



Meewasin Valley Authority
402 - 3rd Avenue South
Saskatoon, Saskatchewan
S7K 3G5
Phone (306) 665-6887
Fax (306) 665-6117

Meewasin

July 8, 2022

Mayor & Council
City of Saskatoon
222 Third Avenue North
Saskatoon, SK S7K 0J5



Dear Mayor & Council;

Section 80(2) of the Meewasin Valley Authority Act states that a copy of the annual audit shall be furnished to each of the participating parties; as the elected officials of the City of Saskatoon, please accept the enclosed copy of the Meewasin Valley Authority Financial Statements, March 31, 2022, satisfying this requirement.

Sincerely,

Andrea Lafond
Chief Executive Officer

Enclosure



RECEIVED

JUL 13 2022

CITY CLERK'S OFFICE
SASKATOON

MEEWASIN VALLEY AUTHORITY
FINANCIAL STATEMENTS
MARCH 31, 2022

Management's Responsibility

To the Participating Parties of Meewasin Valley Authority:

Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial statements.

The Board of Directors and Audit Committee are composed primarily of Directors who are neither management nor employees of the Meewasin Valley Authority. The Audit Committee is appointed by the Board to review the financial statements in detail with management and to report to the Board prior to their approval of the financial statements for publication.

MNP LLP is appointed by the Board of Directors to audit the financial statements and report directly to the Participating Parties; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Audit Committee and management to discuss their audit findings.

June 10, 2022



Chief Executive Officer



Director of Operations

To the Participating Parties of Meewasin Valley Authority:

Opinion

We have audited the financial statements of Meewasin Valley Authority (the "Authority"), which comprise the statement of financial position as at March 31, 2022, and the statements of operations and changes in fund balances, cash flows and the related schedules 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 Authority as at March 31, 2022, 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 Financial Statements section of our report. We are independent of the Authority 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.

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 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 Authority'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 Authority or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Authority'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 from previous page)*

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 Authority'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 Authority'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 Authority 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.

Saskatoon, Saskatchewan

June 10, 2022

MNP LLP

Chartered Professional Accountants

MEEWASIN VALLEY AUTHORITY

1.

Statement of Financial Position

As at March 31, 2022

	<u>2022</u>	<u>2021</u>
Assets		
<i>Current</i>		
Cash	\$ 3,549,715	3,827,980
Accounts receivable (note 3)	1,482,430	239,804
Prepaid expenses	<u>83,418</u>	<u>69,199</u>
	5,115,563	4,136,983
Long-term investments (note 4)	77,605	77,605
Tangible capital assets (note 5)	<u>1,822,999</u>	<u>1,819,357</u>
	<u>\$ 7,016,167</u>	<u>6,033,945</u>
Liabilities		
<i>Current</i>		
Accounts payable and accrued charges	\$ 425,828	386,695
Deferred revenue (note 6)	626,497	304,127
Due to Partners FOR the Saskatchewan River Basin (note 7(c))	<u>120,335</u>	<u>102,190</u>
	1,172,660	793,012
Deferred revenue (note 6)	<u>77,462</u>	<u>89,271</u>
	<u>1,250,122</u>	<u>882,283</u>
Fund Balances		
General fund – unrestricted	500,000	489,758
Construction projects fund – internally restricted	-	255,978
Donations fund – externally restricted	1,767,562	1,231,083
Capital assets – invested in capital assets	1,822,999	1,819,357
Land access fund – internally restricted	339,365	314,365
Capital assets replacement fund – internally restricted	1,336,119	1,030,816
Restricted contributions fund – externally restricted	<u>-</u>	<u>10,305</u>
	5,766,045	5,151,662
Contractual obligations (note 8)		
Commitments (note 14)		
	<u>\$ 7,016,167</u>	<u>6,033,945</u>

The accompanying notes form an integral part of the financial statements.

ON BEHALF OF THE BOARD:

 Director

 Director

MEEWASIN VALLEY AUTHORITY

Statement of Operations and Changes in Fund Balances

For the year ended March 31, 2022

	General Fund (Schedule 1)	Construction Projects Fund (Schedule 2)	Donations Fund (Schedule 3)	Capital Assets Fund	Land Access Fund	Capital Assets Replacement Fund	Restricted Contributions Fund	2022 Total	2021 Total
Revenues									
Statutory	\$ 371,320	185,380	-	-	-	-	-	\$ 556,700	556,703
Participating Party Funding	1,116,817	812,022	-	-	-	-	-	1,928,839	1,902,670
Grants	761,624	2,174,937	-	-	-	-	-	2,936,561	616,989
Donations	-	-	1,153,477	-	-	-	-	1,153,477	615,550
Other	117,980	160,415	-	-	-	-	-	278,395	504,231
	<u>2,367,741</u>	<u>3,332,754</u>	<u>1,153,477</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,853,972</u>	<u>4,196,143</u>
Expenditures	2,129,432	3,728,853	329,303	-	-	-	-	6,187,588	3,614,578
Amortization	-	-	-	52,001	-	-	-	52,001	83,513
	<u>2,129,432</u>	<u>3,728,853</u>	<u>329,303</u>	<u>52,001</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,239,589</u>	<u>3,698,091</u>
Excess (deficiency) of revenues over expenditures	238,309	(396,099)	824,174	(52,001)	-	-	-	614,383	498,052
Fund balance, beginning of year	489,758	255,978	1,231,083	1,819,357	314,365	1,030,816	10,305	5,151,662	4,653,610
Inter-fund allocations:									
Purchase of capital assets	-	(55,643)	-	55,643	-	-	-	-	-
To general fund	160,000	-	(160,000)	-	-	-	-	-	-
To construction projects fund	(14,081)	220,764	(128,000)	-	-	(78,683)	-	-	-
To donations fund	-	-	10,305	-	-	-	(10,305)	-	-
To land access fund	-	(25,000)	-	-	25,000	-	-	-	-
To capital assets replacement fund	(373,986)	-	(10,000)	-	-	383,986	-	-	-
Fund balance, end of year	<u>\$ 500,000</u>	<u>-</u>	<u>1,767,562</u>	<u>1,822,999</u>	<u>339,365</u>	<u>1,336,119</u>	<u>-</u>	<u>\$ 5,766,045</u>	<u>5,151,662</u>

The accompanying notes are an integral part of these financial statements.

MEEWASIN VALLEY AUTHORITY

3.

Statement of Cash Flows

For the year ended March 31, 2022

	<u>2022</u>	<u>2021</u>
Cash provided by (used in) the following activities:		
<i>Operating</i>		
Excess of revenues over expenditures	\$ 614,383	498,052
Adjustments for items not affecting cash:		
Amortization	<u>52,001</u>	<u>83,513</u>
	<u>666,384</u>	<u>581,565</u>
Change in non-cash operating working capital:		
Accounts receivable	(1,242,626)	(85,247)
Prepaid expenses	(14,219)	(13,705)
Accounts payable and accrued charges	39,133	215,830
Deferred revenue	310,561	(244,959)
Due to Partners FOR the Saskatchewan River Basin	<u>18,145</u>	<u>12,358</u>
	<u>(222,622)</u>	<u>465,842</u>
<i>Investing</i>		
Purchase of capital assets	<u>(55,643)</u>	<u>(28,888)</u>
Net change in cash during the year	(278,265)	436,954
Cash, beginning of year	<u>3,827,980</u>	<u>3,391,026</u>
Cash, end of year	<u>\$ 3,549,715</u>	<u>3,827,980</u>

The accompanying notes form an integral part of the financial statements.

Notes to the Financial Statements

Year ended March 31, 2022

1. Purpose and Objective of Meewasin Valley Authority

The Meewasin Valley Authority is incorporated under a special act, *The Meewasin Valley Authority Act*, of the Legislature of the Province of Saskatchewan.

The Meewasin Valley Authority ("Meewasin") is a conservation agency established to protect and develop the natural and heritage resources of the Meewasin Valley and promote a better understanding of these resources. The three participating parties provide funding and appointments to the Board of Directors: the City of Saskatoon, University of Saskatchewan, and Government of Saskatchewan. Statutory funding represented 8% of total revenue in the current year (2021 - 13%). In addition to statutory funding the participating parties provided an additional 28% of the revenue in the current year (2021 - 45%).

2. Accounting Policies

These financial statements are the representations of management, prepared in accordance with Canadian public sector accounting standards using the standards applicable to government not-for-profit organizations and include the following significant accounting policies:

(a) Fund Accounting**i) General Fund**

Revenues and expenses related to program delivery and administration activities are reported in the General Fund.

ii) Construction Projects Fund

Meewasin charges construction project expenditures to the construction projects fund as incurred. Construction project expenditures include all costs associated with landscaping or construction of a service facility on land owned by either Meewasin or a participating party. These costs include expenditures for planning and research and allocations of salaries.

When a project is completed and retained by Meewasin, the project cost is recorded as a tangible capital asset with a credit to the capital assets fund.

iii) Donations Fund

Meewasin records revenues and expenditures related to fundraising activities in the donations fund. Periodically, the net proceeds of these activities are allocated to the general fund or the construction projects fund where they are used to support Meewasin programs. Donations and other funds that are subject to externally imposed stipulations are kept in the fund until such time as they are spent as stipulated.

iv) Capital Assets Fund

Meewasin charges tangible capital asset purchases to the general fund and construction projects fund as incurred. In order to maintain a record of tangible capital assets, all purchased and constructed tangible capital assets are recorded at cost as tangible capital assets with a corresponding credit to the capital assets fund. When tangible capital assets are sold the proceeds on disposal are included in revenue and the related net book value of the asset is removed from both the tangible capital asset account and the capital assets fund.

Notes to the Financial Statements

Year ended March 31, 2022

2. Accounting Policies - *continued*(a) Fund Accounting - *continued*iv) Capital Assets Fund - *continued*

Independent appraisals are undertaken when new conservation easements are acquired. The results are vetted with Canada Revenue Agency prior to acquisition. These easements are recorded as a separate class of asset at the appraised value with a corresponding credit to the capital assets fund.

Amortization is charged to the capital assets fund using the straight-line method over the following estimated useful lives:

<u>Asset</u>	<u>Useful Life</u>
Building	20 years
Equipment and office furniture	10 years
Electronic data processing equipment	3.33 years
Vehicles	3.33 years

No amortization is recorded in the year an asset is acquired or for assets under construction.

It is expected that this policy will charge the capital assets fund with the total cost of the assets over the useful lives of the assets.

v) Land Access Fund

Meewasin has established a land access fund to secure public access to riverbank land as opportunity and need arise.

vi) Capital Assets Replacement Fund

A capital assets replacement fund has been established to provide for the eventual replacement of major tangible capital assets.

vii) Restricted Contributions Fund

In the current year, the Board of Directors combined this fund with the Donations Fund.

(b) Financial instruments

Meewasin recognizes its financial instruments when it becomes party to the contractual provisions of the financial instrument. All financial instruments are initially recorded at their fair value.

All financial assets and liabilities are subsequently measured at amortized cost.

Notes to the Financial Statements

Year ended March 31, 2022

2. Accounting Policies – *continued***(b) Financial instruments - *continued***

Transaction costs and financing fees are added to the carrying amount for those financial instruments subsequently measured at amortized cost.

All financial assets are tested annually for impairment. Management considers recent collection experience for the financial assets, such as a default or delinquency in interest or principal payments, in determining whether objective evidence of impairment exists. Any impairment, which is not considered temporary, is recorded in the statement of operations. Write-downs of financial assets measured at amortized cost to reflect losses in value are not reversed for subsequent increases in value.

(c) Revenues and Expenditures Recognition

Meewasin uses the restricted fund method of accounting for the Donations Fund. Restricted contributions are recognized as revenue of the Donations Fund in the year in which they are received.

Restricted contributions in the General Fund and Construction Projects Fund are recognized as revenue of the appropriate fund in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue of the General Fund and Construction Projects Fund in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Revenue is allocated between the various funds based on statutory and contractual requirements or as specified by donors. The Board of Directors approves allocations between funds.

Investment income is recognized in the General Fund, except investment income (loss) related to the Restricted Contributions Fund, which is recognized in that fund.

Grants in the form of donated services from government agencies are recorded at the contracted amount. Pledges are recorded as the donation is received.

(d) Use of Estimates

The preparation of financial statements in conformity with Canadian public sector accounting standards 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 financial statements, and the reported amounts of revenues and expenses during the reporting period. These estimates and assumptions are reviewed periodically and, as adjustments become necessary, they are reported in excess of revenues over expenditures in the periods in which they become known.

(e) Government assistance

Meewasin recognizes government assistance for the Temporary Wage Subsidy when there is reasonable assurance that it will comply with the conditions required to qualify for the assistance, and that the assistance will be received. Meewasin recognizes government assistance as a reduction in the related expenses.

(f) Contributed materials and services

Contributions of materials and services are recognized both as contributions and expenses in the statement of operations when a fair value can be reasonably estimated and when the materials and services are used in the normal course of Meewasin's operations and would otherwise have been purchased.

Notes to the Financial Statements

Year ended March 31, 2022

3. Accounts Receivable

Meewasin had \$nil in accounts receivable at March 31, 2022 from a related party, the City of Saskatoon relating to ongoing projects (2021 - \$25,952). GST receivable makes up \$71,706 (2021 - \$22,276) of this balance.

4. Long-Term Investments

Long-term investments consist of three (2021 - three) donated whole life insurance policies, the amortized cost of which are \$77,605 at March 31, 2022 (2021 - \$77,605).

5. Tangible Capital Assets

	2022			2021
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Land	\$ 1,218,293	-	1,218,293	1,218,293
Conservation easement	257,200	-	257,200	257,200
Building	1,204,911	979,268	225,643	251,363
Equipment and office furniture	147,637	65,883	81,754	50,783
Electronic data processing equipment	129,943	111,898	18,045	25,430
Vehicles	<u>107,299</u>	<u>85,235</u>	<u>22,064</u>	<u>16,288</u>
	<u>\$ 3,065,283</u>	<u>1,242,284</u>	<u>1,822,999</u>	<u>1,819,357</u>

6. Deferred Revenue

Deferred revenue includes the following categories:

- (a) Meewasin has deferred revenue of \$nil from the City of Saskatoon for the Northeast Swale Master Plan funding (2021 - \$90,000).
- (b) Meewasin has deferred revenue of \$80,534 from the Weston Family Foundation that relates to the Canadian Prairie Grasslands Program Grant (2021 - \$138,879).
- (c) Meewasin has deferred revenue of \$144,725 from Trans Canada Trail, of which \$nil relates to the Kinsmen Parking Lot Grant (2021 - \$9,000), \$36,225 relates to the Medallion Replacement Program (2021 - \$nil), \$103,500 relates to the Kinsmen Park Primary Trail Program (2021 - \$nil), \$1,000 relates to the Clean-up Program (2021 - \$nil) and \$4,000 relates to the Signage Grant (2021 - \$nil).
- (d) Meewasin has deferred revenue of \$nil from Tourism Saskatchewan that relates to the Destination Experience Development Grant (2021 - \$9,600).
- (e) Meewasin has deferred revenue of \$118,722 from the City of Saskatoon for the Northeast Swale Storm Pond Restoration (2021 - \$122,919). Of this, \$77,462 is expected to be recognized subsequent to 2023 and has been recorded as long-term deferred revenue.
- (f) Meewasin has deferred revenue of \$nil from the Community Foundation of Canada for the Facility Development Grant (2021 - \$23,000).
- (g) Meewasin has deferred revenue of \$337,950 from the City of Saskatoon that relates to Statutory funding for a period after March 31, 2022 (2021 - \$nil).

Notes to the Financial Statements

Year ended March 31, 2022

6. Deferred Revenue – continued

- (h) Meewasin has deferred revenue of \$1,300 from Tree Canada that relates to Diefenbaker planting (2021 - \$nil).
- (i) Meewasin has deferred revenue of \$7,000 from Tourism Saskatchewan that relates to the Marketing & Event Partnership Program (2021 - \$nil).
- (j) Meewasin has deferred revenue of \$13,728 from Saskatoon Community Foundation that relates to the Quality of Life Grant (2021 - \$nil).

7. Related Party Transactions**(a) Participating parties**

In addition to the statutory assessments in Schedule 1 and 2 and deferred contributions in Note 6, Meewasin received the following grants and other payments during the year from its participating parties:

		<u>2022</u>	<u>2021</u>
Province of Saskatchewan	Construction projects fee for service and grants	689,034	28,576
Province of Saskatchewan	General fund grants	29,815	20,252
City of Saskatoon	Construction projects fund grants	120,000	50,000
City of Saskatoon	Construction projects fee for service	134,747	339,472
City of Saskatoon	General fund grants and other	49,965	55,879

(b) Meewasin Foundation Inc.

Since August 1, 1999, the former operations of Meewasin Foundation Inc. are being reported within Meewasin's Donation Fund. The Foundation continues as the beneficial owner of life insurance policies provided by donors.

(c) Partners FOR the Saskatchewan River Basin ("PFSRB")

PFSRB is a non-profit environmental corporation operating under its own Board of Directors. Financial accountability resides with that Board of Directors. The Meewasin Valley Authority is engaged under contract to provide PFSRB with management services and program delivery.

As at March 31, 2022, the net value of assets and liabilities held by Meewasin on behalf of PFSRB is shown on the Meewasin Statement of Financial Position as \$120,335 due to PFSRB (2021 - \$102,190).

During the year, Meewasin Valley Authority provided grants to PFSRB of \$16,000 (2021 - \$16,000). Meewasin provided a donation in-kind to PFSRB of \$46,461 representing staff support and office space (2021 - \$46,000).

Financial statement users interested in the activities of PFSRB for the year ended March 31, 2022 are referred to that entity's own financial statements.

8. Contractual Obligations

The Meewasin Valley Authority entered into an agreement with the Leisureland Community Co-operative Ltd. whereby the public use of certain lands (Maple Grove) owned by Meewasin is limited. The agreement was a condition of the purchase of the property by Meewasin and will expire December 31, 2022.

Notes to the Financial Statements

Year ended March 31, 2022

9. Federal Government Grants

Included in grant revenue is \$1,786,929 received by Meewasin in cash grants from the Government of Canada (2021 - \$221,185).

10. Government Assistance

During the year, Meewasin recognized \$nil (2021 - \$23,295) in Temporary Wage Subsidy ("TWS") as a reduction in payroll expense. TWS, introduced in response to the COVID-19 pandemic, provided eligible employers with a subsidy to cover a portion of wage costs paid to eligible employees during the prescribed claim periods. There are no unfulfilled conditions related to amounts recognized. However, amounts claimed under the program are subject to validation and detailed verification by the Federal Government.

11. Defined Contribution Plan

Meewasin participates in a multi-employer defined contribution plan on behalf of its employees. Contributions are based on 7.25% of salary up to 18% of the participant's pensionable earnings per annum. Meewasin's contributions and corresponding expense totalled \$130,295 in 2022 (2021 - \$108,270).

12. Endowment Funds

- (a) The Saskatoon Community Foundation, a registered charitable foundation, under an agreement with Meewasin has established an endowment fund called *The Meewasin Naturally Fund* for the benefit of Meewasin.

At The Saskatoon Community Foundation's fiscal year end December 31, 2021, the balance of The Meewasin Valley Fund was \$1,247,766 (2020 - \$1,174,679). The Saskatoon Community Foundation manages these funds within the parameters established by the fund agreement.

- (b) The Saskatoon Community Foundation, under an agreement with Meewasin has established an endowment fund called *The Wes Bolstad Fund* for the benefit of Meewasin. At the Saskatoon Community Foundation's fiscal year end December 31, 2021, the balance of the fund was \$27,778 (2020 - \$25,442).
- (c) The Saskatoon Community Foundation, under an agreement with Meewasin has established an endowment fund called *The Susan Lamb Fund* for the benefit of Meewasin. At the Saskatoon Community Foundation's fiscal year end December 31, 2021, the balance of the fund was \$37,037 (2020 - \$33,129).

13. Pledged Donations

Outstanding pledges were not recorded in revenue. The outstanding pledges receivable within five years, as at March 31, 2022, were \$934,241 (2021 - \$1,280,767). The pledges by year going forward are: \$388,932 - 2023; \$303,032 - 2024; \$98,531 - 2025; \$71,873 - 2026; \$71,873 - 2027.

Donation Fund expenditures represent the cost of fundraising activity. The costs relate to actual donations received and to the pledged donations received.

14. Commitments

At March 31, 2022, Meewasin Valley Authority has outstanding commitments of \$189,919 related to on-going projects (2021 - \$690,473).

Notes to the Financial Statements

Year ended March 31, 2022

15. Financial Instruments

All significant financial assets and financial liabilities of Meewasin are either recognized or disclosed in the financial statements together with other information relevant for making a reasonable assessment of future cash flows, interest rate risk, and credit risk.

The Meewasin Valley Authority's financial instruments include cash, accounts receivable, long-term investments, and accounts payable and accrued charges. Financial instruments also include due to Partners FOR the Saskatchewan River Basin.

As at March 31, 2022, the Meewasin Valley Authority does not have any outstanding contracts or financial instruments with embedded derivatives.

(a) Risk Management Policy

Meewasin, as part of operations, has established the risk management objective of preserving the value of its financial instruments to ensure that they can be used in support of the Meewasin purpose. Risks are controlled because the *Meewasin Valley Authority Act* requires that investments are made in compliance with the *Financial Administration Act (SK)*.

(b) Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in interest rates. Changes in market interest rates may have an effect on the cash flows associated with some financial assets and liabilities, known as cash flow risk, and on the fair value of other financial assets or liabilities, known as price risk. Meewasin is not currently exposed to interest rate risk.

(c) Credit risk

Credit risk is the risk of financial loss because a counter party to a financial instrument fails to discharge its contractual obligations. Financial instruments that potentially subject Meewasin to credit risk consist principally of cash.

Meewasin's cash is maintained at major financial institutions, therefore Meewasin considers the risk of non-performance of these instruments to be remote.

(d) Credit concentration

Financial instruments that potentially subject Meewasin to concentrations of credit risk consist of accounts receivable. 100% (2021 – 100%) of accounts receivable is comprised of amounts due from federal, provincial, and municipal governments, other public institutions such as the University of Saskatchewan and school boards, and financial institutions. Meewasin believes that there is minimal risk associated with the collection of these amounts. Meewasin performs regular credit assessments of its debtors and provides allowances for potentially uncollectible accounts receivable.

Notes to the Financial Statements

Year ended March 31, 2022

16. Impact on Operations of COVID-19

In early March 2020 the global outbreak of COVID-19 began to have a significant impact on businesses through the restrictions put in place by the Canadian, provincial, and municipal governments regarding travel, business operations, and isolation/quarantine orders.

At this time, it is unknown the extent of the impact the COVID-19 outbreak may have on Meewasin as this will depend on future developments that are highly uncertain and that cannot be predicted with confidence. These uncertainties arise from the inability to predict the ultimate geographic spread of the disease, and the duration of the outbreak, including the duration of travel restrictions, business closures or disruptions, and quarantine/isolation measures that are currently, or may be put, in place by Canada and other countries to fight the virus.

Due to COVID-19, Meewasin has made the following changes:

- Closed the Beaver Creek Conservation Area ("BCCA") and the onsite interpretive centre on March 16, 2020. BCCA re-opened in September 2020 with restrictions on visitor numbers. The onsite interpretive centre remains limited to bathroom facilities.
- The Meewasin Skating Rink operations were significantly adjusted to ensure both staff and public safety.
- Meewasin applied for and received the Temporary Wage Subsidy in the prior year, as discussed in Note 10.

At this time, it is unknown the extent of the impact the COVID-19 outbreak may have on Meewasin as this will depend on future developments that are highly uncertain and that cannot be predicted with confidence. These uncertainties arise from the inability to predict the duration of the outbreak, including the duration of travel restrictions, business closures or disruptions, and quarantine/isolation measures that are currently, or may be put in place to fight the virus. While the extent of the impact is unknown, we anticipate this outbreak may cause delays in work undertaken and increased government regulations, which may negatively impact Meewasin's business and financial condition.

MEEWASIN VALLEY AUTHORITY

12.

Statement of General Fund

Schedule 1

Year ended March 31, 2022

	<u>2022</u>	<u>2021</u>
Revenues		
Statutory Funding		
City of Saskatoon	\$ 371,320	371,322
Participating Party Funding		
City of Saskatoon	342,562	328,518
Government of Saskatchewan	338,500	333,350
University of Saskatchewan	435,755	435,755
Grants	761,624	384,336
Fee for service and other	109,971	90,646
Interest	8,009	12,574
	<u>2,367,741</u>	<u>1,956,501</u>
Expenditures		
Administrative	704,730	760,240
Development review	77,232	61,704
Facility operation	272,240	236,173
Marketing and communication	198,766	125,506
Planning and conservation	513,264	140,977
Public education and involvement	173,663	299,229
Beaver Creek programming	172,537	187,184
Special projects	17,000	17,000
	<u>2,129,432</u>	<u>1,828,013</u>
Excess of revenues over expenditures	238,309	128,488
Fund balance, beginning of year	489,758	334,043
Allocations		
To capital assets replacement fund	(373,986)	(10,000)
To construction projects fund	(14,081)	-
From donations fund	160,000	37,227
Fund balance, end of year	<u>\$ 500,000</u>	<u>489,758</u>

The accompanying notes form an integral part of the financial statements.

MEEWASIN VALLEY AUTHORITY

Statement of Construction Projects Fund

Schedule 2

Year ended March 31, 2022

	<u>2022</u>	<u>2021</u>
Revenues		
Statutory Funding		
City of Saskatoon	\$ 185,380	185,381
Participating Party Funding		
City of Saskatoon	432,677	420,552
Government of Saskatchewan	161,500	166,650
University of Saskatchewan	217,845	217,845
Grants	2,174,937	232,653
Fee for service and other	160,415	401,011
	<u>3,332,754</u>	<u>1,624,092</u>
Expenditures		
Beaver Creek	17,494	82,376
Chief Whitecap Trail	9,563	278,887
Chief Whitecap restoration	236	9,166
Cranberry Flats	679	-
Cosmopolitan Park	-	2,297
Diefenbaker Park	443	-
Kiwanis / Freindship Park	583	-
Maple Grove	443	-
Meewasin Facility Development	41,297	22,914
Meewasin Swale	13,117	48,985
Meewasin Swale Trail Development Plan	107,594	208,501
Meewasin Valley Centre; Existing	2,264	-
Meewasin Valley Trail	582	-
Meewasin Valley Trail Infrastructure	2,966,364	253,150
Natural Areas	809	7,420
North East Swale Resource Management (Drypond)	775	-
Park signage	10,396	16,564
Peggy McKercher Conservation Area	1,165	-
Riverbank restoration	426,104	343,833
River Landing - Riverfront I and II	19,053	1,028
Rotary Park	-	416
St. Joseph High School	14,271	849
Tree planting	83,214	90,756
Wanuskewin	3,495	60,689
Work Crews	8,912	-
	<u>3,728,853</u>	<u>1,427,831</u>
Excess (deficiency) of revenues over expenditures	(396,099)	196,261
Fund balance, beginning of year	255,978	174,005
Allocations		
To purchase capital assets	(55,643)	(28,888)
To land access fund	(25,000)	(25,000)
From (to) capital assets replacement fund	78,683	(60,400)
From general fund	14,081	-
From donation fund	128,000	-
Fund balance, end of year	<u>\$ -</u>	<u>255,978</u>

The accompanying notes are an integral part of these financial statements.

MEEWASIN VALLEY AUTHORITY

14.

Statement of Donations Fund

Schedule 3

Year ended March 31, 2022

	<u>2022</u>	<u>2021</u>
Revenues		
Non-campaign donations		
General	\$ 119,699	162,334
Gift Club	1,020	1,490
Planned giving	8,994	24,779
Dedication programs		
Bricks	6,575	3,813
Bench/Nodes	66,505	63,869
Plant-A-Tree	12,575	9,200
Campaigns		
Capital	892,418	308,174
Direct mailer, Giving Tuesday and other	5,335	2,916
Endowments	40,356	38,975
	<u>1,153,477</u>	<u>615,550</u>
Expenditures		
General administration	139,511	109,149
Dedication programs		
Bricks	1,694	1,084
Bench/Nodes	3,351	2,736
Plant-A-Tree	14	1,140
Campaigns		
Capital	181,981	242,398
Saskatoon Community Foundation - Wes Bolstad Fund	733	733
Saskatoon Community Foundation - Susan Lamb Fund	2,019	1,494
	<u>329,303</u>	<u>358,734</u>
Excess of revenues over expenditures	824,174	256,816
Fund balance, beginning of year	1,231,083	1,021,494
Allocations		
To capital assets replacement fund	(10,000)	(10,000)
To construction fund	(128,000)	-
To general fund	(160,000)	(37,227)
From restricted contributions fund	10,305	-
Fund balance, end of year	<u>\$ 1,767,562</u>	<u>1,231,083</u>

The accompanying notes are an integral part of these financial statements.