END OF YEAR	\$ 552,265	\$ 503,646

The accompanying notes form an integral part of these financial statements

SUMMER VILLAGE OF SILVER SANDS
Consolidated Statement of Cash Flows
Year Ended December 31, 2018

	2018	2017
OPERATING ACTIVITIES		
Excess (deficiency) of revenue over expenses	\$ 420,198	\$ (30,188)
Item not affecting cash:		
Amortization	83,808	69,690
	504,006	39,502
Changes in non-cash working capital:		
Current taxes and grants in place of taxes	18,710	(6,969)
Trade and other receivables	5,520	94
Grants and receivables from other governments	(11,652)	(4,193)
Accounts payable	432,874	3,712
Prepaid expenses	(480)	(1,663)
Developer deposits	(2,103)	(1,107)
Deferred income	(312,799)	153,113
	130,070	142,987
Cash flow from operating activities	634,076	182,489
INVESTING ACTIVITY		
Purchase of capital assets	(454,905)	-
INCREASE IN CASH FLOW	179,171	182,489
Cash - beginning of year	750,458	567,969
CASH - END OF YEAR (Note 2)	\$ 929,629	\$ 750,458

The accompanying notes form an integral part of these financial statements

SUMMER VILLAGE OF SILVER SANDS
Consolidated Schedule of Property and Other Taxes
(Schedule 1)
Year Ended December 31, 2018

	Budget (Unaudited) 2018	Actual 2018	Actual 2017
TAXATION			
Real property tax	\$ 434,390	\$ 434,332	\$ 426,678
Linear property taxes	4,162	4,162	4,096
Special assessments	76,232	76,233	73,095
	514,784	514,727	503,869
REQUISITIONS			
Alberta School Foundation	138,209	138,209	137,214
Seniors' Housing	11,545	11,545	11,525
Designated Industrial	8	-	-
	149,762	149,754	148,739
NET MUNICIPAL TAXES	\$ 365,038	\$ 364,973	\$ 355,130

Consolidated Schedule of Government Transfers
(Schedule 2)

	Budget (Unaudited) 2018	Actual 2018	Actual 2017
TRANSFERS FOR OPERATING			
Provincial Government	\$ 18,345	\$ 22,688	\$ 21,217
	18,345	22,688	21,217
TRANSFERS FOR CAPITAL			
Provincial Government	565,000	457,794	5,760
TOTAL GOVERNMENT TRANSFERS	\$ 583,345	\$ 480,482	\$ 26,977

Consolidated Schedule of Consolidated Expenditures by Object
(Schedule 3)

	Budget (Unaudited) 2018	Actual 2018	Actual 2017
EXPENSES			
Contracted and general services	\$ 270,402	\$ 263,424	\$ 261,527
Salaries, wages & benefits	87,899	84,758	82,871
Materials, goods and utilities	25,390	20,046	24,602
Transfer to local boards and agencies	7,243	8,029	8,615
Total Consolidated Expenditures by Object	\$ 390,934	\$ 376,257	\$ 377,615

The accompanying notes form an integral part of these financial statements

SUMMER VILLAGE OF SILVER SANDS

**Consolidated Schedule of Segmented Disclosure
Year Ended December 31, 2018**

(Schedule 4)

	General Government	Protective Services	Transportation Services	Planning & Development	Recreation & Culture	Environmental Services	Other	Total
REVENUE								
Net municipal taxes	\$ 364,973	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 364,973
Government transfers	-	10,719	2,086	9,883	-	-	-	22,688
User fees and sale of goods	672	-	-	965	-	-	-	1,637
Investment income	10,911	-	-	-	-	-	-	10,911
Other revenues	21,090	-	622	548	-	-	-	22,260
	397,646	10,719	2,708	11,396	-	-	-	422,469
EXPENSES								
Contract & general services	117,240	46,434	22,599	12,011	10,071	52,163	-	260,518
Salaries & wages	9,938	-	74,820	-	-	-	-	84,758
Materials, goods & utilities	-	-	20,046	-	2,910	-	-	22,956
Transfers to local boards	-	-	-	-	8,029	-	-	8,029
	127,178	46,434	117,465	12,011	21,010	52,163	-	376,261
Excess (deficiency) of revenue over expenses before other	270,468	(35,715)	(114,757)	(615)	(21,010)	(52,163)	-	46,208
OTHER EXPENSE								
Amortization	(1,228)	-	(73,925)	-	(8,655)	-	-	(83,808)
Government transfers for capital	-	-	457,794	-	-	-	-	457,794
	(1,228)	-	383,869	-	(8,655)	-	-	373,986
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	\$ 269,240	\$ (35,715)	\$ 269,112	\$ (615)	\$ (29,665)	\$ (52,163)	\$ -	\$ 420,194

The accompanying notes form an integral part of these financial statements

SUMMER VILLAGE OF SILVER SANDS

**Consolidated Schedule of Changes in Accumulated Surplus
Year Ended December 31, 2018**

(Schedule 5)

	Unrestricted Surplus	Operating Reserve	Capital Reserves	Equity in Tangible Capital Assets	Total 2018	Total 2017
BALANCE, BEGINNING OF YEAR	\$ 77,664	\$ 204,076	\$ 223,566	\$ 1,266,327	\$ 1,771,633	\$ 1,801,821
Excess (deficiency) of revenues over expenses	420,198	-	-	-	420,198	(30,188)
Current year funds used for tangible capital assets	(454,905)	-	-	454,905	-	-
Annual amortization expense	83,809	-	-	(83,809)	-	-
Net transfers to/from reserves	(25,180)	25,180	-	-	-	-
	23,922	25,180	-	371,096	420,198	(30,188)
BALANCE, END OF YEAR	\$ 101,586	\$ 229,256	\$ 223,566	\$ 1,637,423	\$ 2,191,831	\$ 1,771,633

The accompanying notes form an integral part of these financial statements

SUMMER VILLAGE OF SILVER SANDS
Notes to Consolidated Financial Statements
Year Ended December 31, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Summer Village of Silver Sands are the representations of management prepared in accordance with Canadian generally accepted accounting principles for local governments established by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada. Significant aspects of the accounting policies adopted by the Summer Village are as follows:

Reporting Entity

The financial statements reflect the assets, liabilities, revenues and expenditures, changes in fund balances and change in financial position of the Summer Village of Silver Sands (the "Summer Village"). The entity is comprised of the municipal operations plus all of the organizations that are owned or controlled by the Summer Village and are, therefore accountable to the Summer Village Council for the administration of their financial affairs and resources.

The schedule of taxes levied also includes requisitions for education, health, social and other external organizations that are not part of the municipal reporting entity.

The statements exclude trust assets that are administered for the benefit of external parties. Interdepartmental and organizational transactions and balances are eliminated.

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenue as it is earned and measurable. Expenses are recognized as they are incurred and measurable based upon receipt of goods or services and/or the legal obligation to pay.

Funds from external parties and earnings thereon restricted by agreement or legislation are accounted for as deferred revenue until used for the purpose specified.

Government transfers, contributions and other amounts are received from third parties pursuant to legislation, regulation or agreement and may only be used for certain programs in the completion of specific work or for the purchase of tangible capital assets. In addition, certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred, services performed or the tangible capital assets are acquired.

Tax Revenue

Annually, the Summer Village bills and collects property tax revenues for municipal purposes. Tax revenues are based on assessments determined in accordance with the Municipal Government Act (MGA) and annually established tax rates. Municipal tax rates are set each year by Summer Village Council in accordance with legislation and Summer Village Council approved policies to raise the tax revenue required to meet the Summer Village's budget requirements. Tax revenues are recorded at the time tax billings are issued. Property assessments are subject to tax appeal. Expenses related to tax appeals and allowances are separately disclosed in the Consolidated Schedule of Property and Other Taxes.

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SUMMER VILLAGE OF SILVER SANDS
Notes to Consolidated Financial Statements
Year Ended December 31, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*continued*)

The Summer Village also bills and collects education tax on behalf of the Province of Alberta (the Province). Education tax rates are established by the Province each year in order to fund the cost of education on a province-wide basis. Education taxes collected are remitted to the Province and are excluded from revenues and expenses in the Consolidated Schedule of Property and Other Taxes (Schedule 1).

Use of Estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenditure during the period. Where measurement uncertainty exists, the financial statements have been prepared within reasonable limits of materiality. Actual results could differ from those estimates.

Investments

Investments are recorded at amortized cost. Investment premiums and discounts are amortized on the net present value basis over the term of the respective investments. When there has been a loss in value that is other than a temporary decline, the respective investment is written down to recognize the loss.

Debt Charges Recoverable

Debt charges recoverable consist of amounts that are recoverable from municipal agencies or other local governments with respect to outstanding debentures or other long term debt pursuant to annexation orders or joint capital undertakings. These recoveries are recorded at a value that equals the offsetting portion of the unmatured long term debt less actuarial requirements for the retirement of any sinking fund debentures.

Requisition Over-levy and Under-levy

Over-levies and under-levies arise from the difference between the actual property tax levy made to cover each requisition and the actual amount requisitioned.

If the actual levy exceeds the requisition, the over-levy is accrued as a liability and property tax revenue is reduced. Where the actual levy is less than the requisition amount, the under-levy is accrued as a receivable and as property tax revenue.

Requisition tax rates in the subsequent year are adjusted for any over-levies or under-levies of the prior year.

Inventories for Resale

Land held for resale is recorded at the lower of cost or net realizable value. Cost includes costs for land acquisition and improvements required to prepare the land for servicing such as clearing, stripping and leveling charges. Related development costs incurred to provide infrastructure such as water and wastewater services, roads, sidewalks and street lighting are recorded as physical assets under the respective function.

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SUMMER VILLAGE OF SILVER SANDS
Notes to Consolidated Financial Statements
Year Ended December 31, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*continued*)

Contaminated Sites Liability

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of a contaminated site is recognized when a site is not in productive use and is management's estimate of the cost of post-remediation including operation, maintenance and monitoring.

Government Transfers

Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction are not expected to be repaid in the future or the result of a direct financial return.

Government transfers are recognized in the financial statements as revenue in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met and reasonable estimates of the amounts can be determined.

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 normal course of operations. The change in non-financial assets during the year, together with the excess of revenues over expenses, provides the consolidated Change in Net Financial Assets (Debt) for the year.

Tangible Capital Assets

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

Land improvements	15 - 20 years
Buildings	25 - 50 years
Machinery and equipment	5 - 20 years
Engineered structures	10 - 75 Years

One-half of the annual amortization is charged in the year of acquisition and in the year of disposal. Assets under construction are not amortized until the asset is available for productive use.

Contributions of Tangible Capital Assets

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

SUMMER VILLAGE OF SILVER SANDS
Notes to Consolidated Financial Statements
Year Ended December 31, 2018

2. CASH AND TEMPORARY INVESTMENTS

	2018	2017
Cash	\$ 929,629	\$ 258,983
Restricted cash	-	309,514
Temporary investments	-	181,961
	\$ 929,629	\$ 750,458

Temporary investments are short term deposits with original maturities of one year or less.

Included in cash are restricted amounts received from municipal grants and are held exclusively for future approved projects. (Note 7)

Not included in cash are funds held in trust of \$52,507 by the Summer Village for the Alberta Community Partnership Grant. The Summer Village is managing the funds for this grant in trust only

3. TEMPORARY INVESTMENTS

	2018 Cost	2018 Market value	2017 Cost	2017 Market value
Short term note due December 2018	\$ -	\$ -	\$ 104,066	\$ 104,066
Short term note due January 2018	-	-	77,895	77,895
	\$ -	\$ -	\$ 181,961	\$ 181,961

4. TAXES AND GRANTS IN PLACE OF TAXES

Taxes and grants in place of taxes are comprised of:

	2018	2017
Current taxes and grants in place of taxes	\$ 31,119	\$ 61,693
Arrears taxes and grants in place of taxes	46,456	34,592
	\$ 77,575	\$ 96,285

5. GRANTS AND RECEIVABLES FROM OTHER GOVERNMENTS

Grants and receivables from other governments are comprised of:

	2018	2017
Government grants receivable	\$ 24,449	\$ -
Goods and Services Tax refundable	-	12,797
	\$ 24,449	\$ 12,797

SUMMER VILLAGE OF SILVER SANDS
Notes to Consolidated Financial Statements
Year Ended December 31, 2018

6. TANGIBLE CAPITAL ASSETS

	Cost	Accumulated amortization	2018 Net book value	2017 Net book value
Land	\$ 627,323	\$ -	\$ 627,323	\$ 627,323
Land improvements	98,849	61,200	37,649	44,154
Engineered structures	1,544,783	600,071	944,712	563,732
Buildings	62,403	47,752	14,651	15,919
Machinery and equipment	97,257	84,169	13,088	15,196
	\$ 2,430,615	\$ 793,192	\$ 1,637,423	\$ 1,266,324

The net book value of the tangible capital assets at year end also represents the amount of equity in tangible capital assets.

Equity in tangible capital assets equals the tangible capital assets balance.

7. DEFERRED REVENUE

Deferred revenue is comprised of:

	2018	2017
Municipal Sustainability Initiative - Capital	\$ -	\$ 256,412
Federal Gas Tax Fund Grant	-	53,102
Subtotal	-	309,514
Prepaid Taxes	5,054	8,339
	\$ 5,054	\$ 317,853

Municipal Sustainability Initiative - Capital

The Municipal Sustainability Initiative - capital is restricted to eligible capital projects as approved under the funding agreement. Funds from this grant are being deferred for a future capital project. Unexpended funds related to the advance are supported by restricted cash held exclusively for these future projects (refer to Note 2).

Federal Gas Tax Fund

The Federal Gas Tax Fund is restricted to eligible capital projects, as approved under the funding agreement. Funds from this grant are being deferred for a future capital project. Unexpended funds related to the advance are supported by restricted cash held exclusively for these future projects (refer to Note 2).

SUMMER VILLAGE OF SILVER SANDS
Notes to Consolidated Financial Statements
Year Ended December 31, 2018

8. DEBT LIMITS

Section 276(2) of the Municipal Government Act requires that debt and debt limits as defined by Alberta Regulation 255/00 for the Summer Village of Silver Sands be disclosed as follows:

	2018	2017
Total debt limit	\$ 633,704	\$ 617,036
Total debt	-	-
Amount of debt limit unused	633,704	617,036
Debt servicing limit	105,617	102,839
Debt servicing	-	-
Amount of debt servicing limit unused	\$ 105,617	\$ 102,839

The debt limit is calculated at 1.5 times revenue of the municipality (as defined in Alberta Regulation 255/00) and the debt service limit is calculated at 0.25 times such revenue. Incurring debt beyond these limitations requires approval by the Minister of Municipal Affairs. These thresholds are guidelines used by Alberta Municipal Affairs to identify municipalities that could be at financial risk, if further debt is acquired. The calculation taken alone does not represent the financial stability of the municipality. Rather, the financial statements must be interpreted as a whole.

9. SEGMENTED DISCLOSURE

The Summer Village of Silver Sands provides a range of services to its ratepayers. For each reported segment, revenues and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. The accounting policies used in these segments are consistent with those followed in the preparation of the financial statements as disclosed in Note 1.

Refer to the Schedule of Segmented Disclosure (Schedule 4).

10. CONTAMINATED SITES

The Summer Village identified one contaminated site that has been fully remediated. However, this site will continue to be monitored on an ongoing basis until 2036. In the current year costs of \$Nil (2017 - \$-) were incurred to monitor the site.

SUMMER VILLAGE OF SILVER SANDS
Notes to Consolidated Financial Statements
Year Ended December 31, 2018

11. SALARY AND BENEFITS DISCLOSURE

Disclosure of salaries and benefits for municipal officials, the Chief Administrative Officer and designated officers as required by Alberta Regulation 313/2000 is as follows:

			2018	2017
	Salary / Honorariums (1)	Benefits & allowances (2)	Total	Total
B. Poulin - Mayor	\$ 4,125	\$ -	\$ 4,125	\$ 2,600
L. Turnbull - Councillor	1,525	-	1,525	-
M. Mazerolle - Councillor	-	-	-	2,975
R. Kirk - Councillor	1,000	-	1,000	2,550
G. Horne - Councillor	1,413	-	1,413	-
Chief Administrative Officer	70,338	-	70,338	68,891
Designated Officers	18,368	-	18,368	16,018
	\$ 96,769	\$ -	\$ 96,769	\$ 93,034

1. Salary includes regular base pay, bonuses, overtime, lump sum payments, gross honoraria and any other direct cash remuneration. Administrative services are paid via contract for the Chief Administrative Officer and Designated Officers.
2. Benefits and allowances figures also include the employer's share of the costs of additional taxable benefits including special leave with pay, financial and retirement planning services, concessionary loans, travel allowances, car allowances and club memberships.

12. FINANCIAL INSTRUMENTS

The Summer Village's financial instruments consist of cash and temporary investments, accounts receivable, investments, debt charges recoverable, bank indebtedness, accounts payable and accrued liabilities, deposit liabilities, requisition over-levy and long term debt.

It is management's opinion that the Summer Village is not exposed to significant interest or currency risks arising from these financial instruments.

(a) Credit risk

Credit risk arises from the possibility that taxpayers and entities to which the municipality provides services may experience financial difficulty and be unable to fulfil their obligations. The municipality is subject to credit risk with respect to taxes and grants in place of taxes receivable and trade and other receivables. The large number and diversity of taxpayers and customers minimizes the credit risk

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SUMMER VILLAGE OF SILVER SANDS
Notes to Consolidated Financial Statements
Year Ended December 31, 2018

12. FINANCIAL INSTRUMENTS *(continued)*

(b) Fair value risk

The Summer Village's carrying value of cash and cash equivalents, accounts receivable and accounts payable approximates its fair value due to the immediate or short term maturity of these instruments.

The carrying value of the long term debt approximates the fair value as the interest rates are consistent with the current rates offered to the Summer Village for debt with similar terms

Unless otherwise noted, it is management's opinion that the Summer Village is not exposed to significant other risks arising from these financial instruments.

13. APPROVAL OF FINANCIAL STATEMENTS

Council and management have approved these financial statements.

14. COMPARATIVE FIGURES

Some of the comparative figures have been reclassified to conform to the current year's presentation.

15. BUDGET AMOUNTS

Budget amounts are included for information purposes only and are not audited.