

CITY OF IQALUIT
CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2021

CITY OF IQALUIT
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DECEMBER 31, 2021

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INDEPENDENT AUDITS' REPORT

To the Mayor and Council of the City of Iqaluit

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of the City of Iqaluit (the City), which comprise the consolidated statement of financial position as at December 31, 2021, and the consolidated statements of operations, changes in net financial assets (debt) and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the City as at December 31, 2021 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 *Auditors' Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the City 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 these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Administration and Those Charged with Governance for the Consolidated Financial Statements

Administration 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 administration determines is necessary to enable the preparation of consolidated financial statements that are free of material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, administration is responsible for assessing the City'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 administration either intends to liquidate the City or to cease operations, or has no realistic alternative but to do so.

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

Auditors' 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 auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of 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 City's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by administration.
- Conclude on the appropriateness of administration'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 City's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the 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 auditors' report. However, future events or conditions may cause the City 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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

As required by Section 144 of the *Cities, Towns and Villages Act* of Nunavut we report that, in our opinion, these principles have been applied on a basis consistent with that of the preceding year.

We further report in accordance with the *Cities, Towns and Villages Act* of Nunavut that, in our opinion, proper books of account have been kept by the City, the consolidated financial statements are in agreement with the records maintained by the City and the transactions that have come under our notice have, in all significant respects, been within the statutory powers of the City.

Iqaluit, Nunavut
April 1, 2022

A handwritten signature in black ink, appearing to read "Lester Landau". The signature is fluid and cursive, with the first name "Lester" and last name "Landau" clearly distinguishable.

Chartered Professional Accountants
Lester Landau Accounting Professional Corp.


CITY OF IQALUIT
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2021

| | <u>2021</u> | <u>2020</u> |
|---|-----------------------|-----------------------|
| Financial Assets | | |
| Cash and cash equivalents (Note 2) | \$ 72,043,074 | \$ 62,172,887 |
| Accounts receivable | | |
| Taxes and grants in lieu (Note 3) | 3,446,583 | 3,365,457 |
| Trade and other (Note 3) | 10,452,365 | 7,622,685 |
| Land held for resale (Note 4) | 4,314 | 219,314 |
| Land leases receivable (Note 5) | <u>4,986,028</u> | <u>3,376,758</u> |
| Total Financial Assets | <u>90,932,364</u> | <u>76,757,101</u> |
| Liabilities | | |
| Accounts payable and accrued liabilities | 8,444,183 | 9,255,842 |
| Deposits | 123,754 | 127,299 |
| Performance bond payable | 588,348 | 588,348 |
| Post-employment benefits payable | 1,620,235 | 1,444,793 |
| Closure/post-closure liabilities (Note 12) | 5,094,666 | 4,770,445 |
| Deferred revenue (Note 6) | 18,643,212 | 9,192,476 |
| Long term debt (Note 7) | 26,742,176 | 29,022,748 |
| Obligations under capital lease (Note 8) | <u>181,506</u> | <u>284,724</u> |
| Total Liabilities | <u>61,438,080</u> | <u>54,686,675</u> |
| Net Financial Assets | <u>29,494,284</u> | <u>22,070,426</u> |
| Non-Financial Assets | | |
| Prepaid expenses | 100,353 | 35,827 |
| Consumable inventories | 1,536,701 | 1,649,240 |
| Tangible capital assets (Schedule 16) | <u>175,453,624</u> | <u>166,456,023</u> |
| Total Non-Financial Assets | <u>177,090,678</u> | <u>168,141,090</u> |
| Accumulated Fund Balances (Schedule 1) | <u>\$ 206,584,962</u> | <u>\$ 190,211,516</u> |


Contingent Liabilities (Note 12)

Commitments (Note 13)

Approved on behalf of the City of Iqaluit:

 07/20/22

 Mayor

 07/20/22

 Chief Administrative Officer

CITY OF IQALUIT
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2021

| | 2021 <u>Budget</u> (Unaudited) | 2021 <u>Actual</u> | 2020 <u>Actual</u> |
|--|--------------------------------------|-----------------------|-----------------------|
| Revenues | | | |
| Taxation and user charges | | | |
| Taxes and grants in lieu (Schedule 2) | \$ 22,642,400 | \$ 23,197,434 | \$ 22,403,917 |
| Water and sewer (Schedule 3) | 10,545,500 | 10,008,088 | 9,715,253 |
| Sanitation (Schedule 4) | 5,260,900 | 5,527,712 | 5,226,714 |
| Land development and administration (Schedule 5) | 1,304,200 | 3,407,160 | 1,409,512 |
| Other revenue from own sources (Schedule 7) | 1,131,900 | 1,944,755 | 1,553,548 |
| Emergency services (Schedule 9) | 3,357,300 | 3,358,520 | 2,551,500 |
| By-law enforcement (Schedule 10) | 107,300 | 135,333 | 106,745 |
| Recreational and cultural (Schedule 12) | 1,154,300 | 959,213 | 785,139 |
| Government transfers | | | |
| Equalization contribution (Schedule 2) | 2,143,800 | 2,172,238 | 2,106,495 |
| Water and sewer subsidy (Schedule 3) | 1,257,900 | 1,257,913 | 1,257,913 |
| Water and sewer projects (Schedule 3) | - | 75,000 | 504,066 |
| Land contributions (Schedule 5) | - | 90,968 | 89,525 |
| Other government transfers (Schedule 7) | 20,000 | 68,238 | 90,124 |
| Recreational and cultural transfers (Schedule 12) | 25,000 | 335,446 | 262,829 |
| Economic development contribution (Schedule 14) | 190,000 | 142,854 | 156,913 |
| Community funding (Schedule 15) | <u>2,560,800</u> | <u>3,860,383</u> | <u>2,574,259</u> |
| | <u>51,701,300</u> | <u>56,541,255</u> | <u>50,794,452</u> |
| Expenses | | | |
| Water and sewer (Schedule 3) | 7,819,300 | 10,075,323 | 7,697,369 |
| Sanitation (Schedule 4) | 2,596,300 | 3,190,972 | 3,044,909 |
| Land development and administration (Schedule 5) | 2,268,000 | 1,347,029 | 1,034,375 |
| General government (Schedule 8) | 6,856,900 | 5,376,513 | 4,858,125 |
| Emergency services (Schedule 9) | 3,939,600 | 4,454,388 | 3,853,140 |
| By-law enforcement (Schedule 10) | 1,263,800 | 856,798 | 608,165 |
| Public works and transportation (Schedule 11) | 4,732,200 | 3,610,945 | 3,796,644 |
| Recreational and cultural (Schedule 12) | 6,497,100 | 5,732,863 | 5,607,151 |
| Engineering services (Schedule 13) | 1,071,300 | 777,233 | 557,553 |
| Economic development (Schedule 14) | 170,000 | 142,854 | 156,913 |
| Community funding (Schedule 15) | 2,565,600 | 3,615,798 | 2,560,490 |
| Depreciation (Schedule 16) | <u>6,914,700</u> | <u>6,798,352</u> | <u>6,937,794</u> |
| | <u>46,694,800</u> | <u>45,979,068</u> | <u>40,712,628</u> |
| Excess Revenues Before Other | <u>5,006,500</u> | <u>10,562,187</u> | <u>10,081,824</u> |
| Other | | | |
| Government transfers relating to capital (Schedule 17) | <u>20,347,000</u> | <u>5,811,259</u> | <u>7,320,632</u> |
| Excess Revenues | <u>\$ 25,353,500</u> | <u>\$ 16,373,446</u> | <u>\$ 17,402,456</u> |

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

CITY OF IQALUIT
CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2021

| | 2021 <u>Budget</u> (Unaudited) | 2021 <u>Actual</u> | 2020 <u>Actual</u> |
|---|--------------------------------------|-----------------------|-----------------------|
| Excess Revenues | \$ 25,353,500 | \$ 16,373,446 | \$ 17,402,456 |
| Tangible capital assets purchased | (30,277,000) | (15,795,954) | (13,529,370) |
| Depreciation | <u>6,914,700</u> | <u>6,798,352</u> | <u>6,937,794</u> |
| | 1,991,200 | 7,375,844 | 10,810,880 |
| Change in prepaid expenses | - | (64,525) | 249,117 |
| Change in consumable inventories | <u>-</u> | <u>112,539</u> | <u>(348,893)</u> |
| Increase in Net Financial Assets | 1,991,200 | 7,423,858 | 10,711,104 |
| Net Financial Assets, opening | <u>22,070,426</u> | <u>22,070,426</u> | <u>11,359,322</u> |
| Net Financial Assets, closing | <u>\$ 24,061,626</u> | <u>\$ 29,494,284</u> | <u>\$ 22,070,426</u> |

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

CITY OF IQALUIT
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2021

| | <u>2021</u> | <u>2020</u> |
|--|----------------------|----------------------|
| Operating Activities | | |
| Excess revenues | \$ 16,373,446 | \$ 17,402,456 |
| Items not requiring cash: | | |
| Depreciation | <u>6,798,352</u> | <u>6,937,794</u> |
| | 23,171,798 | 24,340,250 |
| Cash provided by (used for) changes in non-cash working capital: | | |
| Taxes and grants in lieu receivable | (81,126) | (19,455) |
| Trade and other receivables | (2,829,681) | 7,844,672 |
| Land held for resale | 215,000 | - |
| Land leases receivable | (1,609,271) | 657,591 |
| Accounts payable and accrued liabilities | (811,657) | (2,645,681) |
| Deposits | (3,545) | (6,300) |
| Performance bond payable | - | 33,828 |
| Post-employment benefits payable | 175,442 | (126,371) |
| Closure/post-closure liabilities | 324,221 | 208,360 |
| Deferred revenue | 9,450,736 | 1,975,884 |
| Prepaid expenses | (64,525) | 249,117 |
| Consumable inventory | <u>112,539</u> | <u>(348,893)</u> |
| Cash from (used for) operations | <u>28,049,931</u> | <u>32,163,002</u> |
| Capital Activities | | |
| Tangible capital assets purchased | <u>(15,795,954)</u> | <u>(13,529,370)</u> |
| Cash from (used for) capital transactions | <u>(15,795,954)</u> | <u>(13,529,370)</u> |
| Financing Activities | | |
| Long term debt repaid | (2,280,572) | (2,352,558) |
| Obligations under capital lease repaid | <u>(103,218)</u> | <u>(99,161)</u> |
| Cash from (used for) financing activities | <u>(2,383,790)</u> | <u>(2,451,719)</u> |
| Increase in Cash | 9,870,187 | 16,181,913 |
| Cash and Cash Equivalents, opening | <u>62,172,887</u> | <u>45,990,974</u> |
| Cash and Cash Equivalents, closing | <u>\$ 72,043,074</u> | <u>\$ 62,172,887</u> |

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

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the City of Iqaluit (the "City"), are the representations of Administration and in Administration's opinion, have been properly prepared within reasonable limits of materiality within the framework of the significant accounting policies summarized below:

(a) Reporting Entity

These consolidated financial statements reflect the assets, liabilities, revenues and expenditures of the General Operating Fund, Water Sewer Fund, Sanitation Program Fund, Land Development Fund and Reserve Fund and include all the activities of all committees of Council. All inter-fund assets, liabilities, revenues, and expenditures are eliminated.

The City receives significant funding from the Government of Nunavut in the form of operating and capital contributions. Administration is of the opinion that discontinuance of funding would significantly disrupt operations.

(b) Basis of Accounting

The consolidated financial statements of the City are prepared in accordance with Public Sector Accounting Standards as recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada (CPA Canada).

(c) Use of Estimates

The preparation of the consolidated financial statements of the City requires Administration to make estimates and approximations based on information available as of the date of the consolidated financial statements. Significant estimates include assumptions used in estimating provisions for accrued liabilities, allowance for doubtful accounts, valuations of employee future benefits and closure and post-closure liabilities. Actual results could differ from those estimates and approximations.

(d) Fund Accounting

The City maintains the General Operating Fund, Water Sewer Fund, Sanitation Program Fund, Land Development Fund and Reserve Fund. Transfers between funds are recorded as adjustments to the appropriate fund balance.

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(e) Financial Instruments

The City initially measures its financial assets and financial liabilities at fair value adjusted by, in the case of a financial instrument that will not be measured subsequently at fair value, the amount of transaction costs directly attributable to the instrument. The City subsequently measures all its financial assets and financial liabilities at amortized cost.

Financial assets measured at amortized cost include cash and cash equivalents, accounts receivable and land leases receivable. Financial liabilities measured at amortized cost include accounts payable and accrued liabilities, long-term debt and obligations under capital lease.

It is management's opinion that the City is exposed to significant interest and credit risks arising from these financial instruments as described in Note 11.

(f) Budget

Budget figures are unaudited and were originally approved by Council on November 24, 2020 and reflect revisions made by Council during the year.

(g) Cash and Cash Equivalents

Cash and cash equivalents are comprised of bank account balances net of outstanding cheques and short term highly liquid investments that are readily convertible to cash. Short term investments are recorded at the lower of cost or market value.

(h) Inventory

Inventory for Consumption

Inventories other than for resale are recorded at the lower of cost, determined on a weighted average basis, and net replacement cost.

Inventory of Land Held for Resale

The cost of lots sold is recorded at estimated cost which is assumed to equal the selling price until all costs of development of an area are known. Therefore the inventory of land held for resale represents the residual amount of costs to date on the project.

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(i) Tangible Capital Assets

Tangible capital assets are recorded at cost. Depreciation is provided using methods and rates intended to depreciate the cost of assets over their estimated useful lives. Estimated useful life and depreciation methods are set forth below:

| <u>Category</u> | <u>Threshold (\$)</u> | <u>Estimated Useful Life</u> | <u>Depreciation Method</u> |
|--|---------------------------|--------------------------------------|--------------------------------|
| Buildings | 10,000 | 40 years | Straight-line |
| Cemetery development | All | Indefinite | NA |
| Computer equipment - hardware | 5,000 | 3 years | Straight-line |
| Computer software | 5,000 | 3 years | Straight-line |
| Feasibility studies | 5,000 | 1 year | Straight-line |
| Furniture and fixtures | 5,000 | 5 years | Straight-line |
| Granular source | All | Indefinite | NA |
| Infrastructure - water and sewer | 10,000 | 30 years | Straight-line |
| Infrastructure - sewage treatment | 10,000 | 30 years | Straight-line |
| Infrastructure - waste | 10,000 | 30 years | Straight-line |
| Land | All | Indefinite | NA |
| Assets under construction | All | NA | NA |
| Machinery and equipment - office | 10,000 | 5 years | Straight-line |
| Machinery and equipment - heavy equipment | 10,000 | 18 years | Straight-line |
| Playgrounds - recreation | 10,000 | 18 years | Straight-line |
| Roads | All | 30 years | Straight-line |
| Vehicles | All | 7 years | Straight-line |

(j) Contributed Tangible Capital Assets

Tangible capital assets acquired as contributions are recorded at their fair value on the date received. Equivalent amounts are recorded as other capital contributions on the consolidated statement of operations.

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(k) Interest Capitalization

Interest expenses incurred relating to the tangible capital assets under construction are capitalized until the point that the construction is complete and the tangible capital asset is ready for use.

(l) Deferred Revenue

Certain amounts are received pursuant to legislation, regulation or agreement and may only be used in the conduct of certain programs or in the completion of specific work. In addition, certain user charges and fees are collected for which the related services have yet to be performed. These amounts are recorded as deferred revenue and are recognized as revenue in the year during which the related expenses are incurred provided eligibility criteria and stipulates have been met.

(m) Leases

Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to ownership of property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expenditures as incurred.

(n) Post Employment Benefits

Under the terms and conditions of employment, City employees may earn benefits for retirement, vested sick leave, severance and removal costs upon termination of employment. The estimated liability for these benefits is recorded as the benefits are earned by the employees. Severance liabilities are also recorded when employees are identified for lay-off.

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(o) Tax Revenue

Property taxes are a function of assessed values and mill rates. The assessed values are determined through application of Territorial legislation and the mill rates are set by Council. The revenue is recognized in the period the taxes are levied.

(p) Government Transfers

Government transfers are recognized in the consolidated financial statements as revenues when:

- 1) a transfer without eligibility criteria or stipulations is authorized.
- 2) a transfer with eligibility criteria but without stipulations is authorized and all eligibility criteria have been met.
- 3) a transfer with or without eligibility criteria but with stipulations is authorized and all eligibility criteria have been met, except when and to the extent that the transfer gives rise to an obligation that meets the definition of a liability.

(q) Land Lease Revenue

Land lease revenue is recognized based on the date of the lease.

(r) Fees and User Charges

Fees and user charges relate to water, sewer and solid waste; fees for use of various programming and facilities and fees imposed based on specific activities. Revenue is recognized when the activity is performed or when the services are rendered.

(s) Expenses

Expenses are reported on the accrual basis of accounting, which recognizes expenses as they are incurred and measurable, as a result of receipt of goods or services.

Expenses which are wholly attributable to a particular fund are charged directly to the appropriate fund. Where expenses are not wholly attributable to a specific fund these expenses are allocated amongst the applicable funds based on administration's estimates of the time, effort and resources required to support these activities.

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(t) Reserves

Reserves are established at the discretion of Council to set aside funds for future expenditures. Transfers to and/or from reserves are reflected as an adjustment to the respective fund and not as revenues or expenditures in the consolidated statement of operations.

The reserves as established by Council and their purposes are as follows:

General Operating Fund

- General reserve was established to accumulate funds for general operations or budget shortfalls.
- Building reserve was established to accumulate funds for purchasing or constructing new buildings.
- Road reserve was established to accumulate funds for future road paving, maintenance or development.
- Minor equipment reserve was established to accumulate funds for replacement of minor equipment.
- Vehicle reserve was established to accumulate funds for purchasing new vehicles.
- Heavy equipment reserve was established to accumulate funds for purchasing or repair of heavy equipment.
- R.E.A.C.H. reserve was established to accumulate sponsorship and donated funds for future R.E.A.C.H. program expenditures.
- Quarry development reserve was established to accumulate funds for future quarry development.

Water Sewer Fund

- General reserve was established to accumulate funds for water sewer operations or budget shortfalls.

Sanitation Program Fund

- Equipment reserve was established to accumulate funds for purchasing or repair of equipment.

Land Development Fund

- General reserve was established to accumulate funds for land operations or budget shortfalls.
- Land improvements reserve was established to accumulate funds for land improvements or development.

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

2. CASH AND CASH EQUIVALENTS

General Operating Fund maintains the cash and cash equivalents for other funds not fully funded on their own. The actual cash and cash equivalents position is as follows:

| | <u>2021</u> | <u>2020</u> |
|-----------------------------|----------------------|----------------------|
| General operating fund | \$ 32,067,748 | \$ 37,739,569 |
| Aquatic centre funds | 5,928,904 | 5,289,746 |
| Capital projects funds | 6,062,873 | 5,373,828 |
| Land development funds | 5,046,074 | 5,212,699 |
| Internally restricted funds | 1,580,810 | 1,572,351 |
| Reserve funds | <u>21,356,665</u> | <u>6,984,694</u> |
| | <u>\$ 72,043,074</u> | <u>\$ 62,172,887</u> |

Cash and cash equivalents consist of operating and savings accounts with the Royal Bank of Canada. Cash invested in savings accounts earns interest at variable rates.

Included in the land development fund cash and cash equivalents is \$588,348 (2020 - \$588,348) of performance bonds held in trust.

Included in the capital projects fund is \$3,349,767 (2020 - \$1,742,158) relating to Gas Tax Funding and \$8,311,025 (2020 - \$4,289,349) related to Minor Capital Block Funding. The interest earned on these funds is added to the funding for the capital projects for which the funds were originally received. The use of this cash and cash equivalent is restricted to approved projects under various capital project agreements.

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

3. ACCOUNTS RECEIVABLE

Taxes and grants in lieu

| | <u>2021</u> | <u>2020</u> |
|-----------------------------------|---------------------|---------------------|
| Total municipal taxes receivable | \$ 5,439,720 | \$ 5,033,171 |
| Allowance for doubtful collection | <u>(3,363,520)</u> | <u>(2,829,987)</u> |
| | 2,076,200 | 2,203,184 |
| Grants in lieu receivable | <u>1,370,383</u> | <u>1,162,273</u> |
| | <u>\$ 3,446,583</u> | <u>\$ 3,365,457</u> |

Trade and other

| | <u>2021</u> | <u>2020</u> |
|---------------------------------|----------------------|---------------------|
| Water and sewer service | \$ 3,972,665 | \$ 4,451,975 |
| General accounts receivable | 7,627,584 | 4,616,337 |
| GST refundable | 442,564 | 359,455 |
| Contracts | 990,843 | 466,703 |
| Lower base accounts receivable | 32,802 | 45,460 |
| Allowance for doubtful accounts | <u>(2,614,093)</u> | <u>(2,317,245)</u> |
| | <u>\$ 10,452,365</u> | <u>\$ 7,622,685</u> |

Included in General accounts receivable is amounts due from funders related to capital projects.

4. LAND HELD FOR RESALE

Land held for resale represents the following balances.

| | <u>2021</u> | | <u>2020</u> | |
|-----------------------|--|-----------------|--|-------------------|
| | <u>Number of</u> <u>Lots for</u> <u>Resale</u> | <u>Value</u> | <u>Number of</u> <u>Lots for</u> <u>Resale</u> | <u>Value</u> |
| Lake subdivision | 1 | \$ 4,314 | 1 | \$ 4,314 |
| Joamie court | 3 | - | 3 | - |
| Plateau subdivision 1 | 1 | - | 1 | - |
| Other | <u>7</u> | <u>-</u> | <u>8</u> | <u>215,000</u> |
| | <u>12</u> | <u>\$ 4,314</u> | <u>13</u> | <u>\$ 219,314</u> |

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

5. LAND LEASES RECEIVABLE

| | <u>2021</u> | <u>2020</u> |
|-------------------------------------|---------------------|---------------------|
| Land leases receivable | \$ 4,071,606 | \$ 2,320,112 |
| Land leases receivable - in arrears | <u>1,315,013</u> | <u>1,460,496</u> |
| | 5,386,619 | 3,780,608 |
| Allowance for doubtful collection | <u>(400,591)</u> | <u>(403,850)</u> |
| | <u>\$ 4,986,028</u> | <u>\$ 3,376,758</u> |

Land leases receivable bear various interest rates from 10% to 12%, are due in various periods from 1 years to 25 years and are secured by a leasehold interest in land.

6. DEFERRED REVENUE

| | <u>2021</u> | <u>2020</u> |
|---------------------------------------|----------------------|---------------------|
| Gas tax program | \$ 3,349,767 | \$ 1,742,158 |
| GN other | 988,865 | 139,589 |
| GN capital contribution | 8,311,025 | 4,289,349 |
| Government of Canada | 5,308,940 | 2,179,177 |
| Other | 182,136 | 287,669 |
| Federation of Canadian Municipalities | 500,000 | 500,000 |
| Community funding | <u>2,479</u> | <u>54,534</u> |
| | <u>\$ 18,643,212</u> | <u>\$ 9,192,476</u> |

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

7. LONG TERM DEBT

| | <u>2021</u> | <u>2020</u> |
|--|-------------|-------------|
| Royal Bank of Canada, secured by a general debenture related to the Plateau subdivision phase 2, repayable in blended monthly installments of \$38,090 with interest at 2.70%, maturing September 2021. | \$ - | \$ 306,098 |
| VersaBank, secured by a general debenture on capital projects, repayable in blended monthly installments of \$7,942 with interest at 5.70%, maturing October 2025. | 327,472 | 401,801 |
| VersaBank, secured by a general debenture related to the lower base capital project, repayable in blended monthly installments of \$4,728 with interest at 5.72%, maturing September 2025. | 190,424 | 234,879 |
| Royal Bank of Canada, secured by a general debenture related to the Plateau subdivision phase 3, repayable in blended monthly installments of \$38,550 with variable interest at Royal Bank of Canada prime less 0.5% maturing October 2022. | 1,843,585 | 2,262,237 |
| Royal Bank of Canada, secured by a general debenture related to the Plateau subdivision phase 4, repayable in blended monthly installments of \$23,838 with interest at 2.76%, maturing October 2022. | 1,539,590 | 1,779,311 |
| Federation of Canadian Municipalities debenture, unsecured, repayable in blended semi-annual installments of \$105,075 with interest at 4.25%, maturing August 2035. | 2,200,127 | 2,313,271 |
| Federation of Canadian Municipalities debenture, unsecured, repayable in blended semi-annual installments of \$70,060 with interest at 4.25%, maturing July 2035. | 1,466,965 | 1,542,377 |
| Federation of Canadian Municipalities debenture, unsecured, repayable in blended semi-annual installments of \$115,863 with interest at 4.25%, maturing August 2035. | 2,426,013 | 2,550,774 |

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

7. LONG TERM DEBT (continued)

| | <u>2021</u> | <u>2020</u> |
|--|----------------------|----------------------|
| Royal Bank of Canada, secured by a general debenture related to the Aquatic Centre, repayable in monthly principal installments of \$65,000 plus interest and stamping fee at 2.77%, maturing December 2026. | <u>16,748,000</u> | <u>17,632,000</u> |
| | <u>\$ 26,742,176</u> | <u>\$ 29,022,748</u> |

Long term debt is estimated to be repayable as follows:

| | |
|---------------------|----------------------|
| 2022 | \$ 4,744,331 |
| 2023 | 1,407,543 |
| 2024 | 1,457,681 |
| 2025 | 1,561,730 |
| 2026 | 13,256,216 |
| 2027 and thereafter | <u>4,314,675</u> |
| | <u>\$ 26,742,176</u> |

8. OBLIGATIONS UNDER CAPITAL LEASE

| | <u>2021</u> | <u>2020</u> |
|--|-------------------|-------------------|
| Royal Bank of Canada, secured by CAT wheel loader and Freightliner dump truck, repayable in blended monthly installments of \$9,397 with interest at 4.02%, maturing September 2023. | <u>\$ 181,506</u> | <u>\$ 284,724</u> |

The future minimum lease payments under capital leases are as follows:

| | |
|---------------------------------|-------------------|
| 2022 | \$ 112,769 |
| 2023 | <u>75,179</u> |
| | 187,948 |
| Less: imputed interest | <u>(6,442)</u> |
| Obligations under capital lease | <u>\$ 181,506</u> |

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

9. EXPENDITURES BY OBJECT

The following is a summary of the expenditures reported on the Consolidated Statement of Operations by the object of expenditures:

| | <u>2021</u> | <u>2020</u> |
|---------------------------------------|----------------------|----------------------|
| Salaries and benefits | \$ 18,506,096 | \$ 16,857,986 |
| Legal fees | 189,046 | 309,976 |
| Professional fees | 201,543 | 137,411 |
| Contracted services | 6,182,722 | 5,617,541 |
| Rental | 790,781 | 224,439 |
| Telecommunications | 335,457 | 238,519 |
| Materials and supplies | 1,567,004 | 1,241,985 |
| Advertising | 19,296 | 26,656 |
| Service charges | 142,740 | 129,536 |
| Interest on long term debt | 874,933 | 931,642 |
| Bad debts | 827,123 | 1,221,693 |
| Professional development and training | 82,552 | 64,054 |
| Electricity | 2,330,186 | 2,089,808 |
| Heating fuel | 1,479,946 | 1,396,009 |
| Repairs and maintenance | 801,097 | 484,939 |
| Vehicle fuel | 404,897 | 373,558 |
| Vehicle repairs and maintenance | 379,926 | 448,182 |
| Travel and accommodation | 9,163 | 26,646 |
| Promotion | 17,686 | 8,206 |
| Sponsorships, memberships and fees | 66,065 | 51,496 |
| Insurance | 364,466 | 353,497 |
| Recruitment | 92,406 | 67,306 |
| Other expenditures | <u>354,297</u> | <u>199,233</u> |
| | 36,019,428 | 32,500,318 |
| Cost of lot sales | 215,000 | 38,903 |
| Decommissioning of West 40 Landfill | 671,028 | 1,027,253 |
| Emergency water response | 1,951,038 | - |
| Environmental expenses | 324,221 | 208,360 |
| Depreciation | <u>6,798,353</u> | <u>6,937,794</u> |
| | <u>\$ 45,979,068</u> | <u>\$ 40,712,628</u> |

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

10. OTHER INFORMATION

Change in Allowance for Doubtful Accounts Receivable and Related Bad Debts Expense (Recovery)

The following amounts owed to the City have been considered doubtful of collection during the year and have been recorded as a bad debts expense (recovery) in their respective funds:

| | <u>2021</u> | <u>2020</u> |
|-------------------------------|-------------------|---------------------|
| Municipal taxes receivable | \$ 533,533 | \$ 713,683 |
| General accounts receivable | 208,849 | 447,990 |
| Municipal services receivable | 88,000 | 99,000 |
| Land leases receivable | <u>(3,259)</u> | <u>(38,980)</u> |
| | <u>\$ 827,123</u> | <u>\$ 1,221,693</u> |

11. FINANCIAL ASSETS AND LIABILITIES

The significant financial risks to which the City is exposed are credit risk and interest rate risk.

a) Credit risk

Credit risk is the risk that one party to the financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The City is exposed to credit risk in the event of non-performance by counterparties in connection with its accounts receivable. The City does not obtain collateral or other security to support general accounts receivable subject to credit risk. Municipal taxes and services receivable mitigate credit risk by ultimate collection upon sale of property.

b) Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The bank loans payable bear interest at varying rates. Changes in the bank's prime lending rate can cause fluctuations in interest payments and cash flows. The City has mitigated this risk by entering into loans at fixed interest rates.

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

12. CONTINGENT LIABILITIES

Environmental

The City of Iqaluit has identified various environmentally hazardous sites within the municipal boundaries of the City. Environmental problems include contaminated soil and groundwater and a sewage treatment facility in need of upgrades. Responsible government authorities have been notified of these environmental risks for remedial action. As the outcome of these environmental hazards is not presently determinable, no provision for a loss has been accrued in these consolidated financial statements.

Statement of Claim

The City was served with a fire-related statement of claim filed against several defendants, seeking damages for general negligence, punitive damages and aggravated damages. The total amount being sought is \$14,500,000, the likelihood of the outcome is unknown. The amount of any contingent loss has not been recorded in these financial statements. The amount of an expense, if any, will be recorded in the period known.

The City was served with a statement claiming negligence and property damage relating to a sewer backup. The total amount being sought is \$200,000, plus litigation costs and interest. The likelihood of the outcome is unknown. The amount of any contingent loss has not been recorded in these financial statements. The amount of expense, if any, will be submitted to the City's insurance provider and will be recorded in the period known.

The City has received a statement claiming negligence and property damage relating to the operation of a septic pump. The total amount being sought is \$65,000, plus litigation costs and interest. The likelihood of the outcome is unknown. The amount of any contingent loss has not been recorded in these financial statements. The amount of expense, if any, will be submitted to the City's insurance provider and will be recorded in the period known.

Quarry Site Restoration

Upon termination of the Quarry Administration Agreement between the City and the Government of Nunavut, the City is required to deliver up possession of the quarry site restored to the satisfaction of the Government of Nunavut. To date the City does not have complete information required to estimate restoration costs. As such these costs have not been recorded in these consolidated financial statements. The amount of an expense, if any, will be recorded in the period known.

Pay Equity and Grievances

There are a number of claims outstanding against the City for various grievance matters. The City is working with the Nunavut Employees Union in order to resolve the claims. However, the outcome of these claims is not currently known. As of December 31, 2021, no provision has been made in these financial statements. The amount of an expense, if any, will be recorded in the period known.

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

12. CONTINGENT LIABILITIES (continued)

Insurance

The City participates in the Nunavut Association of Municipalities Insurance Exchange. Under these programs the City is insured for property, automotive and liability. Under the terms of membership, the City could become liable for its proportionate share of any claim losses in excess of the funds available. Any liability incurred would be accounted for in the year the losses are determined.

Closure / Post-closure Costs - Solid Waste Landfill, Sewage Lagoon and Trail Deposit

Included in the City's operations are a solid waste landfill site, sewage lagoon and trail deposit. Closure / post-closure costs are recognized at their estimated present value when information is available to estimate the liability. The actual closure / post-closure costs may differ from these estimates. The amount of additional loss, if any, will be recorded in the period it becomes known.

| | Opening Balance | Change | Closing Balance |
|----------------------|---------------------|-------------------|---------------------|
| Solid waste landfill | \$ 3,614,298 | \$ 290,024 | \$ 3,904,322 |
| Sewage lagoon | 540,825 | 21,855 | 562,680 |
| Trail deposit | <u>615,322</u> | <u>12,342</u> | <u>627,664</u> |
| | <u>\$ 4,770,445</u> | <u>\$ 324,221</u> | <u>\$ 5,094,666</u> |

13. COMMITMENTS

Premises Rent

The City rents premises for space under lease agreements that expire between 2021 and 2031. Annual minimum lease payments under the terms of the leases are as follows:

| | |
|---------------------|---------------------|
| 2022 | \$ 552,880 |
| 2023 | 508,014 |
| 2024 | 412,688 |
| 2025 | 372,525 |
| 2026 | 372,526 |
| 2027 and thereafter | <u>1,490,103</u> |
| | <u>\$ 3,708,736</u> |

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

13. COMMITMENTS (continued)

Wastewater Treatment Plant

In addition to the commitment noted above, the City has also committed to completing the Wastewater Treatment Plan by March 31, 2023, at an estimated cost of \$26,500,000. A bilateral agreement was signed November 2016, for the Clean Water Wastewater project, with Federal funding of 75% of the total eligible expenditures, to a maximum of \$19,500,000. The City's capital plan has funds allocated for this project totaling \$7,000,000 representing the remaining 25% required contribution under the bilateral agreement. The overall plan to achieve effluent compliance at the wastewater treatment plant is a multi-phase process. At December 31, 2021, the City has met the project schedules and milestones as set out in the quarterly report to Department of Indian Affairs and Northern Development.

14. EMERGENCY WATER RESPONSE

On October 12, 2021, a boil water advisory was issued based on contamination detected in the City's drinking water supply, the advisory was in effect until December 10, 2021. Costs were incurred by the City for removal and remediation of the cause of the contamination at the water treatment plant, implementation of testing and monitoring requirements that were put in place, and for the sourcing of potable water for residents. Based on managements representations the costs below were incurred as a result of the advisory. Costs are expected to be incurred in 2022 as further work is required for remediation and testing.

| | |
|--|-----------------------|
| Funding received | |
| Qikiqtani Inuit Association | \$ 263,200 |
| Nunavut Tunngavik Incorporated | <u>38,000</u> |
| | <u>301,200</u> |
| Expenses | |
| Salaries and benefits | |
| General government | 51,400 |
| Emergency Services | 5,599 |
| Bylaw | 5,037 |
| Public works and transportation | 226,467 |
| Recreation and culture | 179,089 |
| Engineering | 29,162 |
| Economic development | <u>18,493</u> |
| | 515,247 |
| Contract costs | 884,526 |
| Materials and supplies | 494,848 |
| Rentals | <u>56,417</u> |
| | <u>1,951,038</u> |
| Excess expenses over funding received | (1,649,838) |
| Lost revenues based on water consumption | <u>1,933,683</u> |
| Total costs of Emergency Water Response | <u>\$ (3,583,521)</u> |

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

15. COMPARATIVE AMOUNTS

Certain 2020 financial statement amounts have been reclassified to conform to the financial statement presentation adopted in the current year.

CITY OF IQALUIT
CONSOLIDATED SCHEDULE OF CHANGES IN ACCUMULATED FUND BALANCES
FOR THE YEAR ENDED DECEMBER 31, 2021

| | General Operating Fund | Water Sewer Fund | Sanitation Program Fund | Land Development Fund | Reserve Fund | Equity in Tangible Capital Assets | 2021 Municipal Position Total | 2020 Municipal Position Total |
|-----------------------------------|---------------------------|---------------------|----------------------------|-----------------------------|---------------|---|-------------------------------------|-------------------------------------|
| EXCESS REVENUES | \$ 8,810,707 | \$ 2,992,441 | \$ 2,419,199 | \$ 2,151,099 | \$ - | \$ - | \$ 16,373,446 | \$ 17,402,456 |
| Net interfund transfers | | | | | | | | |
| Transfers to reserves | (10,089,624) | (4,100,000) | (500,000) | - | 14,689,624 | - | - | - |
| Transfers from reserves | 2,955,251 | 3,173,691 | 382,577 | - | (6,511,519) | - | - | - |
| Tangible capital assets purchased | (5,180,072) | (9,677,698) | (870,047) | (68,137) | - | 15,795,954 | - | - |
| Internal funding adjustment | (1,245,506) | 1,134,502 | 111,004 | - | - | - | - | - |
| Capital leases repaid | (103,218) | - | - | - | - | 103,218 | - | - |
| Long term debt repaid | (1,229,574) | (86,525) | - | - | - | 1,316,099 | - | - |
| Depreciation | 3,774,621 | 2,773,176 | 250,555 | - | - | (6,798,352) | - | - |
| | (11,118,122) | (6,782,854) | (625,911) | (68,137) | 8,178,105 | 10,416,919 | - | - |
| CHANGE IN FUND BALANCES | (2,307,415) | (3,790,413) | 1,793,288 | 2,082,962 | 8,178,105 | 10,416,919 | 16,373,446 | 17,402,456 |
| BALANCES, OPENING | 29,569,351 | 3,253,855 | 5,184,661 | 4,786,015 | 5,921,435 | 141,496,199 | 190,211,516 | 172,809,060 |
| BALANCES, CLOSING | \$ 27,261,936 | \$ (536,558) | \$ 6,977,949 | \$ 6,868,977 | \$ 14,099,540 | \$ 151,913,118 | \$ 206,584,962 | \$ 190,211,516 |

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

CITY OF IQALUIT
GENERAL OPERATING FUND
FOR THE YEAR ENDED DECEMBER 31, 2021

| | 2021 Budget (Unaudited) | 2021 Actual | 2020 Actual |
|---|-------------------------------|---------------------|---------------------|
| Revenues | | | |
| User charges | | | |
| Taxes | \$ 14,847,300 | \$ 15,331,232 | \$ 14,686,025 |
| Grants in lieu (Schedule 7) | <u>7,795,100</u> | <u>7,866,202</u> | <u>7,717,892</u> |
| | 22,642,400 | 23,197,434 | 22,403,917 |
| Other revenue from own sources (Schedule 7) | 1,131,900 | 1,944,755 | 1,553,548 |
| Emergency services (Schedule 9) | 3,357,300 | 3,358,520 | 2,551,500 |
| By-law enforcement (Schedule 10) | 107,300 | 135,333 | 106,745 |
| Recreational and cultural (Schedule 12) | <u>1,154,300</u> | <u>959,213</u> | <u>785,139</u> |
| | 28,393,200 | 29,595,255 | 27,400,849 |
| Government transfers | | | |
| Equalization contribution | 2,143,800 | 2,172,238 | 2,106,495 |
| Economic development (Schedule 14) | 190,000 | 142,854 | 156,913 |
| Recreational and cultural (Schedule 12) | 25,000 | 335,446 | 262,829 |
| Government operating transfers (Schedule 7) | 20,000 | 68,238 | 90,124 |
| Community funding (Schedule 15) | <u>2,560,800</u> | <u>3,860,383</u> | <u>2,574,259</u> |
| | <u>33,332,800</u> | <u>36,174,414</u> | <u>32,591,469</u> |
| Expenses | | | |
| General government (Schedule 8) | 6,856,900 | 5,376,513 | 4,858,125 |
| Emergency services (Schedule 9) | 3,939,600 | 4,454,388 | 3,853,140 |
| By-law enforcement (Schedule 10) | 1,263,800 | 856,798 | 608,165 |
| Public works and transportation (Schedule 11) | 4,732,200 | 3,610,945 | 3,796,644 |
| Recreational and cultural (Schedule 12) | 6,497,100 | 5,732,863 | 5,607,151 |
| Engineering services (Schedule 13) | 1,071,300 | 777,233 | 557,553 |
| Economic development (Schedule 14) | 170,000 | 142,854 | 156,913 |
| Community funding (Schedule 15) | <u>2,565,600</u> | <u>3,615,798</u> | <u>2,560,490</u> |
| | 27,096,500 | 24,567,392 | 21,998,181 |
| Depreciation | <u>3,521,700</u> | <u>3,774,621</u> | <u>3,535,552</u> |
| | <u>30,618,200</u> | <u>28,342,013</u> | <u>25,533,733</u> |
| Excess Revenues Before Other | 2,714,600 | 7,832,401 | 7,057,736 |
| Other | | | |
| Government transfers relating to capital | <u>1,965,000</u> | <u>978,306</u> | <u>616,745</u> |
| Excess Revenues | <u>\$ 4,679,600</u> | <u>\$ 8,810,707</u> | <u>\$ 7,674,481</u> |

CITY OF IQALUIT
WATER SEWER FUND
FOR THE YEAR ENDED DECEMBER 31, 2021

| | 2021 <u>Budget</u> (Unaudited) | 2021 <u>Actual</u> | 2020 <u>Actual</u> |
|---|--------------------------------------|-----------------------|-----------------------|
| Revenues | | | |
| User charges | | | |
| Residential | \$ 5,250,000 | \$ 4,567,488 | \$ 5,223,060 |
| Residential subsidy | <u>303,000</u> | <u>(332,380)</u> | <u>(1,338,087)</u> |
| | 5,553,000 | 4,235,108 | 3,884,973 |
| Commercial | 1,540,000 | 1,751,677 | 1,681,659 |
| Government and industrial | 3,300,000 | 3,389,232 | 3,901,916 |
| Development charges | - | 65,004 | - |
| Emergency water response funding (Note 14) | - | 301,200 | - |
| Other fees | <u>152,500</u> | <u>265,867</u> | <u>246,705</u> |
| | <u>10,545,500</u> | <u>10,008,088</u> | <u>9,715,253</u> |
| Government transfers | | | |
| Government of Nunavut - Projects | <u>-</u> | <u>75,000</u> | <u>504,066</u> |
| Government of Nunavut - Subsidies | <u>1,257,900</u> | <u>1,257,913</u> | <u>1,257,913</u> |
| | <u>11,803,400</u> | <u>11,341,001</u> | <u>11,477,232</u> |
| Expenses | | | |
| Salaries and wages | 3,805,700 | 3,567,862 | 3,322,734 |
| Transmission and distribution (utilidor) | 2,595,400 | 3,023,871 | 2,898,955 |
| Bad debts | - | 88,000 | 99,000 |
| Vehicle fuel | 155,000 | 149,827 | 143,838 |
| Vehicle operations and maintenance | 131,000 | 138,881 | 142,137 |
| Emergency water response (Note 14) | - | 1,435,791 | - |
| Provision for closure/post-closure sewage lagoon (Note 12) | <u>-</u> | <u>21,855</u> | <u>39,553</u> |
| | 6,687,100 | 8,426,087 | 6,646,217 |
| Net allocations from: (Note 14) | | | |
| General government | 769,200 | 992,917 | 732,126 |
| Emergency services | - | 5,599 | - |
| Bylaw | - | 5,037 | - |
| Public works and transportation | 363,000 | 418,939 | 319,026 |
| Recreation and culture | - | 179,089 | - |
| Engineering | - | 29,162 | - |
| Economic development | <u>-</u> | <u>18,493</u> | <u>-</u> |
| | 7,819,300 | 10,075,323 | 7,697,369 |
| Depreciation | <u>3,157,000</u> | <u>2,773,176</u> | <u>3,165,291</u> |
| | <u>10,976,300</u> | <u>12,848,499</u> | <u>10,862,660</u> |
| Excess Revenues (Expenses) Before Other | 827,100 | (1,507,498) | 614,572 |
| Other | | | |
| Government transfers relating to capital | <u>11,332,000</u> | <u>4,499,939</u> | <u>5,581,309</u> |
| Excess Revenues | <u>\$ 12,159,100</u> | <u>\$ 2,992,441</u> | <u>\$ 6,195,881</u> |

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

CITY OF IQALUIT
SANITATION PROGRAM FUND
FOR THE YEAR ENDED DECEMBER 31, 2021

| | 2021 <u>Budget</u> (Unaudited) | 2021 <u>Actual</u> | 2020 <u>Actual</u> |
|--|--------------------------------------|-----------------------|-----------------------|
| Revenues | | | |
| User charges | | | |
| Sanitation services | \$ 4,460,900 | \$ 4,468,219 | \$ 4,301,040 |
| Solid waste tipping fees | <u>800,000</u> | <u>1,059,493</u> | <u>925,674</u> |
| | <u>5,260,900</u> | <u>5,527,712</u> | <u>5,226,714</u> |
| Expenses | | | |
| Salaries and benefits | 1,681,300 | 1,269,338 | 1,171,224 |
| Vehicle fuel | 53,000 | 62,166 | 63,746 |
| Vehicle operations and maintenance | 62,000 | 65,796 | 51,066 |
| Materials and supplies | 140,800 | 131,834 | 15,781 |
| Contracted costs | 47,500 | 98,513 | 50,500 |
| Electricity | 24,000 | 26,284 | 28,133 |
| Heating fuel | 21,000 | 21,203 | 18,965 |
| Provision for closure/post-closure solid waste landfill (Note 12) | - | 290,024 | 106,347 |
| Decommissioning of West 40 Landfill | <u>-</u> | <u>671,028</u> | <u>1,027,253</u> |
| | 2,029,600 | 2,636,186 | 2,533,015 |
| Net allocations from: | | | |
| General government | 384,600 | 470,759 | 366,063 |
| Public works and transportation | <u>182,100</u> | <u>84,027</u> | <u>145,831</u> |
| | 2,596,300 | 3,190,972 | 3,044,909 |
| Depreciation | <u>236,000</u> | <u>250,555</u> | <u>236,951</u> |
| | <u>2,832,300</u> | <u>3,441,527</u> | <u>3,281,860</u> |
| Excess Revenues Before Other | 2,428,600 | 2,086,185 | 1,944,854 |
| Other | | | |
| Government transfers relating to capital | <u>7,050,000</u> | <u>333,014</u> | <u>1,122,578</u> |
| Excess Revenues | <u>\$ 9,478,600</u> | <u>\$ 2,419,199</u> | <u>\$ 3,067,432</u> |

CITY OF IQALUIT
LAND DEVELOPMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2021

| | 2021 <u>Budget</u> (Unaudited) | 2021 <u>Actual</u> | 2020 <u>Actual</u> |
|---|--------------------------------------|-----------------------|-----------------------|
| Revenues | | | |
| User charges | | | |
| Equity land lease revenue | \$ 750,000 | \$ 2,577,384 | \$ 283,010 |
| Surrender of land leases | - | (108,648) | - |
| Interest on land leases | 290,000 | 402,060 | 416,164 |
| Standard land lease revenue | - | 723 | 2,096 |
| Other | 800 | 900 | 300 |
| Fees | <u>263,400</u> | <u>534,741</u> | <u>707,942</u> |
| | 1,304,200 | 3,407,160 | 1,409,512 |
| Government transfers | | | |
| Government of Nunavut - Land administration | <u>-</u> | <u>90,968</u> | <u>89,525</u> |
| | <u>1,304,200</u> | <u>3,498,128</u> | <u>1,499,037</u> |
| Expenses | | | |
| Cost of land sold | - | 215,000 | - |
| Write-down of land inventory | - | - | 37,091 |
| Interest on debentures | 105,000 | 93,906 | 123,003 |
| Salaries and benefits | 663,300 | 337,439 | 428,532 |
| Office and miscellaneous | 23,000 | 19,041 | 13,151 |
| Planning, reviews and studies | 821,000 | 433,421 | 263,766 |
| Project costs | 435,000 | 29,607 | - |
| Professional fees | 19,000 | - | 830 |
| Rent | 38,000 | 40,995 | 67,917 |
| Survey, appraisal and title search fees | 17,900 | 1,379 | 2,413 |
| Training | 8,000 | 4,156 | 3,325 |
| Electricity | 4,900 | 10,260 | 4,047 |
| Heating fuel | 3,600 | 7,462 | 6,408 |
| Vehicle fuel | 700 | 702 | 461 |
| Vehicle operations, maintenance and rental | 400 | - | 390 |
| Bad debt recovery - land leases | <u>-</u> | <u>(3,259)</u> | <u>(38,980)</u> |
| | 2,139,800 | 1,190,109 | 912,354 |
| Net allocations from: | | | |
| General government | <u>128,200</u> | <u>156,920</u> | <u>122,021</u> |
| | <u>2,268,000</u> | <u>1,347,029</u> | <u>1,034,375</u> |
| Excess Revenues | <u>\$ (963,800)</u> | <u>\$ 2,151,099</u> | <u>\$ 464,662</u> |

CITY OF IQALUIT
RESERVE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2021

| | 2021 <u>Actual</u> | 2020 <u>Actual</u> |
|--|-----------------------|-----------------------|
| The reserve fund is allocated as follows: | | |
| General Operating Fund | | |
| General reserve | \$ 2,108,563 | \$ 1,395,756 |
| Building reserve | 6,817,967 | 509,450 |
| Roads reserve | 1,061,210 | 1,012,616 |
| Minor equipment reserve | 183,617 | 61,669 |
| Vehicle reserve | - | 193,800 |
| Heavy equipment reserve | 297,393 | 171,577 |
| R.E.A.C.H. reserve | 321,940 | 320,174 |
| Quarry development reserve | 596,949 | 596,969 |
| Water Sewer Fund | | |
| General reserve | 1,008,920 | 82,610 |
| Sanitation Fund | | |
| Equipment reserve | 630,175 | 503,968 |
| Land Development Fund | | |
| General reserve | 264,857 | 264,877 |
| Land improvements reserve | <u>807,949</u> | <u>807,969</u> |
| | <u>\$ 14,099,540</u> | <u>\$ 5,921,435</u> |

CITY OF IQALUIT
GENERAL OPERATING FUND - REVENUES
FOR THE YEAR ENDED DECEMBER 31, 2021

| | 2021 <u>Budget</u> (Unaudited) | 2021 <u>Actual</u> | 2020 <u>Actual</u> |
|---------------------------------------|--------------------------------------|-----------------------|-----------------------|
| Grants in Lieu | | | |
| Government of Canada | \$ 1,195,700 | \$ 1,072,085 | \$ 1,183,870 |
| Government of Nunavut | 6,391,300 | 6,586,008 | 6,327,995 |
| Nunavut Power Corporation | <u>208,100</u> | <u>208,109</u> | <u>206,027</u> |
| | <u>\$ 7,795,100</u> | <u>\$ 7,866,202</u> | <u>\$ 7,717,892</u> |
| Government Operating Transfers | | | |
| Government of Nunavut | <u>\$ 20,000</u> | <u>\$ 68,238</u> | <u>\$ 90,124</u> |
| Other Revenue from Own Sources | | | |
| Interest earned | \$ 300,000 | \$ 321,519 | \$ 322,484 |
| Penalties and interest | 600,000 | 823,661 | 786,305 |
| Tax certificates | 15,000 | 18,300 | 20,300 |
| Business licences | 60,000 | 70,963 | 66,713 |
| Rent recovery | 105,000 | 73,744 | 91,903 |
| Other licences and permits | 1,000 | 450 | 350 |
| Other income | <u>50,900</u> | <u>636,118</u> | <u>265,493</u> |
| | <u>\$ 1,131,900</u> | <u>\$ 1,944,755</u> | <u>\$ 1,553,548</u> |

CITY OF IQALUIT
GENERAL GOVERNMENT
FOR THE YEAR ENDED DECEMBER 31, 2021

| | 2021 <u>Budget</u> (Unaudited) | 2021 <u>Actual</u> | 2020 <u>Actual</u> |
|------------------------------------|--------------------------------------|-----------------------|-----------------------|
| Expenses | | | |
| Mayor's and councillors' salaries | \$ 369,600 | \$ 374,941 | \$ 385,130 |
| Salaries | 3,162,800 | 2,223,223 | 2,007,923 |
| Employee benefits | 682,800 | 630,455 | 299,456 |
| Staff housing costs | - | 741 | 1,608 |
| Staff training | 339,200 | 83,949 | 64,629 |
| Utilities | 65,500 | 92,691 | 72,901 |
| Telecommunications | 322,900 | 344,131 | 313,868 |
| Stationery, supplies and postage | 71,800 | 109,099 | 72,907 |
| Council initiated programs | 58,000 | 111,662 | 65,372 |
| Advertising and promotion | 46,000 | 18,248 | 27,288 |
| Business travel and education | 40,000 | 8,509 | 26,942 |
| Bad debts | 120,000 | 742,381 | 1,161,673 |
| Maintenance and repairs | 90,000 | 89,930 | 57,371 |
| Insurance | 500,000 | 359,824 | 352,982 |
| Membership and dues | 5,000 | 2,046 | 2,123 |
| Bank charges | 130,000 | 142,740 | 129,536 |
| Professional fees | 472,100 | 273,528 | 374,406 |
| Contracted services | 459,500 | 239,188 | 203,213 |
| Labour relations | 121,000 | 117,060 | 72,151 |
| Contracted translation | 204,500 | 262,573 | 203,991 |
| Rent | 622,900 | 590,338 | - |
| Vehicle fuel | 3,000 | 2,744 | 2,582 |
| Vehicle operations and maintenance | 3,700 | 1,701 | 2,824 |
| Interest on loan financing | 9,000 | 9,104 | 10,918 |
| Computers and software | <u>239,600</u> | <u>166,303</u> | <u>166,541</u> |
| | 8,138,900 | 6,997,109 | 6,078,335 |
| Net allocation (to) from: | | | |
| Water and sewer fund | (769,200) | (992,917) | (732,126) |
| Sanitation fund | (384,600) | (470,759) | (366,063) |
| Land development fund | <u>(128,200)</u> | <u>(156,920)</u> | <u>(122,021)</u> |
| | 6,856,900 | 5,376,513 | 4,858,125 |
| Depreciation | <u>153,000</u> | <u>379,782</u> | <u>186,249</u> |
| | <u>\$ 7,009,900</u> | <u>\$ 5,756,295</u> | <u>\$ 5,044,374</u> |

CITY OF IQALUIT
EMERGENCY SERVICES
FOR THE YEAR ENDED DECEMBER 31, 2021

| | 2021 <u>Budget</u> (Unaudited) | 2021 <u>Actual</u> | 2020 <u>Actual</u> |
|------------------------------------|--------------------------------------|-----------------------|-----------------------|
| Revenues | | | |
| User charges | | | |
| Ambulance services | \$ 2,369,000 | \$ 3,088,800 | \$ 2,286,000 |
| Alarm monitoring services | 220,000 | 269,658 | 268,625 |
| Other recoveries | <u>768,300</u> | <u>62</u> | <u>(3,125)</u> |
| | <u>3,357,300</u> | <u>3,358,520</u> | <u>2,551,500</u> |
| Expenses | | | |
| Salaries and benefits | 3,516,800 | 3,873,700 | 3,582,059 |
| Vehicle fuel | 30,500 | 18,983 | 19,936 |
| Vehicle operations and maintenance | 57,000 | 61,636 | 23,317 |
| Fire fighters' association | 25,000 | 21,657 | 458 |
| Office and miscellaneous | 104,800 | 257,929 | 69,481 |
| Supplies | 98,700 | 72,859 | 56,575 |
| Utilities | 84,300 | 128,006 | 72,740 |
| Minor capital | <u>22,500</u> | <u>25,217</u> | <u>28,574</u> |
| | 3,939,600 | 4,459,987 | 3,853,140 |
| Net allocation (to) from: | | | |
| Water and sewer fund | <u>-</u> | <u>(5,599)</u> | <u>-</u> |
| | 3,939,600 | 4,454,388 | 3,853,140 |
| Depreciation | <u>155,000</u> | <u>145,874</u> | <u>147,685</u> |
| | <u>4,094,600</u> | <u>4,600,262</u> | <u>4,000,825</u> |
| Excess Expenses | <u>\$ (737,300)</u> | <u>\$ (1,241,742)</u> | <u>\$ (1,449,325)</u> |

CITY OF IQALUIT
BY-LAW ENFORCEMENT
FOR THE YEAR ENDED DECEMBER 31, 2021

| | 2021 Budget (Unaudited) | 2021 Actual | 2020 Actual |
|---------------------------------|-------------------------------|---------------------|---------------------|
| Revenues | | | |
| User charges | | | |
| Fines | \$ 78,000 | \$ 104,578 | \$ 77,430 |
| Licences and permits | <u>29,300</u> | <u>30,755</u> | <u>29,315</u> |
| | <u>107,300</u> | <u>135,333</u> | <u>106,745</u> |
| Expenses | | | |
| Salaries and benefits | 1,100,600 | 701,654 | 416,787 |
| Vehicle fuel | 19,000 | 11,788 | 7,904 |
| Vehicle repairs and maintenance | 15,000 | 15,817 | 12,819 |
| Office and miscellaneous | 64,000 | 64,423 | 69,987 |
| Rent | 40,500 | 42,648 | 84,792 |
| Repairs and maintenance | 3,000 | 7,307 | 3,706 |
| Dog pound expenses | <u>21,700</u> | <u>18,198</u> | <u>12,170</u> |
| | 1,263,800 | 861,835 | 608,165 |
| Net allocation (to) from: | | | |
| Water and Sewer Fund | <u>-</u> | <u>(5,037)</u> | <u>-</u> |
| | 1,263,800 | 856,798 | 608,165 |
| Depreciation | <u>34,700</u> | <u>38,320</u> | <u>31,134</u> |
| | <u>1,298,500</u> | <u>895,118</u> | <u>639,299</u> |
| Excess Expenses | <u>\$ (1,191,200)</u> | <u>\$ (759,785)</u> | <u>\$ (532,554)</u> |

CITY OF IQALUIT
PUBLIC WORKS AND TRANSPORTATION
FOR THE YEAR ENDED DECEMBER 31, 2021

| | 2021 <u>Budget</u> (Unaudited) | 2021 <u>Actual</u> | 2020 <u>Actual</u> |
|---|--------------------------------------|-----------------------|-----------------------|
| Expenses | | | |
| Salaries and benefits | \$ 2,605,100 | \$ 2,059,528 | \$ 1,924,380 |
| Vehicle fuel | 120,000 | 117,214 | 106,427 |
| Vehicle operations and maintenance | 115,200 | 130,351 | 214,898 |
| Building maintenance | 661,400 | 681,529 | 564,260 |
| Materials and supplies | 122,300 | 142,411 | 104,842 |
| Street lighting | 200,000 | 197,309 | 193,514 |
| Traffic services | 35,000 | 15,729 | 17,646 |
| Rent | 24,000 | 26,655 | 52,995 |
| Contracted costs | 723,500 | 410,513 | 729,712 |
| Other expenses | 10,000 | 9,551 | 13,608 |
| Provision for closure/post-closure trail area | - | 12,342 | 62,460 |
| Cemetery operations and maintenance | 7,000 | 4,470 | 3,015 |
| Road repairs and maintenance | <u>653,800</u> | <u>306,309</u> | <u>273,744</u> |
| | 5,277,300 | 4,113,911 | 4,261,501 |
| Net allocation (to) from: | | | |
| Water and sewer fund | (363,000) | (418,939) | (319,026) |
| Sanitation fund | <u>(182,100)</u> | <u>(84,027)</u> | <u>(145,831)</u> |
| | 4,732,200 | 3,610,945 | 3,796,644 |
| Depreciation | <u>1,793,000</u> | <u>1,767,120</u> | <u>1,737,732</u> |
| | <u>\$ 6,525,200</u> | <u>\$ 5,378,065</u> | <u>\$ 5,534,376</u> |

CITY OF IQALUIT
RECREATIONAL AND CULTURAL
FOR THE YEAR ENDED DECEMBER 31, 2021

| | 2021 <u>Budget</u> (Unaudited) | 2021 <u>Actual</u> | 2020 <u>Actual</u> |
|------------------------------------|--------------------------------------|-----------------------|-----------------------|
| Revenues | | | |
| User charges | | | |
| Abe Okpik Community Centre | \$ 18,000 | \$ 35,259 | \$ 26,195 |
| Arctic Winter Games Complex | 106,500 | 173,610 | 126,650 |
| Arnaikok Arena | 55,300 | 70,032 | 37,846 |
| Curling rink | 19,000 | 18,813 | 19,656 |
| Recreation fundraising | 12,500 | 5,915 | 4,113 |
| Parks, playgrounds and ballfields | 5,000 | 7,038 | 8,466 |
| Programs and special events | 115,000 | 91,150 | 65,996 |
| Soccer | 29,000 | 20,146 | 14,915 |
| Aquatic centre | 666,000 | 537,250 | 467,074 |
| Youth centre | <u>128,000</u> | <u>-</u> | <u>14,228</u> |
| | <u>1,154,300</u> | <u>959,213</u> | <u>785,139</u> |
| Government transfers | | | |
| Government of Canada | - | 85,129 | 78,136 |
| Government of Nunavut | <u>25,000</u> | <u>250,317</u> | <u>184,693</u> |
| | <u>25,000</u> | <u>335,446</u> | <u>262,829</u> |
| | <u>1,179,300</u> | <u>1,294,659</u> | <u>1,047,968</u> |
| Expenses | | | |
| Administration | | | |
| Salaries and benefits | 392,800 | 355,114 | 369,720 |
| Other administration expenses | 28,800 | 24,556 | 25,104 |
| Vehicle fuel | 10,000 | 14,664 | 12,912 |
| Vehicle operations and maintenance | <u>6,500</u> | <u>519</u> | <u>4,028</u> |
| | 438,100 | 394,853 | 411,764 |
| Fundraising expenses | 1,500 | - | - |
| Facilities | | | |
| Abe Okpik Community Centre | 23,600 | 14,190 | 11,835 |
| Aquatic centre | 3,400,500 | 2,944,471 | 2,870,226 |
| Arctic Winter Games Complex | 1,034,100 | 978,073 | 780,157 |
| Arnaikok Arena | 495,300 | 494,174 | 504,158 |
| Curling rink | 115,500 | 119,792 | 85,758 |
| Elders' facility | 92,800 | 98,797 | 69,643 |
| Iqaluit skateboard park | - | - | 1,979 |
| Parks, playgrounds and ballfields | 23,500 | 47,382 | 33,489 |
| Programs and special events | 408,200 | 369,394 | 362,055 |
| Soccer program | 87,400 | 71,792 | 63,990 |
| Youth centre | <u>376,600</u> | <u>379,034</u> | <u>412,097</u> |
| | 6,497,100 | 5,911,952 | 5,607,151 |
| Net allocation (to) from: | | | |
| Water and sewer fund | <u>-</u> | <u>(179,089)</u> | <u>-</u> |
| | 6,497,100 | 5,732,863 | 5,607,151 |
| Depreciation | <u>1,386,000</u> | <u>1,443,525</u> | <u>1,432,752</u> |
| | <u>7,883,100</u> | <u>7,176,388</u> | <u>7,039,903</u> |
| Excess Expenses | <u>\$ (6,703,800)</u> | <u>\$ (5,881,729)</u> | <u>\$ (5,991,935)</u> |

CITY OF IQALUIT
ENGINEERING SERVICES
FOR THE YEAR ENDED DECEMBER 31, 2021

| | 2021 <u>Budget</u> (Unaudited) | 2021 <u>Actual</u> | 2020 <u>Actual</u> |
|---------------------------------|--------------------------------------|-----------------------|-----------------------|
| Expenses | | | |
| Salaries and benefits | \$ 526,600 | \$ 191,197 | \$ 70,604 |
| Vehicle fuel | 1,000 | 7,488 | (67) |
| Vehicle repairs and maintenance | 500 | - | 74 |
| Office and miscellaneous | 4,000 | 350 | 675 |
| Rent | 9,000 | 5,579 | 11,217 |
| Heating | 1,000 | 900 | 1,068 |
| Materials and supplies | 129,200 | 109,436 | 102,492 |
| Contracted services | <u>400,000</u> | <u>491,445</u> | <u>371,490</u> |
| | 1,071,300 | 806,395 | 557,553 |
| Net allocation (to) from: | | | |
| Water and sewer fund | <u>-</u> | <u>(29,162)</u> | <u>-</u> |
| | <u>\$ 1,071,300</u> | <u>\$ 777,233</u> | <u>\$ 557,553</u> |

CITY OF IQALUIT
ECONOMIC DEVELOPMENT
FOR THE YEAR ENDED DECEMBER 31, 2021

| | 2021 <u>Budget</u> (Unaudited) | 2021 <u>Actual</u> | 2020 <u>Actual</u> |
|---------------------------|--------------------------------------|-----------------------|-----------------------|
| Revenues | | | |
| Government transfers | | | |
| Government of Nunavut | \$ 190,000 | \$ 142,854 | \$ 156,913 |
| Expenses | | | |
| Salaries and benefits | 137,900 | 136,134 | 134,016 |
| Advertising and promotion | 6,000 | 5,638 | 7,753 |
| Staff training and travel | 10,300 | - | 4,106 |
| Materials and supplies | 3,100 | 5,958 | 8,431 |
| Contracted services | 12,700 | 6,262 | 2,607 |
| Rent | - | 7,355 | - |
| | <u>170,000</u> | <u>161,347</u> | <u>156,913</u> |
| Net allocation (to) from: | | | |
| Water and sewer fund | - | (18,493) | - |
| | <u>170,000</u> | <u>142,854</u> | <u>156,913</u> |
| Excess revenues | <u>\$ 20,000</u> | <u>\$ -</u> | <u>\$ -</u> |

CITY OF IQALUIT
COMMUNITY FUNDING
FOR THE YEAR ENDED DECEMBER 31, 2021

| | Community <u>Wellness</u> | Reaching <u>Home</u> | Covid-19 <u>Projects</u> | 2021 <u>Total</u> | 2020 <u>Total</u> |
|------------------------|------------------------------|-------------------------|-----------------------------|----------------------|----------------------|
| Revenues | | | | | |
| Government transfers | | | | | |
| Government of Canada | \$ - | \$ 1,480,987 | \$ 1,938,304 | \$ 3,419,291 | \$ 2,191,360 |
| Government of Nunavut | <u>441,092</u> | <u>-</u> | <u>-</u> | <u>441,092</u> | <u>382,899</u> |
| | <u>441,092</u> | <u>1,480,987</u> | <u>1,938,304</u> | <u>3,860,383</u> | <u>2,574,259</u> |
| Expenses | | | | | |
| Community funding | 402,606 | 1,151,176 | 1,441,482 | 2,995,264 | 2,279,139 |
| Materials and supplies | - | 7,756 | - | 7,756 | (4,402) |
| Administration | 38,486 | 270,342 | 252,237 | 561,065 | 253,284 |
| Salaries and benefits | <u>-</u> | <u>51,713</u> | <u>-</u> | <u>51,713</u> | <u>32,469</u> |
| | <u>441,092</u> | <u>1,480,987</u> | <u>1,693,719</u> | <u>3,615,798</u> | <u>2,560,490</u> |
| Excess Revenues | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 244,585</u> | <u>\$ 244,585</u> | <u>\$ 13,769</u> |

CITY OF IQALUIT
TANGIBLE CAPITAL ASSETS AND ACCUMULATED DEPRECIATION
FOR THE YEAR ENDED DECEMBER 31, 2021

| | Cost | | | Accumulated Depreciation | | | Net Book Value |
|---------------------------------------|-----------------|---------------|--------------|--------------------------|-----------------|--------------|----------------|
| | Balance Opening | Additions | Transfers | Disposals | Balance Closing | Disposals | |
| Buildings | \$ 59,427,160 | \$ 325,506 | \$ 1,703,142 | \$ - | \$ 61,455,808 | \$ 1,474,157 | \$ 42,942,062 |
| Cemetery development | 2,088,333 | 692,991 | 87,866 | - | 2,869,190 | - | 2,869,190 |
| Computer hardware | 1,109,464 | 91,889 | 137,046 | - | 1,338,399 | 222,983 | 908,694 |
| Computer software | 887,890 | - | - | - | 887,890 | 19,560 | 881,936 |
| Feasibility studies | 1,689,280 | - | - | - | 1,689,280 | - | 1,689,280 |
| Furniture and fixtures | 397,609 | 24,408 | 29,602 | - | 451,619 | 60,608 | 263,141 |
| Granular source | 821,641 | - | - | - | 821,641 | 27,388 | 503,423 |
| Infrastructure - water and sewer | 64,684,186 | 3,491,163 | 4,710,844 | - | 72,886,193 | 2,031,355 | 37,883,955 |
| Infrastructure - sewage treatment | 17,483,466 | - | - | - | 17,483,466 | 558,883 | 9,701,910 |
| Infrastructure - waste | 4,731,046 | - | - | - | 4,731,046 | 158,084 | 2,352,700 |
| Land | 10,037,522 | - | - | - | 10,037,522 | - | 10,037,522 |
| Machinery and equipment - office | 706,998 | - | - | - | 706,998 | 28,618 | 564,065 |
| Machinery and equipment - heavy | 15,428,015 | 2,397,926 | - | - | 17,825,941 | 775,025 | 9,909,535 |
| Machinery and equipment - residential | 26,692 | - | - | - | 26,692 | 1,120 | 23,427 |
| Playgrounds | 274,628 | - | - | - | 274,628 | 9,387 | 44,913 |
| Roads | 37,903,189 | 74,562 | 1,500 | - | 37,979,250 | 1,268,364 | 15,143,102 |
| Vehicles | 8,022,976 | 200,914 | - | - | 8,223,890 | 162,820 | 7,324,198 |
| Assets under construction | 225,720,095 | 7,299,359 | 6,670,000 | - | 239,689,453 | 6,798,352 | 103,899,698 |
| | 37,837,274 | 8,496,595 | (6,670,000) | - | 39,663,869 | - | 39,663,869 |
| Total | \$ 263,557,369 | \$ 15,795,954 | \$ - | \$ - | \$ 279,353,322 | \$ 6,798,352 | \$ 175,453,624 |

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

CITY OF IQALUIT
TANGIBLE CAPITAL ASSET ADDITIONS BY FUNDING SOURCE
FOR THE YEAR ENDED DECEMBER 31, 2021

| | <u>Gas Tax Contribution Agreement</u> | <u>Government of Nunavut - Other</u> | <u>Government of Canada</u> | <u>Transfers from Reserves</u> | <u>General Operating Fund</u> | <u>Land Fund</u> | <u>Water Sewer Fund</u> | <u>Sanitation Fund</u> | <u>Total</u> |
|--|---|--|---------------------------------|------------------------------------|-----------------------------------|------------------|-----------------------------|----------------------------|--------------|
| | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Hanson Drive Upgrades | - | - | - | 32,865 | - | - | - | - | 32,865 |
| Akilliq Drive Upgrades | - | - | - | 113,627 | - | - | - | - | 113,627 |
| Ikalututiak Drive Upgrades | - | - | - | - | - | 17,034 | - | - | 17,034 |
| Nunavut Drive Upgrades | - | - | - | - | - | 17,034 | - | - | 17,034 |
| Iglulik Drive Upgrades | - | - | - | - | - | 17,034 | - | - | 17,034 |
| Joamie Court Upgrades | - | - | - | - | - | 17,034 | - | - | 17,034 |
| Apex Road Improvements | - | - | - | 53,500 | - | - | - | - | 53,500 |
| Road Cut Paving | - | - | - | 13,183 | - | - | - | - | 13,183 |
| Guardrail Improvements | - | - | - | 2,588 | - | - | - | - | 2,588 |
| Bridge Infrastructure Upgrades | - | - | - | 123,840 | - | - | - | - | 123,840 |
| SCBA and Compressor | - | - | - | 78,052 | - | - | - | - | 78,052 |
| Water Treatment Plant Upgrades | - | - | - | 95,770 | - | - | - | - | 95,770 |
| Apex Bridge Repairs | - | - | - | 29,688 | - | - | - | - | 29,688 |
| Old City Hall Renovations | - | - | 813,744 | 369,923 | - | - | - | - | 1,183,667 |
| Waste Management Operations Business Planning | - | - | - | - | - | - | - | 43,451 | 43,451 |
| Permafrost Degradation on Buried Infrastructure | - | - | 257,250 | - | - | - | - | - | 257,250 |
| Data Management | - | - | - | - | 31,393 | - | - | - | 31,393 |
| Feasibility Study - Astro Hill | - | - | - | - | - | - | 23,834 | - | 23,834 |
| Rapid Housing Initiative Feasibility Study | - | - | 35,000 | - | - | - | - | - | 35,000 |
| Dispatch Systems Requirements Study | - | - | - | - | 69,350 | - | - | - | 69,350 |
| 2021 Ford F-250 | - | - | - | 62,482 | - | - | - | - | 62,482 |
| 2018 Ford F-150 | - | - | - | 72,583 | - | - | - | - | 72,583 |
| 2021 Ford F-150 | - | - | - | 65,849 | - | - | - | - | 65,849 |
| Compressor (AWG) | - | 15,000 | - | - | 7,085 | - | - | - | 22,085 |
| 2021 Hydraulic Excavator | - | - | - | 305,894 | - | - | - | - | 305,894 |
| 2021 Equipment Trailer | - | - | - | 68,290 | - | - | - | - | 68,290 |
| 2021 Wheel Loader | - | - | - | 382,577 | - | - | - | - | 382,577 |
| 2020 Fire Truck | - | - | - | 1,382,053 | - | - | - | - | 1,382,053 |
| C9 Outdoor Generator | - | - | - | - | 158,977 | - | - | - | 158,977 |
| City Housing Renovations | - | - | - | 84,855 | - | - | - | - | 84,855 |
| New City Hall Leasehold Improvements | - | - | - | 5,836 | 234,814 | - | - | - | 240,650 |

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

CITY OF IQALUIT
TANGIBLE CAPITAL ASSET ADDITIONS BY FUNDING SOURCE
FOR THE YEAR ENDED DECEMBER 31, 2021

[illegible]

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

CITY OF IQALUIT
TANGIBLE CAPITAL ASSET DISPOSALS
FOR THE YEAR ENDED DECEMBER 31, 2021

| <u>Description</u> | <u>Identification</u> | Proceeds of <u>Disposal</u> |
|------------------------------|-----------------------|--------------------------------|
| No disposals during the year | | |

