

**Summer Village of Parkland Beach
Financial Statements
For the year ended December 31, 2019**

Summer Village of Parkland Beach
Financial Statements
For the year ended December 31, 2019

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Independent Auditor's Report

To the Mayor and Councillors of the Summer Village of Parkland Beach

Opinion

We have audited the financial statements of Summer Village of Parkland Beach (the Entity), which comprise the statement of financial position as at December 31, 2019, and the statement of operations, statement of changes in net financial assets, and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Entity as at December 31, 2019 and its financial performance 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 Financial Statements section of our report. We are independent of the Entity in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter - Restated Comparative Information

We draw attention to Note 1 to the financial statements, which explains that certain comparative information presented for the year ended December 31, 2018 has been restated. Our opinion is not modified in respect to this matter.

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

Management is responsible for the preparation and fair presentation of these 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 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 Entity'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 Entity or to cease operations, or has no realistic alternative but to do so.

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

Auditor's 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 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 financial statements.

Independent Auditor's Report - Continued

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 Entity'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 Entity'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 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 Entity 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.

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.

BDO Canada LLP

Chartered Professional Accountants

Red Deer, Alberta
April 20, 2020

Summer Village of Parkland Beach
Statement of Financial Position

As at December 31	2019	2018
		Restated (see Note 1)
Financial assets		
Cash (Note 2)	\$ 594,178	\$ 547,306
Taxes receivable (Note 3)	14,326	26,357
Accounts receivable	16,319	211,508
	624,823	785,171
Liabilities		
Accounts payable and accrued liabilities	7,624	7,866
Deposit liabilities	-	47,525
Deferred revenue (Note 4)	149,439	50,518
	157,063	105,909
Net financial assets	467,760	679,262
Non-financial assets		
Tangible capital assets (Note 5)	2,984,110	2,729,626
Accumulated surplus (Note 7)	\$ 3,451,870	\$ 3,408,888
Debt limits (Note 13)		
Contingencies and commitments (Note 14)		

Summer Village of Parkland Beach
Statement of Operations

For the year ended December 31	Budget 2019	2019	2018
			Restated (see Note 1)
Revenue			
Net municipal taxes (Note 9)	\$ 274,450	\$ 274,456	\$ 271,213
Permits, licenses and fines	500	2,960	229
Penalties and costs on taxes	9,800	9,261	10,078
Government transfers for operating (Note 10)	13,500	16,315	27,586
User fees and service charges	5,500	3,648	9,034
Rental	1,050	4,850	210
Investment income	9,000	13,962	11,353
Contributed assets	-	13,115	-
Gain on disposal of assets	-	600	-
Other	600	-	114
Security deposit forfeiture	45,000	47,500	20,000
	<u>359,400</u>	<u>386,667</u>	<u>349,817</u>
Expenses (Note 11)			
Legislative	23,525	21,917	17,503
Administration	146,770	132,505	127,448
Protective services	8,000	6,071	5,823
Transportation services	97,480	77,186	69,633
Waste management	18,900	18,835	18,736
Planning and development	6,500	6,288	32,316
Recreation and parks	31,225	25,709	24,676
Amortization	72,000	74,414	72,570
	<u>404,400</u>	<u>362,925</u>	<u>368,705</u>
Excess (deficiency) of revenue over expenditures - before other	(45,000)	23,742	(18,888)
Other			
Government transfers for capital (Note 10)	26,000	19,240	185,797
Excess of revenue over expenditures	(19,000)	42,982	166,909
Accumulated surplus, beginning of the year as previously stated	3,408,888	2,855,109	2,688,200
Prior period adjustment (Note 1)	-	553,779	553,779
Accumulated surplus, beginning of year, restated	<u>3,408,888</u>	<u>3,408,888</u>	<u>3,241,979</u>
Accumulated surplus, end of year	<u>\$ 3,389,888</u>	<u>\$ 3,451,870</u>	<u>\$ 3,408,888</u>

Summer Village of Parkland Beach
Statement of Change in Net Financial Assets

For the year ended December 31	Budget 2019	2019	2018
	(Note 15)		
Excess of revenue over expenditures	\$ (19,000)	\$ 42,982	\$ 166,909
Acquisition of tangible capital assets	(343,500)	(328,898)	(192,677)
Amortization of tangible capital assets	72,000	74,414	72,570
Net (gain) loss on sale of tangible capital assets	-	(600)	-
Proceeds on sale of tangible capital assets	-	600	-
	(290,500)	(211,502)	46,802
Change in prepaid expenses	-	-	3,233
Net change in net financial assets	(290,500)	(211,502)	50,035
Net financial assets, beginning of year	679,262	679,262	629,227
Net financial assets, end of year	\$ 388,762	\$ 467,760	\$ 679,262

Summer Village of Parkland Beach
Statement of Cash Flows

For the year ended December 31	2019	2018
Operating transactions		
Excess of revenue over expenditures	\$ 42,982	\$ 166,909
Items not involving cash		
Contributed assets	(13,115)	-
Amortization	74,414	72,570
Net loss (gain) on disposal of tangible capital assets	(600)	-
Changes in non-cash operating balances		
Taxes receivable	12,031	2,700
Accounts receivable	195,189	(164,049)
Prepaid expenses	-	3,233
Accounts payable and accrued liabilities	(242)	(115)
Deposit liabilities	(47,525)	(22,000)
Deferred revenue	98,921	36,492
	362,055	95,740
Capital transactions		
Acquisition of tangible capital assets	(315,783)	(192,677)
Proceeds on sale of tangible capital assets	600	-
Investing transactions		
Change in restricted cash amounts	(98,921)	(36,492)
Net change in cash	(52,049)	(133,429)
Cash, beginning of year	496,788	630,217
Cash, end of year	444,739	496,788
Cash is comprised of:		
Cash	594,178	547,306
Less: restricted portion of cash (Note 2)	(149,439)	(50,518)
	444,739	496,788

Summer Village of Parkland Beach Summary of Significant Accounting Policies

December 31, 2019

**Management's
Responsibility for the
Financial Statements**

The financial statements of the Summer Village are the responsibility of management. They have been prepared in accordance with Canadian Public Sector Accounting Standards established by the Public Sector Accounting Board of the Chartered Professional Accountants Canada.

Basis of Consolidation

The financial statement reflect the assets, liabilities, revenue and expenditures of the Summer Village. The Summer Village is comprised of the Summer Village operations plus any organizations that are owned or controlled by the Summer Village and are, therefore, accountable to Council for the administration of their financial affairs and resources.

The schedule of taxes levied also includes requisitions for education and other external organizations that are not part of the Summer Village.

The statements exclude trust assets that are administered for the benefit of external parties.

Interdepartmental and organizational transactions and balances are eliminated.

**Cash and Cash
Equivalents**

Management considers all highly liquid investments with maturity of three months or less at acquisition to be cash equivalents. Investments are recorded at cost. Investment premiums and discounts are amortized on the net present value basis over the term of the respective investments. Any permanent decline in value is recognized in the year of decline.

**Tangible Capital
Assets**

Tangible capital assets are recorded at cost less accumulated amortization. Cost includes all costs directly attributable to acquisition or construction of the tangible capital asset including transportation costs, installation costs, design and engineering fees, legal fees and site preparation costs. Contributed tangible capital assets are recorded at fair value at the time of the donation, with a corresponding amount recorded as revenue. Amortization is recorded on a straight-line basis over the estimated life of the tangible capital asset commencing once the asset is available for productive use as follows:

Land improvements	5 to 20 years
Buildings	10 to 30 years
Roads and other engineered structures	5 to 50 years
Machinery and equipment	4 to 40 years

Summer Village of Parkland Beach Summary of Significant Accounting Policies

December 31, 2019

Deferred Revenue	Funds received for specific purposes which are externally restricted by legislation, regulation or agreement and are not available for general municipal purposes are accounted for as deferred revenue on the statement of financial position. The revenue is recognized in the statement of operations in the year in which it is used for the specified purpose.
Government Transfers	Government transfers, which include legislative grants, are recognized in the financial statements in the period in which events giving rise to the transfers occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amount can be made.
Revenue Recognition	<p>Taxes are recognized as revenue in the year they are levied.</p> <p>Conditional grant revenue is recognized to the extent the conditions imposed on it have been fulfilled. Unconditional grant revenue is recognized when monies are receivable.</p> <p>Grants for the acquisition of tangible capital assets are recognized in the period in which eligible expenditures are made.</p> <p>Sales of service and other revenue is recognized on an accrual basis.</p>
Use of Estimates	The preparation of financial statements in accordance with Canadian Public Sector Accounting Standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future.
Liability for Contaminated Sites	A contaminated site is a site at which substances occur in concentrations that exceed the maximum acceptable amounts under an environmental standard. Sites that are currently in productive use are only considered a contaminated site if an unexpected event results in contamination. A liability for remediation of contaminated sites is recognized when the organization is directly responsible or accepts responsibility; it is expected that future economic benefits will be given up; and a reasonable estimate of the amount can be made. The liability includes all costs directly attributable to remediation activities including post remediation operations, maintenance and monitoring. The liability is recorded net of any expected recoveries.

Summer Village of Parkland Beach Summary of Significant Accounting Policies

December 31, 2019

1. Prior Period Adjustment

The Summer Village reviewed its asset inventory for land and determined land contributed in 2009 was missing from the listing. In addition, there was land included on the listing that was not owned by the Summer Village. The adjustment is as follows:

	2018
<u>Statement of Financial Position</u>	
Increase in tangible capital assets	\$ 553,779
Increase in accumulated surplus	553,779

2. Cash

	2019	2018
Cash	\$ 594,178	\$ 547,306

Cash includes operating and chequing accounts that earn interest at 2.30% per year.

The Summer Village has been approved for a revolving line of credit in the amount of \$250,000, bearing interest at prime rate less 0.25%. The Summer Village is currently not utilizing this line of credit. Prime rate as at December 31, 2019 is 3.95%.

Included in the above amounts are the following externally restricted amounts including amounts received from the Government of Canada and the Province of Alberta as conditional grants held exclusively for future projects.

	2019	2018
Federal Gas Tax Fund grant	\$ 47,449	\$ 29,103
MSI Capital	94,368	17,543
Memorial Beach	3,622	3,622
Bird Park	250	250
Other	3,750	-
	\$ 149,439	\$ 50,518

Summer Village of Parkland Beach
Summary of Significant Accounting Policies

December 31, 2019

3. Taxes Receivable

	2019	2018
Current taxes	\$ 8,239	\$ 22,664
Arrears taxes	6,087	3,693
	\$ 14,326	\$ 26,357

4. Deferred Revenue

	Opening balance	Contributions received or receivable	Revenue recognized	Ending balance
Municipal Sustainability Initiative - Capital	\$ 17,543	86,372	(9,547)	\$ 94,368
Federal Gas Tax Fund Program	29,103	27,289	(8,943)	47,449
Other	-	3,750	-	3,750
Memorial Bench	3,622	-	-	3,622
Deferred Revenue				
Bird Park	250	-	-	250
	\$ 50,518	117,411	(18,490)	\$ 149,439

Grants

Under various grant agreements with the Government of Canada and the Province of Alberta, the Summer Village is required to account for grants provided and to complete the projects or program in accordance with standards detailed in the various agreements. If these requirements are not adhered to, grants provided will become repayable to the source government. Unexpended funds are repayable to the source government upon final accounting. Funds are deferred until related expenditures under the specific grant agreement have been incurred.

Summer Village of Parkland Beach
Notes to Financial Statements

December 31, 2019

5. Tangible Capital Assets

	2019					
	Land	Land Improvements	Buildings	Machinery and Equipment	Roads and Engineered structures	Total
Cost, beginning of year	\$ 1,602,278	\$ 183,425	\$ 418,390	\$ 98,562	\$ 1,351,795	\$ 3,654,450
Additions	-	13,115	9,753	27,716	278,314	328,898
Disposals	-	-	-	(9,300)	-	(9,300)
Cost, end of year	\$ 1,602,278	\$ 196,540	\$ 428,143	\$ 116,978	\$ 1,630,109	\$ 3,974,048
Accumulated amortization, beginning of year	\$ -	\$ 132,133	\$ 121,150	\$ 73,825	\$ 597,716	\$ 924,824
Amortization	-	15,174	13,692	3,207	42,341	74,414
Disposals	-	-	-	(9,300)	-	(9,300)
Accumulated amortization, end of year	\$ -	\$ 147,307	\$ 134,842	\$ 67,732	\$ 640,057	\$ 989,938
Net carrying amount, end of year	\$ 1,602,278	\$ 49,233	\$ 293,301	\$ 49,246	\$ 990,052	\$ 2,984,110

Summer Village of Parkland Beach
Notes to Financial Statements

December 31, 2019

	2018					
	Land	Land Improvements	Buildings	Machinery and Equipment	Roads and Engineered structures	Total
Cost, beginning of year	\$ 1,602,278	\$ 183,425	\$ 418,390	\$ 107,323	\$ 1,165,998	\$ 3,477,414
Additions	-	-	-	6,880	185,797	192,677
Disposals	-	-	-	(15,641)	-	(15,641)
Cost, end of year	\$ 1,602,278	\$ 183,425	\$ 418,390	\$ 98,562	\$ 1,351,795	\$ 3,654,450
Accumulated amortization, beginning of year	\$ -	\$ 115,661	\$ 107,946	\$ 82,128	\$ 562,160	\$ 867,895
Amortization	-	16,472	13,204	7,338	35,556	72,570
Disposals	-	-	-	(15,641)	-	(15,641)
Accumulated amortization, end of year	\$ -	\$ 132,133	\$ 121,150	\$ 73,825	\$ 597,716	\$ 924,824
Net carrying amount, end of year	\$ 1,602,278	\$ 51,292	\$ 297,240	\$ 24,737	\$ 754,079	\$ 2,729,626

\$13,115 (2018 - \$nil) in contributed land improvements was recognized in the financial statements during the year.

Summer Village of Parkland Beach
Notes to Financial Statements

December 31, 2019

6. Equity in Tangible Capital Assets

	2019	2018
		Restated (see Note 1)
Tangible capital assets	\$ 3,974,048	\$ 3,654,450
Accumulated amortization	(989,938)	(924,824)
	\$ 2,984,110	\$ 2,729,626

7. Accumulated Surplus

	2019	2018
		Restated (see Note 1)
Equity in tangible capital assets	\$ 2,984,110	\$ 2,729,626
Unrestricted surplus	90,471	296,213
	3,074,581	3,025,839
Restricted surplus	-	-
	\$ 3,074,581	\$ 3,025,839

The investment in tangible capital assets represents amounts already spent and invested in infrastructure. Reserve funds represent funds set aside by bylaw or council resolution for specific purposes.

Summer Village of Parkland Beach
Notes to Financial Statements

December 31, 2019

8. Change in Accumulated Surplus	Unrestricted surplus	Restricted surplus	Equity in tangible capital assets	2019	2018
Balance, beginning of year, as previously stated	\$ 296,213	\$ -	\$ 2,175,847	\$ 2,472,060	\$ 2,688,200
Prior period adjustment	-	-	553,779	553,779	553,779
Balance, beginning of year, as restated	296,213	-	2,729,626	3,025,839	3,241,979
Excess of revenue over expenses	42,982	-	-	42,982	166,909
Change in non-financial assets	-	-	-	-	-
Net operating transfers to restricted surplus	5,760	(5,760)	-	-	-
Acquisition of capital	(328,898)	-	328,898	-	-
Amortization	74,414	-	(74,414)	-	-
Change in accumulated surplus	(205,742)	(5,760)	254,484	42,982	166,909
Balance, end of year	\$ 90,471	\$ (5,760)	\$ 2,984,110	\$ 3,068,821	\$ 3,408,888

Summer Village of Parkland Beach
Notes to Financial Statements

December 31, 2019

9. Taxation - Net

	Budget 2019	2019	2018
Real property taxes	\$ 467,191	\$ 467,181	\$ 464,045
	467,191	467,181	464,045
Requisitions Alberta School Foundation Fund	192,741	192,725	192,832
Available for general municipal purposes	\$ 274,450	\$ 274,456	\$ 271,213

10. Government Transfers

	Budget 2019	2019	2018
Operating Provincial government	13,500	16,315	27,586
Capital Provincial government	\$ 26,000	\$ 19,240	\$ 185,797
Total government transfers	\$ 39,500	\$ 35,555	\$ 213,383

11. Expenses by Object

	Budget 2019	2019	2018
Salaries and wages	161,270	150,516	140,696
Amortization	72,000	74,414	72,570
Materials, goods and utilities	169,870	136,733	154,197
Purchases from other governments	1,260	1,262	1,242
	\$ 404,400	\$ 362,925	\$ 368,705

Summer Village of Parkland Beach
Notes to Financial Statements

December 31, 2019

12. Salary and Benefits Disclosure

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

	Salary	Benefits & Allowances	Total 2019	Total 2018
Mayor Blair Morton	\$ 6,000	\$ 128	\$ 6,128	\$ 5,000
Councillor Kirstan Jewell	-	-	-	2,500
Councillor Marc Mousseau	6,000	128	6,128	4,423
Councillor Kelly Wurmlinger	6,000	128	6,128	2,500
Chief Administrative Officer	77,269	3,953	81,222	76,296

Salary includes regular base pay, bonuses, overtime, lump sum payments, gross honoraria and any other direct cash remuneration.

Employer's share of all employee benefits and contributions or payments made on behalf of employees including pension, health care, dental coverage, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans, and professional memberships.

Benefits and allowances figures also include the employer's share of the costs of additional taxable benefits.

The property tax assessor identified in Note 13 is a designated officer.

Summer Village of Parkland Beach
Notes to Financial Statements

December 31, 2019

13. Debt Limits

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

	2019	2018
Total debt limit	\$ 508,751	\$ 494,726
Total debt	-	-
Total debt limit available	508,751	494,726
Debt servicing limit	84,792	82,454
Debt servicing	-	-
Total debt servicing limit available	84,792	82,454

The debt limit is calculated at 1.5 times revenue of the Summer Village (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 which 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.

Summer Village of Parkland Beach
Notes to Financial Statements

December 31, 2019

14. Contingencies and Commitments

- a) The Summer Village is a member of the Alberta Local Authorities Reciprocal Insurance Exchange (MUNIX). Under terms of the membership the Summer Village could become liable for its proportionate share of any claim losses in excess of the funds held by the exchange. Any liability incurred would be accounted for as a current transaction in the year losses are determined.
- b) The Summer Village has entered into an agreement for assessment services for a 10 year term starting January 1, 2019 to December 31, 2029. The cost of these services is fixed annually at \$9,120 plus GST.
- c) The Summer Village has an agreement for waste management services starting January 1, 2017 to December 31, 2020. The estimated cost of these services is \$1,600 per month plus GST. The agreement can be terminated by either party with 60 days notice.
- d) The Summer Village has entered into an agreement for municipal planning and related services starting April 1, 2017 to March 31, 2020. These services cost a minimum annual amount of \$5,000.

15. Budget

The budget adopted by Council on April 15, 2019, was not prepared on a basis consistent with that used to report actual results (Public Sector Accounting Standards). The budget was prepared on a modified accrual basis while Public Sector Accounting Standards now require a full accrual basis. The budget figures anticipated use of surpluses accumulated in previous years to fund current year operation and capital activities. As a result, the budget figures presented in the statements of operations and change in net financial assets represent the budget adopted by Council on April 15, 2019, with adjustments as follows:

	<u>2019</u>
Budgeted Operating Deficit for the year	\$ (72,000)
Budgeted Capital Deficit for the year	\$ (280,000)
Add:	
Capital expenditures	343,500
Budgeted net transfers to (from) accumulated surplus	(10,500)
Less:	
Budgeted surplus (deficit) per statement of operations	<u>\$ (19,000)</u>

Summer Village of Parkland Beach Notes to Financial Statements

December 31, 2019

16. Segmented Information

The Summer Village is a diversified municipal government institution that provides a wide range of services to its citizens. Distinguishable functional segments have been separately disclosed in the segmented information. The nature of the segments and the activities they encompass are as follows:

General Government

This service area includes legislative and administrative support to all other service areas and also relates to the revenues and expenses that relate to the operations of the Summer Village itself and cannot be directly attributed to a specific segment.

Protection Services

Protective services is comprised of bylaw enforcement and fire protection. This service area is responsible for the overall safety of the public through various prevention and enforcement activities.

Transportation and infrastructure services

Transportation services is responsible for the delivery of municipal public works services related to the planning, development and maintenance of roadway systems, maintenance of storm sewer and drainage infrastructure, the maintenance of park and open space, street lighting and managing the Summer Village's fleet of equipment.

Waste Management Services

Waste management services provides collection and disposal of solid waste.

Recreation and Parks

Provides funding to recreation groups and maintenance and repair of the Summer Village facilities, parks and other green spaces.

Planning and Development

The planning department provides a number of services including Summer Village planning and enforcement of building and construction codes and review of all property development plans through its application process

The accounting policies of the segments are the same as those described in the summary of significant accounting policies. In measuring and reporting segment revenue from transactions with other segments, inter-segment transfers have been eliminated. The revenues and expenses and equity in government business enterprises and government business partnerships that are directly attributable to a particular segment are allocated to that segment. Taxation revenue has been allocated to general government.

Summer Village of Parkland Beach
Notes to Financial Statements

December 31, 2019

16. Segmented Information (continued)

For the year ended December 31	Protective Services	Transportation Services	Management Services	Waste Services	Planning and Development	Recreation and Parks	General Government	2019 Total
Taxation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 274,456	\$ 274,456
Government transfers for capital	-	19,240	-	-	-	-	-	19,240
Permits, licences and fines, and other	2,960	-	-	-	47,500	13,115	-	63,575
Penalties and costs on taxes	-	-	-	-	-	-	9,261	9,261
Government transfers for operating	-	-	-	-	-	-	16,315	16,315
User fees and service charges	-	-	-	-	2,793	-	855	3,648
Rental	-	-	-	-	-	600	4,250	4,850
Investment income	-	-	-	-	-	-	13,962	13,962
Gain on disposal of assets	-	600	-	-	-	-	-	600
	<u>2,960</u>	<u>19,840</u>	<u>-</u>	<u>-</u>	<u>50,293</u>	<u>13,715</u>	<u>319,099</u>	<u>405,907</u>
Expenses								
Salaries and wages	-	33,040	-	-	-	14,174	103,302	150,516
Amortization	-	45,173	-	-	-	18,641	10,600	74,414
Materials, goods and utilities	6,071	44,147	18,835	-	6,288	10,273	51,119	136,733
Purchases from other governments	-	-	-	-	-	1,262	-	1,262
	<u>6,071</u>	<u>122,360</u>	<u>18,835</u>	<u>-</u>	<u>6,288</u>	<u>44,350</u>	<u>165,021</u>	<u>362,925</u>
Net surplus (deficit)	\$ (3,111)	\$ (102,520)	\$ (18,835)	\$ (18,835)	\$ 44,005	\$ (30,635)	\$ 154,078	\$ 42,982

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16. Segmented Information (continued)

For the year ended December 31	Protective Services	Transportation Services	Management Services	Waste Management Services	Planning and Development	Recreation and Parks	General Government	2018 Total
Revenue								
Taxation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 271,213	\$ 271,213
Government transfers for capital	-	185,797	-	-	-	-	-	185,797
Permits, licences, fines and other	229	-	-	-	20,000	-	114	20,343
Penalties and costs on taxes	-	-	-	-	-	-	10,078	10,078
Government transfers for operating	-	-	-	-	25,954	-	1,632	27,586
User fees and service charges	-	-	-	-	7,994	-	1,040	9,034
Rental	-	-	-	-	-	210	-	210
Investment income	-	-	-	-	-	-	11,353	11,353
	<u>229</u>	<u>185,797</u>	<u>-</u>	<u>-</u>	<u>53,948</u>	<u>210</u>	<u>295,430</u>	<u>535,614</u>
Expenses								
Salaries and wages	-	29,985	-	-	-	13,088	97,623	140,696
Amortization	-	34,781	-	-	-	25,299	12,490	72,570
Materials, goods and utilities	5,823	39,648	18,736	-	32,316	10,346	47,328	154,197
Purchases from other governments	-	-	-	-	-	1,242	-	1,242
	<u>5,823</u>	<u>104,414</u>	<u>18,736</u>	<u>18,736</u>	<u>32,316</u>	<u>49,975</u>	<u>157,441</u>	<u>368,705</u>
Net surplus (deficit)	<u>\$ (5,594)</u>	<u>\$ 81,383</u>	<u>\$ (18,736)</u>	<u>\$ (18,736)</u>	<u>\$ 21,632</u>	<u>\$ (49,765)</u>	<u>\$ 137,989</u>	<u>\$ 166,909</u>

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17. Subsequent Events

Subsequent to year end, the impact of COVID-19 in Canada and on the global economy increased significantly.

If the impacts of COVID-19 continue there could be further impact on the Municipality and its major customers, suppliers and other third party business associates that could impact the timing and amounts realized on the Municipality's assets and future profitability. At this time, the full potential impact of COVID-19 on the entity is not known.

18. Comparative Figures

Wherever necessary, comparative figures have been reclassified to conform with current year financial statement presentation.

19. Approval of Financial Statements

Council and Management approved these financial statements.
