



Financial Information

Saturna Island Fire Protection Society

December 31, 2021

## Contents

	<b>Page</b>
Compilation Engagement Report	1
Statement of Operations	2
Statement of Changes in Net Assets	3
Statement of Financial Position	4
Statement of Cash Flows	5
Notes to the Financial Information	6 - 8

## Compilation Engagement Report

---

**Grant Thornton LLP**  
Suite 650  
1675 Douglas Street  
Victoria, BC  
V8W 2G5

T +1 250 383 4191  
F +1 250 381 4623  
[www.GrantThornton.ca](http://www.GrantThornton.ca)

To the Board of Directors of  
*Saturna Island Fire Protection Society*

On the basis of information provided by Management, we have compiled the statement of financial position of Saturna Island Fire Protection Society as at December 31, 2021, the statements of operations, changes in net assets, and cash flows for the year then ended, and Note 2, which describes the basis of accounting applied in the preparation of the compiled financial information ("financial information").

Management is responsible for the accompanying financial information, including the accuracy and completeness of the underlying information used to compile it and the selection of the basis of accounting.

We performed this engagement in accordance with Canadian Standard on Related Services (CSRS) 4200, Compilation Engagements, which requires us to comply with relevant ethical requirements. Our responsibility is to assist management in the preparation of the financial information.

We did not perform an audit engagement or a review engagement, nor were we required to perform procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an audit opinion or a review conclusion, or provide any form of assurance on the financial information.

Readers are cautioned that the financial information may not be appropriate for their purposes.

Victoria, Canada  
May 14, 2022

*Grant Thornton LLP*

Chartered Professional Accountants

# Saturna Island Fire Protection Society

## Statement of Operations

Year ended December 31	2021	2020
Revenues		
Property tax assessments	\$ 157,672	\$ 162,741
Donations - VFD	700	1,275
Donations - SIR	3,396	11,380
FireSmart	3,642	16,846
Grant - VIHA	11,500	11,500
Grant - PILT	10,560	7,181
Grant - CRD	667	667
Lease	6,943	6,661
Interest and miscellaneous	1,360	2,722
Gain on sale of property, plant and equipment	-	500
	<b>196,440</b>	<b>221,473</b>
Expenditures		
Amortization	58,576	62,349
Facility service fee and rental	5,000	5,000
FireSmart	2,878	17,182
Honorarium and benefits	39,516	35,180
Insurance	24,460	17,586
Office	9,582	6,936
Professional fees	3,995	2,894
Protective gear and uniforms	5,452	17,789
Repairs and maintenance	27,697	22,235
Supplies	7,340	8,887
Tax collection	3,267	3,002
Training	9,089	16,895
Travel	200	-
Utilities	5,416	5,821
Vehicle	17,043	24,167
Worksafe BC	1,109	1,109
	<b>220,620</b>	<b>247,032</b>
Deficiency of revenues over expenditures	<b>\$ (24,180)</b>	<b>\$ (25,559)</b>

# Saturna Island Fire Protection Society

## Statement of Changes in Net Assets

Year ended December 31

	Net assets invested in property, plant and equipment	Unrestricted	Internally restricted capital reserve	Total 2021	Total 2020
Balance, beginning of year	\$ 822,475	\$ 87,311	\$ 100,000	<b>\$ 1,009,786</b>	\$ 1,035,345
(Deficiency) excess of revenues over expenditures	667	(24,847)	-	<b>(24,180)</b>	(25,559)
Purchase of property, plant and equipment (net of capital contribution)	19,960	(19,960)	-	-	-
Amortization on property, plant and equipment	<u>(58,576)</u>	<u>58,576</u>	<u>-</u>	<u>-</u>	<u>-</u>
Balance, end of year	<b><u>\$ 784,526</u></b>	<b><u>\$ 101,080</u></b>	<b><u>\$ 100,000</u></b>	<b><u>\$ 985,606</u></b>	<b><u>\$ 1,009,786</u></b>

---

## Saturna Island Fire Protection Society

### Statement of Financial Position

December 31	2021	2020
<b>Assets</b>		
Current		
Cash	\$ 100,217	\$ 71,812
Term deposits	200,380	202,683
Accounts receivable	-	2,700
Prepaid expenses	18,519	17,985
Goods and services tax receivable	<u>4,400</u>	<u>3,425</u>
	<b>323,516</b>	298,605
Long-term		
Property, plant and equipment (Note 4)	<u>803,193</u>	<u>841,810</u>
	<b><u>\$ 1,126,709</u></b>	<b><u>\$ 1,140,415</u></b>
<hr/>		
<b>Liabilities</b>		
Current		
Accounts payable and accrued liabilities	\$ 3,129	\$ 3,130
Deferred income (Note 5)	91,951	96,594
Current portion of long-term debt (Note 6)	<u>2,893</u>	<u>2,893</u>
	<b><u>97,973</u></b>	<b><u>102,617</u></b>
Long-term debt (Note 6)		
Deferred capital contribution	5,786	8,679
	<u>37,344</u>	<u>19,333</u>
	<b><u>43,130</u></b>	<b><u>28,012</u></b>
	<b><u>141,103</u></b>	<b><u>130,629</u></b>
 <b>Net Assets</b>		
Net assets invested in property, plant and equipment	784,526	822,475
Unrestricted	101,080	87,311
Internally restricted capital reserve	<u>100,000</u>	<u>100,000</u>
	<b><u>985,606</u></b>	<b><u>1,009,786</u></b>
	<b><u>\$ 1,126,709</u></b>	<b><u>\$ 1,140,415</u></b>

---

# Saturna Island Fire Protection Society

## Statement of Cash Flows

Year ended December 31

2021

2020

Increase (decrease) in cash

### Operating

Deficiency of revenues over expenditures	\$ (24,180)	\$ (25,559)
Items not affecting cash		
Amortization	58,576	62,349
Gain on sale of property, plant and equipment	-	(500)
	<u>34,396</u>	<u>36,290</u>
Change in non-cash working capital items		
Accounts receivable	2,700	(2,700)
Inventory	-	132
Prepaid expenses	(534)	11,035
Goods and services tax	(975)	(1,268)
Accounts payable and accrued liabilities	-	(2)
Deferred income	(4,643)	(24,643)
	<u>30,944</u>	<u>18,844</u>

### Financing

Repayment of long-term debt	(2,893)	(2,892)
Deferred capital contribution	18,011	19,333
	<u>15,118</u>	<u>16,441</u>

### Investing

Purchase of property, plant and equipment	(19,960)	(26,378)
Proceeds on disposal of property, plant and equipment	-	500
	<u>(19,960)</u>	<u>(25,878)</u>

Increase in cash

26,102      9,407

Cash

Beginning of year      274,495      265,088

End of year      \$ 300,597      \$ 274,495

### Cash consists of:

Cash	\$ 100,217	\$ 71,812
Term deposits	<u>200,380</u>	<u>202,683</u>
	<u>\$ 300,597</u>	<u>\$ 274,495</u>

---

# Saturna Island Fire Protection Society

## Notes to the Financial Information

December 31, 2021

---

### 1. General information

Saturna Island Fire Protection Society was incorporated under the Society Act of the Province of British Columbia on January 14, 1994. The purposes of the Society are to provide fire protection and emergency response services to the inhabitants of Saturna Island. The majority of the funds raised by the Society come from the taxation of real property on Saturna Island.

---

### 2. Basis of accounting

The basis of accounting applied in the preparation of the statement of financial position of Saturna Island Fire Protection Society as at December 31, 2021, the statements of operations, changes in net assets, and cash flows for the year then ended is on the cash basis of accounting with the addition of the following:

- (a) accounts receivable are accrued as at the reporting date
  - (b) property, plant and equipment are recorded at historical cost and are amortized over their expected useful life
  - (c) accounts payable and accrued liabilities are accrued as at the reporting date
  - (d) unrestricted contributions are recognized as revenue when received. Contributions that are restricted by third parties are recognized as revenue when the related expenses have been incurred. When the related expenses have not yet been incurred, contributions that are restricted by third parties are recorded as deferred revenue.
- 

### 3. Significant accounting policy

#### Property, plant and equipment

Each class of property, plant and equipment is carried at cost less, where applicable, any accumulated amortization and impairment losses.

The amortization rates used for each class of property, plant and equipment are:

Buildings	4%
Equipment	20%
Fire and support vehicles	20%
Radios	20%
Solar equipment	30 years
Emergency transportation vehicle	20%

---



---

## Saturna Island Fire Protection Society

### Notes to the Financial Information

December 31, 2021

---

#### 4. Property, plant and equipment

			<u>2021</u>	<u>2020</u>
	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net Book Value</u>	<u>Net Book Value</u>
Land	\$ 115,651	\$ -	<b>\$ 115,651</b>	\$ 115,651
Buildings	1,116,410	486,576	<b>629,834</b>	668,672
Equipment	60,459	47,629	<b>12,830</b>	-
Fire and support vehicles	303,307	286,150	<b>17,157</b>	27,821
Radios	14,257	14,257	-	-
Solar equipment	26,378	1,319	<b>25,059</b>	25,939
Emergency transportation vehicle	<u>9,324</u>	<u>6,662</u>	<u><b>2,662</b></u>	<u>3,727</u>
	<u><b>\$ 1,645,786</b></u>	<u><b>\$ 842,593</b></u>	<u><b>\$ 803,193</b></u>	<u><b>\$ 841,810</b></u>

---

---

# Saturna Island Fire Protection Society

## Notes to the Financial Information

December 31, 2021

---

<b>5. Deferred income</b>	<u>2021</u>	<u>2020</u>
Grant - VIHA	\$ 2,875	\$ 2,875
Deferred lease - CRD	13,125	14,625
Deferred lease - Parks Canada	<u>75,951</u>	<u>79,094</u>
	<u>\$ 91,951</u>	<u>\$ 96,594</u>

The Society received a grant during the year from the Vancouver Island Health Authority (VIHA) in support of Saturna Island Rescue of which \$2,875 is deferred.

The Society entered into a 20 year prepaid lease with the Southern Gulf Islands Emergency Management Commission (CRD) effective September 14, 2010 for the use of both Emergency Services Buildings. The prepaid deposit on the lease is amortized into income over the 20 year lease period.

The Society entered into a 35 year prepaid lease with Parks Canada effective February 29, 2011 for the use of a portion of Emergency Services Building #1. The prepaid deposit on the lease is amortized into income over the 35 year lease period.

---

<b>6. Long-term debt</b>	<u>2021</u>	<u>2020</u>
Financing arrangement with Crest for the purchase of 25 pagers and chargers at a total cost of \$20,250. Amount is non-interest bearing and is payable in equal annual payments over a 7 year term.	\$ 8,679	\$ 11,572
Less current portion	<u>2,893</u>	<u>2,893</u>
Due beyond one year	<u>\$ 5,786</u>	<u>\$ 8,679</u>

---