

# **RURAL MUNICIPALITY OF LEASK NO. 464**

**Auditor's Report**

**Financial Statements**

**December 31, 2021**

## MANAGEMENT'S RESPONSIBILITY

To the Ratepayers of  
**Rural Municipality of Leask No. 464 :**

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. The preparation of the statements necessarily includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgments and estimates by management is required.

In discharging its responsibilities for the integrity and fair presentation of the financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately recorded, that assets are properly accounted for and safeguarded, and that financial records are properly maintained to provide reliable information for the preparation of the financial statements.

The Council is composed of elected officials who are not employees of the Municipality. The Council is responsible for overseeing management in the performance of its financial reporting responsibilities. The Council fulfils these responsibilities by reviewing the financial information prepared by the administration and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the Municipality's external auditors.

Jensen Stromberg Chartered Professional Accountants, an independent firm of Chartered Professional Accountants, is appointed by the Council to audit the financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Council and administration to discuss their audit findings.



Reeve



Administrator

## INDEPENDENT AUDITOR'S REPORT

To the Reeve and Council of Rural Municipality of Leask No. 464

### *Report on the Financial Statements*

#### *Opinion*

We have audited the financial statements of Rural Municipality of Leask No. 464, which comprise the statement of financial position as at December 31, 2021 and the statements of financial activities, changes in net financial assets, and changes in financial position 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 Rural Municipality as at December 31, 2021 and its financial performance and 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 Rural Municipality 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 these financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

#### *Auditor's Responsibility for the Audit of the Financial Statements*

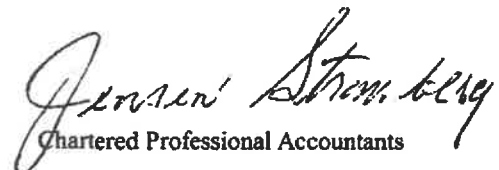
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee 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.

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 Rural Municipality'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 Rural Municipality'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 Rural Municipality 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  
March 31, 2022

  
Chartered Professional Accountants

**RURAL MUNICIPALITY OF LEASK NO. 464****Statement 1****STATEMENT OF FINANCIAL POSITION****December 31, 2021**  
with comparative figures for 2020

	<b><u>2021</u></b>	<b><u>2020</u></b>
<b><u>ASSETS</u></b>		
Financial assets:		
Cash and temporary investments (Note 2)	\$ 914,763	372,727
Taxes receivable - Municipal (Note 3)	189,988	213,256
Other accounts receivable (Note 4)	66,880	254,745
Land for re-sale (Note 5)	14,277	-
Long-term investments (Note 6)	105,894	98,433
Debt charges recoverable	-	-
Other	-	-
Total financial assets	<u>1,291,802</u>	<u>939,161</u>
<b><u>LIABILITIES</u></b>		
Bank indebtedness (Note 7)	-	-
Accounts payable	146,800	111,941
Accrued liabilities payable	-	-
Deposits	18,261	18,261
Deferred revenue	-	-
Accrued landfill costs (Note 8)	30,000	30,000
Liability for contaminated sites	-	-
Other liabilities	-	-
Long-term debt (Note 9)	-	28,573
Lease obligations (Note 10)	<u>5,827</u>	<u>-</u>
Total liabilities	<u>200,888</u>	<u>188,775</u>
<b>NET FINANCIAL ASSETS (DEBT)</b>	<b>1,090,914</b>	<b>750,386</b>
Non-financial assets:		
Tangible capital assets (Schedule 6, 7)	4,469,221	4,538,841
Prepaid and deferred charges	1,063	992
Stock and supplies	<u>93,148</u>	<u>57,714</u>
Total non-financial assets	<u>4,563,432</u>	<u>4,597,547</u>
Accumulated Surplus (Schedule 8)	<u>\$ 5,654,346</u>	<u>5,347,933</u>

Contingent Liabilities (Note 11)

**APPROVED ON BEHALF OF COUNCIL:**

\_\_\_\_\_ Reeve

\_\_\_\_\_ Councillor

See accompanying notes to the financial statements.

# RURAL MUNICIPALITY OF LEASK NO. 464

Statement 2

## STATEMENT OF FINANCIAL ACTIVITIES

Year ended December 31, 2021  
with comparative figures for 2020

		<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
<b>Revenues:</b>				
Taxes and other unconditional revenue	(Schedule 1)	\$ 2,247,970	2,236,829	2,089,492
Fees and charges	(Schedule 4, 5)	93,290	155,923	153,074
Conditional grants	(Schedule 4, 5)	5,520	7,608	8,293
Tangible capital asset sales - gain (loss)	(Schedule 4, 5)	-	-	123
Land sales - gain (loss)	(Schedule 4, 5)	-	-	-
Investment income and commissions	(Schedule 4, 5)	1,700	9,653	7,499
Restructurings	(Schedule 4, 5)	-	-	-
Other revenues	(Schedule 4, 5)	<u>4,440</u>	<u>4,438</u>	<u>4,432</u>
<b>Total Revenues</b>		<b>2,352,920</b>	<b>2,414,451</b>	<b>2,262,913</b>
<b>Expenditures:</b>				
General government services	(Schedule 3)	410,330	360,828	440,581
Protective services	(Schedule 3)	100,260	91,367	80,065
Transportation services	(Schedule 3)	1,582,740	1,710,065	1,941,656
Environmental and public health services	(Schedule 3)	43,630	39,727	31,028
Planning and development services	(Schedule 3)	14,500	7,666	12,270
Recreation and cultural services	(Schedule 3)	87,800	64,707	65,357
Utility services	(Schedule 3)	-	-	-
Restructurings	(Schedule 3)	-	-	-
<b>Total Expenditures</b>		<b><u>2,239,260</u></b>	<b><u>2,274,360</u></b>	<b><u>2,570,957</u></b>
Surplus (deficit) of revenues over expenditures before other capital contributions		<u>113,660</u>	<u>140,091</u>	<u>(308,044)</u>
Provincial/Federal capital grants and contributions	(Schedule 4, 5)	<u>81,680</u>	<u>166,322</u>	<u>198,856</u>
Surplus (deficit) of revenues over expenditures		195,340	306,413	(109,188)
Accumulated surplus (deficit), beginning of year		<u>5,347,933</u>	<u>5,347,933</u>	<u>5,457,121</u>
Accumulated surplus (deficit), end of year		<b>\$ <u>5,543,273</u></b>	<b><u>5,654,346</u></b>	<b><u>5,347,933</u></b>

See accompanying notes to the financial statements.

**RURAL MUNICIPALITY OF LEASK NO. 464****Statement 3****STATEMENT OF CHANGES IN NET FINANCIAL ASSETS****Year ended December 31, 2021  
with comparative figures for 2020**

	<b><u>2021</u> <u>Budget</u></b>	<b><u>2021</u> <u>Actual</u></b>	<b><u>2020</u> <u>Actual</u></b>
<b>Surplus (deficit)</b>	\$ <u>195,340</u>	<u>306,413</u>	<u>(109,188)</u>
(Acquisition) of tangible capital assets	-	(299,769)	(171,062)
Amortization of tangible capital assets	-	369,389	384,517
Proceeds on disposal of tangible capital assets	-	-	923
Loss (gain) on disposal of tangible capital assets	-	-	(123)
Transfer of assets/liabilities in restructuring transactions	-	-	-
<b>Surplus (deficit) of capital expenses over expenditures</b>	<u>-</u>	<u>69,620</u>	<u>214,255</u>
(Acquisition) of supplies inventories	-	(350,116)	(364,923)
(Acquisition) of prepaid expenses	-	(1,064)	(993)
Consumption of supplies inventories	-	314,682	437,571
Use of prepaid expenses	-	993	882
<b>Surplus (deficit) of expenses of other non-financial over expenditures</b>	<u>-</u>	<u>(35,505)</u>	<u>72,537</u>
<b>Increase (decrease) in Net Financial Assets</b>	<u>195,340</u>	<u>340,528</u>	<u>177,604</u>
<b>Net Financial Assets (Debt) - Beginning of the year</b>	<u>750,386</u>	<u>750,386</u>	<u>572,782</u>
<b>Net Financial Assets (Debt) - End of year</b>	\$ <u>945,726</u>	<u>1,090,914</u>	<u>750,386</u>

See accompanying notes to the financial statements.

**RURAL MUNICIPALITY OF LEASK NO. 464****Statement 4****STATEMENT OF CHANGES IN FINANCIAL POSITION****Year ended December 31, 2021****with comparative figures for 2020**

<b>Cash provided by (used in) the following activities:</b>	<b><u>2021</u></b>	<b><u>2020</u></b>
<b>Operating:</b>		
Surplus (deficit)	\$ 306,413	(109,188)
Amortization	369,389	384,517
Loss (gain) on disposal of tangible capital assets	-	(123)
	<u>675,802</u>	<u>275,206</u>
<b>Change in assets/liabilities</b>		
Taxes receivable - Municipal	23,268	(6,069)
Other accounts receivable	187,866	(216,811)
Land for re-sale	(14,276)	-
Other financial assets	-	-
Accounts and accrued liabilities payable	34,857	67,084
Deposits	-	(8,798)
Deferred revenue	-	-
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Stock and supplies	(35,434)	72,648
Prepayments and deferred charges	(71)	(110)
Other	-	-
<b>Net cash from operations</b>	<u>872,012</u>	<u>183,150</u>
<b>Capital:</b>		
Acquisition of capital assets	(299,769)	(171,062)
Proceeds from the disposal of capital assets	-	923
Other capital	-	-
<b>Net cash used for capital</b>	<u>(299,769)</u>	<u>(170,139)</u>
<b>Investing:</b>		
Long-term investments	(7,461)	(5,858)
Other investments	-	-
<b>Net cash used for investing</b>	<u>(7,461)</u>	<u>(5,858)</u>
<b>Financing activities:</b>		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	(28,573)	(150,100)
Other financing	5,827	-
<b>Net cash used for financing</b>	<u>(22,746)</u>	<u>(150,100)</u>
<b>Increase (decrease) in cash resources</b>	542,036	(142,947)
<b>Cash and temporary investments, beginning of year</b>	<u>372,727</u>	<u>515,674</u>
<b>Cash and temporary investments, end of year (Note 2)</b>	<u>\$ 914,763</u>	<u>372,727</u>

See accompanying notes to the financial statements.



# RURAL MUNICIPALITY OF LEASK NO. 464

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

### 1. SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the municipality are prepared by management in accordance with the local government accounting standards established by the Public Sector Accounting Board. Significant aspects of the accounting policies are as follows:

**(a) Basis of Accounting**

The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods and services and the creation of a legal obligation to pay.

**(b) Reporting Entity**

The financial statements consolidate the assets, liabilities and flow of resources of the Municipality. The entity is comprised of all organizations owned or controlled by the Municipality and are, therefore, accountable to the Council for the administration of their financial affairs and resources.

**(c) Collection of funds for other authorities**

Collection of funds by the municipality for the school board, municipal hail and conservation and development authorities are collected and remitted in accordance with the relevant legislation. The amounts collected are disclosed in Note 3.

**(d) Government Transfers**

Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return. Government transfers are recognized as either expenditures or revenues in the period that the events giving rise to the transfer occurred, as long as:

- a) the transfer is authorized;
- b) eligibility criteria have been met by the recipient; and
- c) a reasonable estimate of the amount can be made

Unearned government transfer amounts received but not earned will be recorded as deferred revenue. Earned government transfer amounts not received will be recorded as an amount receivable.

**(e) Deferred Revenue - Fees and Charges**

Certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred or services performed.

**(f) Local Improvement Charges**

Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed.

# RURAL MUNICIPALITY OF LEASK NO. 464

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

### 1. SIGNIFICANT ACCOUNTING POLICIES (continued)

**(g) Net-Financial Assets**

Net-financial assets at the end of an accounting period are the net amount of financial assets less liabilities outstanding. Financial assets represent items such as cash and those other assets on hand which could provide resources to discharge existing liabilities or finance future operations. These include realizable assets which are convertible to cash and not intended for consumption in the normal course of operations.

**(h) Non-Financial Assets**

Tangible capital and other non-financial assets are accounted for as assets by the government because they can be used to provide government services in future periods. These assets do not normally provide resources to discharge the liabilities of the government unless they are sold.

**(i) Appropriated Reserves**

Reserves are established at the discretion of Council to designate surplus for future operating and capital transactions. Amounts designated are described on Schedule 8.

**(j) Property Tax Revenue**

Property tax revenue is based on assessments determined in accordance with Saskatchewan Legislation and the formulas, principles, and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually by Council following the guidance of the Government of Saskatchewan. Tax revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred. Requisitions operate as a flow through and are excluded from municipal revenue.

**(k) Investments**

Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment.

Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment. The long-term investments in the Saskatchewan Association of Rural Municipalities - Self Insurance Fund are accounted for on the equity basis.

**(l) Inventories**

Inventories of materials and supplies expected to be used by the municipality are valued at the lower of cost or replacement cost. Inventories of land, materials and supplies held for resale are valued at the lower of cost or net realizable value. Cost is determined by the average cost method. Net realizable value is the estimated selling price of the inventory in the ordinary course of business.

# RURAL MUNICIPALITY OF LEASK NO. 464

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

### 1. SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (m) **Tangible Capital Assets**

All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Initial costs for tangible capital assets that were acquired and developed prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant inflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of the contribution. The tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The costs of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. The Municipality's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
<b>General Assets</b>	
Land	Indefinite
Land improvements	5 to 20 years
Buildings	10 to 50 years
Vehicles and equipment	
Vehicles	5 to 10 years
Machinery & Equipment	5 to 10 years
<b>Infrastructure Assets</b>	
Water and sewer	30 to 75 years
Road network assets	30 to 75 years

**Government contributions:** Government contributions for the acquisition of capital assets are reported as capital revenue and do not reduce the cost of the related asset.

**Works of art and other unrecognized assets:** Assets that have a historical or cultural significance, which include works of art, monuments and other cultural artifacts are not recognized as tangible capital assets because a reasonable estimate of future benefits associated with this property cannot be made.

**Capitalization of interest:** The Municipality does not capitalize interest incurred while a tangible capital asset is under construction.

**Leases:** All leases are recorded on the financial statements as either a capital or operating lease. Any lease that transfers the majority of benefits and risk associated with the leased asset is classified as a capital lease. At the inception of a capital lease, an asset and a payment obligation are recorded at an amount equal to the lesser of the present value of the minimum lease payments and the asset's fair market value. Assets under capital leases are amortized on a straight line basis, over their estimated useful lives (lease term). Any other lease not meeting the before-mentioned criteria is classified as an operating lease and rental payments are expensed as incurred.

#### (n) **Landfill liability**

The Rural Municipality of Leask No. 464 does not maintain an active waste disposal site. The previous waste disposal site is in the process of being decommissioned. Accrued decommissioning costs are disclosed in Note 8.

# RURAL MUNICIPALITY OF LEASK NO. 464

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

### 1. SIGNIFICANT ACCOUNTING POLICIES (continued)

**(o) Liability for contaminated sites**

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all the following criteria are met:

- a) an environmental standard exists;
- b) contamination exceeds the environmental standard;
- c) the municipality:
  - i. is directly responsible; or
  - ii. accepts responsibility;
- d) it is expected that future economic benefits will be given up; and
- e) a reasonable estimate of the amount can be made.

The Municipality does not have any contaminated sites.

**(p) Trust Funds**

Funds held in trust for others are neither included in the Municipality's assets or equity. They are disclosed in Note 14.

**(q) Employee benefit plans**

Contributions to the municipality's defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the municipality's obligations are limited to its contributions.

**(r) Measurement Uncertainty**

The preparation of the 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 revenue and expenditures during the period. Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

The measurement of materials and supplies are based on estimates of volume and quality.

The 'Opening asset costs' of tangible capital assets have been estimated where actual costs were not available. Amortization is based on the estimated useful lives of tangible capital assets.

These estimates and assumptions are reviewed periodically and as adjustments become necessary, they are reported in earnings in the period in which they become known.

**(s) Basis of Segmentation/Segment Report**

The Municipality follows the Public Sector Accounting Board's recommendations requiring financial information to be provided on a segmented basis. Municipal services have been segmented by grouping activities that have similar service objectives (by function). Revenues that are directly related to the costs of the function have been attributed to each segment. Interest is allocated to functions based on the purpose of specific borrowing.

These segments (functions) are as follows:

General Government: The general government segment provides for the administration of the Municipality.

Protective Services: Protective services is comprised of expenses for Police and Fire protection.

# RURAL MUNICIPALITY OF LEASK NO. 464

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

### 1. SIGNIFICANT ACCOUNTING POLICIES (continued)

Transportation Services: The transportation services segment is responsible for the delivery of public works services related to the development and maintenance of roadway systems and street lighting.

Environmental and Public Health: The environmental segment provides waste disposal and other environmental services. The public health segment provides for expenses related to public health services in the Municipality.

Planning and Development: The planning and development segment provides for neighbourhood development and sustainability.

Recreation and Culture: The recreation and culture segment provides for community services through the provision of recreation and leisure services.

Utility Services: The utility services segment provides for the delivery of water, collecting and treating of wastewater and providing collection and disposal of solid waste.

### 2. CASH AND TEMPORARY INVESTMENTS

	<u>2021</u>	<u>2020</u>
Cash	\$ 914,763	372,727
Temporary investments	-	-
	<u>\$ 914,763</u>	<u>372,727</u>

Cash and temporary investments include balances with banks, term deposits, marketable securities and short-term investments with maturities of three months or less.

### 3. TAXES AND GRANTS IN LIEU RECEIVABLE

	<u>2021</u>	<u>2020</u>
Municipal: - Current	\$ 120,836	144,980
- Arrears	<u>69,152</u>	<u>89,483</u>
	189,988	234,463
Less: allowance for uncollectibles	<u>-</u>	<u>(21,207)</u>
Total municipal taxes receivable	<u>189,988</u>	<u>213,256</u>
School: - Current	41,845	36,932
- Arrears	<u>16,525</u>	<u>34,140</u>
Total school taxes receivable	<u>58,370</u>	<u>71,072</u>
Other: - Current	6,239	3,953
- Arrears	<u>-</u>	<u>-</u>
Total other collections receivable	<u>6,239</u>	<u>3,953</u>
Total taxes and grants in lieu receivable	254,597	288,281
Deduct taxes receivable to be collected on behalf of other organizations	<u>(64,608)</u>	<u>(75,025)</u>
Total taxes receivable - Municipal	<u>\$ 189,988</u>	<u>213,256</u>

# RURAL MUNICIPALITY OF LEASK NO. 464

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

### 4. OTHER ACCOUNTS RECEIVABLE

	<u>2021</u>	<u>2020</u>
Federal government	\$ 10,279	52,022
Provincial government	25,280	86,917
Local government	-	-
Utility	-	-
Trade	31,321	115,806
Other	-	-
	<u>66,880</u>	<u>254,745</u>
Total other accounts receivable	66,880	254,745
Less: allowance for uncollectibles	-	-
Net other accounts receivable	<u>\$ 66,880</u>	<u>254,745</u>

### 5. LAND FOR RESALE

	<u>2021</u>	<u>2020</u>
Tax title property	\$ 43,365	-
Less: - allowance for market value adjustment	(17,913)	-
- due to other taxing authorities	<u>(11,175)</u>	<u>-</u>
Net tax title Property	<u>14,277</u>	<u>-</u>
Other land	-	-
Less: - allowance for market value adjustment	<u>-</u>	<u>-</u>
Net other land	<u>-</u>	<u>-</u>
Total land for resale	<u>\$ 14,277</u>	<u>-</u>

### 6. LONG-TERM INVESTMENTS

	<u>2021</u>	<u>2020</u>
Sask. Assoc. of Rural Municipalities - Self-insurance fund	<u>\$ 105,894</u>	<u>98,433</u>

### 7. BANK INDEBTEDNESS

#### Credit Arrangements

At December 31, 2021, the Municipality had a line of credit totaling \$450,000, none of which was drawn.

### 8. ACCRUED LANDFILL COSTS

	<u>2021</u>	<u>2020</u>
Accrued landfill costs	<u>\$ 30,000</u>	<u>30,000</u>

In 2021 the Municipality has accrued an overall liability for environmental matters which represents management's best estimate of this liability. By their nature, these estimates are subject to measurement uncertainty and the effect on the financial statements of changes in such estimates in future periods could be significant.



# RURAL MUNICIPALITY OF LEASK NO. 464

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

### 9. LONG-TERM DEBT

The authorized debt limit for the Municipality is \$1,565,279. The authorized debt limit for a Municipality is the total amount of the Municipality's own source revenues for the preceding year (the *Municipalities Act* section 161(1)). The incremental debt above the debt limit authorized in the *Municipalities Act* is approved by the Saskatchewan Municipal Board.

Bank loans:

	<u>2021</u>	<u>2020</u>
RBC loan payable in monthly instalments of \$2,016 plus interest at 3.37%, maturing June, 2021.	\$ -	8,420
RBC loan payable in monthly instalments of \$3,393 including interest at 3.37%, maturing June, 2021.	-	20,153
	<u>\$ -</u>	<u>28,573</u>

### 10. LEASE OBLIGATIONS

Future minimum lease payments under the capital leases together with the balance of the obligation due under capital leases are as follows:

2022	\$ 1,565
2023	1,565
2024	1,565
2025	<u>1,503</u>
Total future minimum lease payments	6,198
Amounts representing interest at a weighted average rate of 3%	<u>(371)</u>
Capital lease liability	<u>\$ 5,827</u>

### 11. CONTINGENT LIABILITIES

The Municipality is contingently liable under terms of the Saskatchewan Association of Rural Municipalities Self-Insurance Plan for its proportionate share of claims and future claims in excess of the Plan's reserve fund.

### 12. PENSION PLAN

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality pension expense in 2021 was \$46,988 (2020 - \$45,107). The benefits accrued to the municipality's employees from MEPP are calculated using the following: pensionable years of service, highest average salary, and the plan accrual rate.

Based on the latest information available (December 31, 2020 Audited Financial Statements) the Municipal Employees Pension Plan had a surplus in the net assets available for benefits of \$838,900,000. This is based on the most recent actuarial valuation, completed December 31, 2019. The Rural Municipality's portion of this is not readily determinable.

# RURAL MUNICIPALITY OF LEASK NO. 464

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

### 13. RECENT ACCOUNTING PRONOUNCEMENTS

A number of new and amended standards have been issued that may impact the Rural Municipality:

#### **Standards Effective On Or After April 1, 2022:**

**PS 1201 Financial Statement Presentation** replaces PS 1200 with revised general reporting principles and standards of presentation and disclosure in government financial statements. Requires a new statement of re-measurement gains and losses separate from the statement of operations arising from the re-measurement of financial instruments and items denominated in foreign currencies, as well as the government's proportionate share of other comprehensive income that arises when a government includes the results of government business enterprises and partnerships. Effective in the period PS 3450 and PS 2601 are adopted.

**PS 2601 Foreign Currency Translation** replaces PS 2600 with revised guidance on the recognition, presentation and disclosure of transactions that are denominated in a foreign currency. Requires that monetary assets and liabilities denominated in a foreign currency and non-monetary items included in the fair value category, denominated in a foreign currency, be adjusted to reflect the exchange rates in effect at the financial statement date. Unrealized gains and losses are to be presented in the statement of re-measurement gains and losses.

**PS 3041 Portfolio Investments** replaces PS 3040 with revised guidance on accounting for, and presentation and disclosure of portfolio investments. Removes the distinction between temporary and portfolio investments. Upon adoption of PS 3450 and PS 3041, PS 3030, Temporary Investments, will no longer apply. Effective in the period PS 3450, PS 2601 and PS 1201 are adopted.

**PS 3450 Financial Instruments** is a new standard establishing guidance on the recognition, measurement, presentation and disclosure of financial instruments, including derivatives. The standard requires fair value measurement of derivatives and equity instrument that are quoted in an active market; all other financial instruments can be measured at cost/amortized cost or fair value at the election of the government. Unrealized gains and losses are presented in a new statement of re-measurement gains and losses. There is the requirement to disclose the nature and extent of risks arising from financial instruments and clarification is given for the de-recognition of financial liabilities.

**PS 3280 Asset Retirement Obligations** is a new standard establishing guidance on the accounting and reporting of legal obligations associated with the retirement of tangible capital assets controlled by a government or government organization. A liability for a retirement obligation can apply to tangible capital assets either in productive use or no longer in productive use. As this standard includes solid waste landfill sites active and post-closing obligations, upon adoption of this new standard, existing Solid Waste Landfill Closure and Post-Closure Liability section PS 3270 will be withdrawn.

#### **Standards Effective On Or After April 1, 2023:**

**PS 3400 Revenue** is a new standard establishing guidance on how to account for and report on revenue. The standard provides a framework for recognizing, measuring and reporting revenues that arise from transactions that include performance obligations and transactions that do not have performance obligations. Performance obligations are enforceable promises to provide specific goods or services to a specific payer.

The Rural Municipality continues to assess the impacts of the above accounting standards. The extent of impact resulting from the adoption of these standards is not known at this time.



# RURAL MUNICIPALITY OF LEASK NO. 464

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

### 14. TRUSTS ADMINISTERED BY THE MUNICIPALITY

A summary of trust fund activity by the municipality during the year is as follows:

<b>Green Fund</b>	<b><u>2021</u></b>	<b><u>2020</u></b>
Balance, beginning of year	\$ 57,066	70,644
Interest	306	1,518
Expenditures	<u>(331)</u>	<u>(15,096)</u>
Balance, end of year	\$ <u>57,041</u>	<u>57,066</u>

### 15. BUDGET

The Financial Plan (Budget) adopted by Council on June 24, 2021, was not prepared on a basis consistent with that used to report actual results. The budget was prepared on a modified accrual basis while Public Sector Accounting Standards require a full accrual basis. The budgeted surplus does not include amounts budgeted for capital purchases, issuance or repayment of debt, or transfers to or from reserves. As a result, the budget figures presented in the statements of operations and change in net financial assets include the following adjustments:

	<b><u>2021</u></b>
Budget net surplus	\$ 1,940
Add: Investment in tangible capital assets	181,400
Debt repaid	<u>12,000</u>
Budget surplus per statement of operations	\$ <u>195,340</u>

## RURAL MUNICIPALITY OF LEASK NO. 464

## SCHEDULE OF TAXES AND OTHER UNCONDITIONAL REVENUES

Year ended December 31, 2021  
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
<b>TAXES</b>			
General municipal tax levy	\$ 1,714,340	1,708,138	1,502,023
Abatements and adjustments	(2,500)	(6,589)	(750)
Discount on current year taxes	<u>(65,640)</u>	<u>(74,139)</u>	<u>(64,547)</u>
Net municipal taxes	1,646,200	1,627,410	1,436,726
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	25,170	23,672	25,173
Special tax levy	-	-	-
Other	-	-	-
<b>Total Taxes</b>	<u>1,671,370</u>	<u>1,651,082</u>	<u>1,461,899</u>
<b>UNCONDITIONAL GRANTS</b>			
Revenue sharing	543,640	543,642	550,032
Organized Hamlet	6,870	6,869	6,920
Other (Safe Restart)	-	-	40,923
<b>Total Unconditional Grants</b>	<u>550,510</u>	<u>550,511</u>	<u>597,875</u>
<b>GRANTS IN LIEU OF TAXES</b>			
Federal	-	543	-
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	820	816	4,446
Provincial - Central Services	-	-	-
Sasktel	-	3,801	-
Other (TLE/Specific Claims)	25,270	30,076	25,272
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other	-	-	-
Other Government Transfers			
S.P.C. Surcharge	-	-	-
Sask Energy Surcharge	-	-	-
Other	-	-	-
<b>Total Grants in Lieu of Taxes</b>	<u>26,090</u>	<u>35,236</u>	<u>29,718</u>
<b>TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE</b>	<u>\$ 2,247,970</u>	<u>2,236,829</u>	<u>2,089,492</u>

See accompanying notes to the financial statements.

## RURAL MUNICIPALITY OF LEASK NO. 464

## SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2021  
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
<b>GENERAL GOVERNMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ 1,000	5,267	-
Sales of supplies	4,130	7,761	4,076
Other (Donations, trailer park licenses, misc.)	<u>3,880</u>	<u>13,383</u>	<u>14,054</u>
Total Fees and Charges	9,010	26,411	18,130
Tangible capital asset sales - gain (loss)	-	-	123
Land sales - gain (loss)	-	-	-
Investment income and commissions	1,700	9,653	7,499
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total other segmented revenue	<u>10,710</u>	<u>36,064</u>	<u>25,752</u>
Conditional Grants			
Student employment	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total Conditional Grants	-	-	-
<b>Total Operating</b>	<u>10,710</u>	<u>36,064</u>	<u>25,752</u>
<b>Capital</b>			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Provincial Disaster Assistance	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Capital</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Restructuring Revenue</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total General Government Services</b>	<u>10,710</u>	<u>36,064</u>	<u>25,752</u>
<b>PROTECTIVE SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Other (fire fees)	<u>35,250</u>	<u>88,125</u>	<u>71,426</u>
Total Fees and Charges	35,250	88,125	71,426
Tangible capital asset sales - gain (loss)	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total other segmented revenue	<u>35,250</u>	<u>88,125</u>	<u>71,426</u>
Conditional Grants			
Student employment	-	-	-
Local government	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total Conditional Grants	-	-	-
<b>Total Operating</b>	<u>35,250</u>	<u>88,125</u>	<u>71,426</u>
<b>Capital</b>			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Provincial Disaster Assistance	-	-	-
Local government	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Capital</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Restructuring Revenue</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Protective Services</b>	<u>35,250</u>	<u>88,125</u>	<u>71,426</u>

See accompanying notes to the financial statements.

## RURAL MUNICIPALITY OF LEASK NO. 464

## SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2021  
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
<b>TRANSPORTATION SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ 11,000	9,743	23,212
Sales of supplies	10,000	8,102	9,225
Road Maintenance and Restoration Agreements	10,000	8,656	13,240
Other (Gravel extraction fee)	<u>4,530</u>	<u>-</u>	<u>4,529</u>
Total Fees and Charges	<u>35,530</u>	<u>26,501</u>	<u>50,206</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total other segmented revenue	<u>35,530</u>	<u>26,501</u>	<u>50,206</u>
Conditional Grants			
Primary Weight Corridor	-	-	-
Student employment	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Operating</b>	<u>35,530</u>	<u>26,501</u>	<u>50,206</u>
<b>Capital</b>			
Conditional Grants			
Canada Community-Building Fund (CCBF)	42,400	83,589	60,711
MREP (Heavy Haul, CTP, Municipal Bridges)	25,280	82,733	25,280
Provincial Disaster Assistance	-	-	-
Other (MEEP)	<u>-</u>	<u>-</u>	<u>98,598</u>
<b>Total Capital</b>	<u>67,680</u>	<u>166,322</u>	<u>184,589</u>
<b>Restructuring Revenue</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Transportation Services</b>	<u>103,210</u>	<u>192,823</u>	<u>234,795</u>
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Waste and Disposal Fees	4,000	5,315	4,031
Other (Pound fees)	<u>-</u>	<u>280</u>	<u>-</u>
Total Fees and Charges	<u>4,000</u>	<u>5,595</u>	<u>4,031</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other (MMSW)	<u>4,440</u>	<u>4,438</u>	<u>4,432</u>
Total other segmented revenue	<u>8,440</u>	<u>10,033</u>	<u>8,463</u>
Conditional Grants			
Student employment	-	-	-
TAPD	-	-	-
Local government	-	-	-
Other (Weed & rat control, channel clearing)	<u>5,520</u>	<u>4,604</u>	<u>8,293</u>
Total Conditional Grants	<u>5,520</u>	<u>4,604</u>	<u>8,293</u>
<b>Total Operating</b>	<u>13,960</u>	<u>14,637</u>	<u>16,756</u>
<b>Capital</b>			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
TAPD	-	-	-
Provincial Disaster Assistance	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Capital</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Restructuring Revenue</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Environmental and Public Health Services Services</b>	<u>13,960</u>	<u>14,637</u>	<u>16,756</u>

See accompanying notes to the financial statements.

## RURAL MUNICIPALITY OF LEASK NO. 464

## SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2021  
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Maintenance and Development Charges	\$ -	-	-
Other (Building & development permits)	9,500	9,291	9,281
Total Fees and Charges	9,500	9,291	9,281
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	9,500	9,291	9,281
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	9,500	9,291	9,281
<b>Capital</b>			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
<b>Total Capital</b>	-	-	-
<b>Restructuring Revenue</b>	-	-	-
<b>Total Planning and Development Services</b>	9,500	9,291	9,281
<b>RECREATION AND CULTURAL SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Other	-	-	-
Total Fees and Charges	-	-	-
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	-	-	-
Conditional Grants			
Student Employment	-	-	-
Local government	-	-	-
Donations	-	-	-
Other (Sask Lotto)	-	3,004	-
Total Conditional Grants	-	3,004	-
<b>Total Operating</b>	-	3,004	-
<b>Capital</b>			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Local government	-	-	-
Provincial Disaster Assistance	-	-	-
Other (Green fund)	14,000	-	14,267
<b>Total Capital</b>	14,000	-	14,267
<b>Restructuring Revenue</b>	-	-	-
<b>Total Recreation and Cultural Services</b>	14,000	3,004	14,267

See accompanying notes to the financial statements.

## RURAL MUNICIPALITY OF LEASK NO. 464

## SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2021  
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
<b>UTILITY SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Water	\$ -	-	-
Sewer	-	-	-
Other	-	-	-
Total Fees and Charges	-	-	-
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	-	-	-
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	-	-	-
<b>Capital</b>			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
New Building Canada Fund (SCF, NRP)	-	-	-
Clean Water and Wastewater Fund	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
<b>Restructuring Revenue</b>	-	-	-
<b>Total Utility Services</b>	-	-	-
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>\$ 186,630</b>	<b>343,944</b>	<b>372,277</b>
 <b>SUMMARY</b>			
Total Other Segmented Revenue	\$ 99,430	170,014	165,128
Total Conditional Grants	5,520	7,608	8,293
Total Capital Grants and Contributions	81,680	166,322	198,856
Restructuring Revenue	-	-	-
<b>TOTAL REVENUE BY FUNCTION</b>	<b>\$ 186,630</b>	<b>343,944</b>	<b>372,277</b>

See accompanying notes to the financial statements.

## RURAL MUNICIPALITY OF LEASK NO. 464

## TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2021  
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
<b>GENERAL GOVERNMENT SERVICES</b>			
Council remuneration and travel	\$ 55,000	42,905	49,503
Wages and benefits	199,200	188,340	221,055
Professional/Contractual services	142,830	116,456	134,519
Utilities	10,400	10,116	10,478
Maintenance, materials, and supplies	-	-	-
Grants and contributions	-	-	-
-operating	1,000	3,795	302
-capital	-	-	-
Amortization	-	-	-
Interest	1,900	2,510	3,517
Allowance for uncollectibles	-	(3,294)	21,207
<b>General Government Services</b>	<u>410,330</u>	<u>360,828</u>	<u>440,581</u>
<b>Restructuring</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total General Government Services</b>	<u>410,330</u>	<u>360,828</u>	<u>440,581</u>
<b>PROTECTIVE SERVICES</b>			
<b>Police protection</b>			
Wages and benefits	-	-	-
Professional/Contractual services	37,300	32,000	32,806
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
<b>Fire protection</b>			
Wages and benefits	15,570	21,091	13,237
Professional/Contractual services	5,240	6,749	4,379
Utilities	11,000	9,319	10,202
Maintenance, materials, and supplies	31,100	13,386	11,706
Grants and contributions	-	-	-
-operating	50	45	45
-capital	-	-	-
Amortization	-	8,777	7,690
Interest	-	-	-
Other	-	-	-
<b>Protective Services</b>	<u>100,260</u>	<u>91,367</u>	<u>80,065</u>
<b>Restructuring</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Protective Services</b>	<u>100,260</u>	<u>91,367</u>	<u>80,065</u>
<b>TRANSPORTATION SERVICES</b>			
Wages and benefits	466,700	480,739	451,671
Professional/Contractual services	175,600	139,963	151,277
Utilities	8,400	5,949	7,718
Maintenance, materials, and supplies	371,810	331,783	349,496
Gravel	502,230	393,814	604,926
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	55,000	357,560	373,775
Interest	3,000	257	2,793
Other	-	-	-
<b>Transportation Services</b>	<u>1,582,740</u>	<u>1,710,065</u>	<u>1,941,656</u>
<b>Restructuring</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Transportation Services</b>	<u>1,582,740</u>	<u>1,710,065</u>	<u>1,941,656</u>

See accompanying notes to the financial statements.

## RURAL MUNICIPALITY OF LEASK NO. 464

## TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2021  
with comparative figures for 2020

	<u>2021 Budget</u>	<u>2021 Actual</u>	<u>2020 Actual</u>
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
Wages and benefits	6,200	5,622	5,285
Professional Contractual services	32,500	30,675	20,813
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions			
-operating			
Waste disposal	1,500	-	1,500
Public health	3,430	3,430	3,430
-capital			
Waste disposal	-	-	-
Public health	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
<b>Environmental and Public Health Services</b>	<u>43,630</u>	<u>39,727</u>	<u>31,028</u>
<b>Restructuring</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Environmental and Public Health Services</b>	<u>43,630</u>	<u>39,727</u>	<u>31,028</u>
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
Wages and benefits	-	-	-
Professional Contractual services	14,500	7,666	12,270
Grants and contributions			
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
<b>Planning and Development Services</b>	<u>14,500</u>	<u>7,666</u>	<u>12,270</u>
<b>Restructuring</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Planning and Development Services</b>	<u>14,500</u>	<u>7,666</u>	<u>12,270</u>
<b>RECREATION AND CULTURAL SERVICES</b>			
Wages and benefits	-	-	-
Professional Contractual services	4,090	3,278	2,122
Utilities	-	-	-
Maintenance, materials, and supplies	400	-	-
Grants and contributions			
-operating	28,310	14,163	28,263
-capital	-	-	-
Amortization	-	3,052	3,052
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other (Hamlet activities)	55,000	44,214	31,920
<b>Recreation and Cultural Services</b>	<u>87,800</u>	<u>64,707</u>	<u>65,357</u>
<b>Restructuring</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Recreation and Cultural Services</b>	<u>87,800</u>	<u>64,707</u>	<u>65,357</u>

See accompanying notes to the financial statements.



## RURAL MUNICIPALITY OF LEASK NO. 464

## TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2021  
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
<b>UTILITY SERVICES</b>			
Wages and benefits	-	-	-
Professional-Contractual services	-	-	-
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	-	-
<b>Utility Services</b>	-	-	-
<b>Restructuring</b>	-	-	-
<b>Total Utility Services</b>	-	-	-
 <b>TOTAL EXPENDITURES BY FUNCTION</b>	 \$ <u>2,239,260</u>	 <u>2,274,360</u>	 <u>2,570,957</u>

See accompanying notes to the financial statements.

# RURAL MUNICIPALITY OF LEASK NO. 464

## SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Schedule 4

Year ended December 31, 2021

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and charges	\$ 26,411	88,125	26,501	5,595	9,291	-	-	155,923
Tangible capital asset sales - Gain (loss)	-	-	-	-	-	-	-	-
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Investment income and commissions	9,653	-	-	-	-	-	-	9,653
Other revenues	-	-	-	4,438	-	-	-	4,438
Grants - Conditional	-	-	-	4,604	-	3,004	-	7,608
Grants - Capital	-	-	166,322	-	-	-	-	166,322
Restructurings	-	-	-	-	-	-	-	-
<b>Total revenues</b>	<u>36,064</u>	<u>88,125</u>	<u>192,823</u>	<u>14,637</u>	<u>9,291</u>	<u>3,004</u>	<u>-</u>	<u>343,944</u>
<b>Expenses (Schedule 3)</b>								
Wages & Benefits	231,245	21,091	480,739	5,622	-	-	-	738,697
Professional/Contractual Services	116,456	38,749	139,963	30,675	7,666	3,278	-	336,787
Utilities	10,116	9,319	5,949	-	-	-	-	25,384
Maintenance, materials and supplies	-	13,386	725,597	-	-	44,214	-	783,197
Grants and contributions	3,795	45	-	3,430	-	14,163	-	21,433
Amortization	-	8,777	357,560	-	-	3,052	-	369,389
Interest	2,510	-	257	-	-	-	-	2,767
Allowance for uncollectibles	(3,294)	-	-	-	-	-	-	(3,294)
Other	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
<b>Total expenses</b>	<u>360,828</u>	<u>91,367</u>	<u>1,710,065</u>	<u>39,727</u>	<u>7,666</u>	<u>64,707</u>	<u>-</u>	<u>2,274,360</u>
<b>Surplus (deficit) by function</b>	<u>(324,764)</u>	<u>(3,242)</u>	<u>(1,517,242)</u>	<u>(25,090)</u>	<u>1,625</u>	<u>(61,703)</u>	<u>-</u>	<u>(1,930,416)</u>
Taxation and other unconditional revenue (Schedule 1)								2,236,829
<b>Net Surplus (Deficit)</b>							\$	<u>306,413</u>

See accompanying notes to the financial statements.

# RURAL MUNICIPALITY OF LEASK NO. 464

## SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Schedule 5

Year ended December 31, 2020

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and charges	\$ 18,130	71,426	50,206	4,031	9,281	-	-	153,074
Tangible capital asset sales - Gain (loss)	123	-	-	-	-	-	-	123
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Investment income and commissions	7,499	-	-	-	-	-	-	7,499
Other revenues	-	-	-	4,432	-	-	-	4,432
Grants - Conditional	-	-	-	8,293	-	-	-	8,293
Grants - Capital	-	-	184,589	-	-	14,267	-	198,856
Restructurings	-	-	-	-	-	-	-	-
<b>Total revenues</b>	<b>25,752</b>	<b>71,426</b>	<b>234,795</b>	<b>16,756</b>	<b>9,281</b>	<b>14,267</b>	-	<b>372,277</b>
<b>Expenses (Schedule 3)</b>								
Wages & Benefits	270,558	13,237	451,671	5,285	-	-	-	740,751
Professional/Contractual Services	134,519	37,185	151,277	20,813	12,270	2,122	-	358,186
Utilities	10,478	10,202	7,718	-	-	-	-	28,398
Maintenance, materials and supplies	-	11,706	954,422	-	-	31,920	-	998,048
Grants and contributions	302	45	-	4,930	-	28,263	-	33,540
Amortization	-	7,690	373,775	-	-	3,052	-	384,517
Interest	3,517	-	2,793	-	-	-	-	6,310
Allowance for uncollectibles	21,207	-	-	-	-	-	-	21,207
Other	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
<b>Total expenses</b>	<b>440,581</b>	<b>80,065</b>	<b>1,941,656</b>	<b>31,028</b>	<b>12,270</b>	<b>65,357</b>	-	<b>2,570,957</b>
<b>Surplus (deficit) by function</b>	<b>(414,829)</b>	<b>(8,639)</b>	<b>(1,706,861)</b>	<b>(14,272)</b>	<b>(2,989)</b>	<b>(51,090)</b>	-	<b>(2,198,680)</b>
Taxation and other unconditional revenue (Schedule 1)								2,089,492
<b>Net Surplus (Deficit)</b>								<b>\$ (109,188)</b>

See accompanying notes to the financial statements.

**RURAL MUNICIPALITY OF LEASK NO. 464**  
**SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT**

Year ended December 31, 2021  
with comparative figures for 2020

	2021						2020	
	General Assets			Infrastructure Assets		General / Infrastructure Assets Under Construction	Total	Total
	Land	Improvements	Buildings	Vehicles	Machinery & Equipment			
<b>Asset cost</b>								
Opening asset costs	\$ 87,858	10,626	87,952	264,809	1,457,402	8,808,528	88,967	10,639,080
Additions during the year	-	-	-	83,768	19,866	196,135	-	171,062
Disposals and write-downs during the year	-	-	-	-	-	-	-	(4,000)
Transfers (from) assets under construction	-	-	-	-	-	87,217	(87,217)	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
<b>Closing asset costs</b>	<u>87,858</u>	<u>10,626</u>	<u>87,952</u>	<u>348,577</u>	<u>1,477,268</u>	<u>9,091,880</u>	<u>1,750</u>	<u>10,806,142</u>
<b>Accumulated amortization cost</b>								
Opening accumulated amortization costs	-	8,039	75,402	121,144	780,282	5,282,434	-	5,885,984
Add: Amortization taken	-	1,005	381	31,681	129,987	206,335	-	384,517
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	(3,200)
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
<b>Closing accumulated amortization costs</b>	<u>-</u>	<u>9,044</u>	<u>75,783</u>	<u>152,825</u>	<u>910,269</u>	<u>5,488,769</u>	<u>-</u>	<u>6,267,301</u>
<b>Net book value</b>	<u>\$ 87,858</u>	<u>1,582</u>	<u>12,169</u>	<u>195,752</u>	<u>566,999</u>	<u>3,603,111</u>	<u>1,750</u>	<u>4,538,841</u>

1. Total contributed/donated assets received in 2021: \$ -

2. List of assets recognized at nominal value in 2021 are:

-Infrastructure Assets

-Vehicles

-Machinery and Equipment

3. Amount of interest capitalized in 2021: \$ -

See accompanying notes to the financial statements.

**RURAL MUNICIPALITY OF LEASK NO. 464**  
**SCHEDULE OF TANGIBLE CAPITAL ASSETS BY FUNCTION**

**Year ended December 31, 2021**  
 with comparative figures for 2020

	General Government	Protective Services	Transportation Services	2021				Total	2020
				Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer		
<b>Asset cost</b>									
Opening asset costs	\$ 40,747	95,989	10,551,315	578	-	117,512	-	10,806,142	10,639,080
Additions during the year	7,247	25,784	208,754	-	-	57,984	-	299,769	171,062
Disposals and write-downs during the year	-	-	-	-	-	-	-	-	(4,000)
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
<b>Closing asset costs</b>	<b>47,994</b>	<b>121,773</b>	<b>10,760,069</b>	<b>578</b>	<b>-</b>	<b>175,496</b>	<b>-</b>	<b>11,105,911</b>	<b>10,806,142</b>
<b>Accumulated amortization cost</b>									
Opening accumulated amortization costs	40,507	31,435	6,181,326	-	-	14,033	-	6,267,301	5,885,984
Add: Amortization taken	-	8,777	357,560	-	-	3,052	-	369,389	384,517
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	(3,200)
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
<b>Closing accumulated amortization costs</b>	<b>40,507</b>	<b>40,212</b>	<b>6,538,886</b>	<b>-</b>	<b>-</b>	<b>17,085</b>	<b>-</b>	<b>6,636,690</b>	<b>6,267,301</b>
<b>Net book value</b>	<b>\$ 7,487</b>	<b>81,561</b>	<b>4,221,183</b>	<b>578</b>	<b>-</b>	<b>158,411</b>	<b>-</b>	<b>4,469,221</b>	<b>4,538,841</b>

See accompanying notes to the financial statements.

## RURAL MUNICIPALITY OF LEASK NO. 464

## SCHEDULE OF ACCUMULATED SURPLUS

Year ended December 31, 2021

	<u>2020</u>	<u>Changes</u>	<u>2021</u>
<b>UNAPPROPRIATED SURPLUS</b>	\$ <u>528,307</u>	<u>352,106</u>	<u>880,413</u>
<b>APPROPRIATED RESERVES</b>			
Machinery and equipment	217,881	1	217,882
Public reserve	21,879	41	21,920
Capital trust	-	-	-
Utility	-	-	-
Other (Buildings)	<u>8,624</u>	<u>-</u>	<u>8,624</u>
<b>Total Appropriated</b>	<u>248,384</u>	<u>42</u>	<u>248,426</u>
<b>ORGANIZED HAMLETS</b>			
Hamlet of Pelican Cove	<u>60,974</u>	<u>1,139</u>	<u>62,113</u>
<b>NET INVESTMENT IN TANGIBLE CAPITAL ASSETS</b>			
Tangible capital assets (Schedule 6)	4,538,841	(69,620)	4,469,221
Less: Related debt	<u>(28,573)</u>	<u>22,746</u>	<u>(5,827)</u>
<b>Net Investment in Tangible Capital Assets</b>	<u>4,510,268</u>	<u>(46,874)</u>	<u>4,463,394</u>
<b>Total Accumulated Surplus</b>	\$ <u>5,347,933</u>	<u>306,413</u>	<u>5,654,346</u>

See accompanying notes to the financial statements.

# RURAL MUNICIPALITY OF LEASK NO. 464

## Schedule 9

### SCHEDULE OF MILL RATES AND ASSESSMENTS

Year ended December 31, 2021  
with comparative figures for 2020

	PROPERTY CLASS					Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)
Taxable Assessment	\$ 130,508,765	22,812,340	-	47,812,280	2,794,630	-
Regional Park Assessment						
Total Assessment						\$ 203,928,015
Mill Rate Factor(s)	1.0000	0.850 & 1.000	-	0.850 & 1.000	1.6500	
Total Base/Minimum Tax (generated for each property class)	-	-	-	-	-	
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 1,213,731	176,012	-	275,511	42,884	1,708,138

MILL RATES:	MILLS
Average Municipal*	8.376
Average School*	2.507
Potash Mill Rate	-
Uniform Municipal Mill Rate	9.300

\* Average Mill Rates (multiply the total tax levy for each taxing authority by 1000 and divide by the total assessment for the taxing authority)

See accompanying notes to the financial statements.

**RURAL MUNICIPALITY OF LEASK NO. 464****SCHEDULE OF COUNCIL REMUNERATION**

**Year ended December 31, 2021**  
with comparative figures for 2020

<b>Position</b>	<b>Name</b>	<b><u>Remuneration</u></b>	<b><u>Reimbursed Costs</u></b>	<b><u>Total</u></b>
Reeve	Craig Hamilton	\$ 7,650	5,375	13,025
Councillor	Real Diehl	3,740	1,632	5,372
Councillor	Robert Girod	4,220	1,586	5,806
Councillor	Clarke Gossen	3,320	2,115	5,435
Councillor	Keith Junk	2,730	1,660	4,390
Councillor	Joan Sanftleben	2,580	1,266	3,846
Councillor	Gord Stieb	2,270	1,057	3,327
Total		<u>\$ 26,510</u>	<u>14,691</u>	<u>41,201</u>

See accompanying notes to the financial statements.



**RURAL MUNICIPALITY OF LEASK NO. 464****SCHEDULE OF RESTRUCTURING****Year ended December 31, 2021****Carrying Amount of Assets and Liabilities Transferred/Received at Restructuring Date**

Cash and temporary investments	\$ -
Taxes Receivable - Municipal	-
Other accounts receivable	-
Land for resale	-
Long-term investments	-
Debt charges recoverable	-
Bank indebtedness	-
Accounts payable	-
Accrued liabilities payable	-
Deposits	-
Deferred revenue	-
Accrued landfill costs	-
Liability for contaminated sites	-
Other liabilities	-
Long-term debt	-
Lease obligations	-
Tangible capital assets	-
Prepayments and deferred charges	-
Stock and supplies	-
Other	-
<b>Total Net Carrying Amount Received (Transferred)</b>	<b>\$ -</b>

See accompanying notes to the financial statements.