

RURAL MUNICIPALITY OF COTEAU NO. 255
Financial Statements
Year Ended December 31, 2020

	Page
MANAGEMENT'S RESPONSIBILITY	1
INDEPENDENT AUDITORS' REPORT	2 - 3
FINANCIAL STATEMENTS	
Statement of Financial Position	4
Statement of Operations and Accumulated Surplus	5
Statement of Change in Net Financial Assets	6
Statement of Cash Flows	7
Notes to Financial Statements	8 - 16
Taxes and Other Unconditional Revenue (<i>Schedule 1</i>)	17
Schedule of Operating and Capital Revenue by Function (Schedule 2 - 1)	18
Schedule of Operating and Capital Revenue by Function (Schedule 2 - 2)	19
Schedule of Operating and Capital Revenue by Function (Schedule 2 - 3)	20
Schedule of Operating and Capital Revenue by Function (Schedule 2 - 4)	21
Total Expenses by Function (Schedule 3 - 1)	22
Total Expenses by Function (Schedule 3 - 2)	23
Total Expenses by Function (Schedule 3 - 3)	24
Schedule of Segment Disclosure by Function (Schedule 4)	25
Schedule of Segment Disclosure by Function (Schedule 5)	26
Schedule of Tangible Capital Assets by Object (Schedule 6)	27
Schedule of Tangible Capital Assets by Function (Schedule 7)	28
Schedule of Accumulated Surplus (Schedule 8)	29
Schedule of Mill Rates and Assessments (Schedule 9)	30
Schedule of Council Remuneration (Schedule 10)	31

Management's Responsibility

The municipality's management is responsible for the preparation and presentation of the accompanying financial statements in accordance with Canadian public sector accounting standards (PSAS). 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 are 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 management and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the municipality's external auditors.

Grant Thornton LLP, 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 management to discuss their audit findings.


Davin Ylloja, Reeve
Lindsay Hargrave, Administrator

Birsay, SK

Date: August 30, 2021

INDEPENDENT AUDITOR'S REPORT

To the Council of the Rural Municipality of Coteau No. 255

Qualified Opinion

We have audited the financial statements of the Rural Municipality of Coteau No. 255 (the Municipality), which comprise the statement of financial position as at December 31, 2020, and the statements of operations and accumulated surplus and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Municipality as at December 31, 2020, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified Opinion

We were not able to observe the counting of inventories at December 31, 2020 or satisfy ourselves by alternative means concerning inventory quantities as at December 31, 2020. Therefore, we were unable to determine whether adjustments might have been necessary in respect of the surplus of revenues over expenses for the year reported in the statement of operations, inventory reported on the statement of financial position and the cash flows from operating activities reported in the statement of cash flows. Our audit opinion on the financial statements for the year ended December 31, 2019 was also modified because of the possible effects of this limitation in scope.

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 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 those requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Other Matters

Supplemental Information

Our audit was conducted for the purposes of forming an opinion on the financial statements taken as a whole. Schedules 1, 2, 3, 7, 9 and 10 are presented for purposes of additional information and are not a required part of the financial statements. Such information has been subjected to the auditing procedures applied, only to the extent necessary to express an opinion, in the audit of the financial statements taken as a whole.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

(continues)

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. 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 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 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 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, Canada
August 30, 2021

Grant Thornton LLP

Chartered Professional Accountants

RURAL MUNICIPALITY OF COTEAU NO. 255**Statement of Financial Position****As at December 31, 2020****Statement 1**

	2020	2019
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	\$ 967,403	\$ 911,541
Taxes Receivable - Municipal (Note 3)	77,828	145,847
Other Accounts Receivable (Note 4)	70,145	92,046
Land for Resale (Note 5)	587	587
Long-Term Investments (Note 6)	70,984	66,414
Debt Charges Recoverable	-	-
Other	-	-
Total financial assets	1,186,947	1,216,435
LIABILITIES		
Bank indebtedness (Note 7)	160,294	925
Accounts Payable	48,222	278,060
Accrued Liabilities Payable	-	-
Deposits	-	-
Deferred Revenue (Note 8)	112,390	3,015
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Long-term Debt (Note 9)	-	-
Lease Obligations	-	-
Total liabilities	320,906	282,000
NET FINANCIAL ASSETS	866,041	934,435
NON-FINANCIAL ASSETS		
Tangible Capital Assets(Schedule 6, 7)	2,461,781	2,407,026
Prepayments and Deferred Charges	-	-
Stock and Supplies	45,400	47,777
Other	-	-
Total Non-Financial Assets	2,507,181	2,454,803
ACCUMULATED SURPLUS (Schedule 8)	\$ 3,373,222	\$ 3,389,238

See notes to financial statements

RURAL MUNICIPALITY OF COTEAU NO. 255
Statement of Operations and Accumulated Surplus
As at December 31, 2020
Statement 2

	Budget	2020	2019
REVENUES OTHER THAN PROVINCIAL/FEDERAL CAPITAL GRANTS AND CONTRIBUTIONS			
Taxes and Other Unconditional Revenue (Schedule 1)	\$ 1,204,108	\$ 1,233,474	\$ 1,124,713
Fees and Charges (Schedule 4, 5)	148,744	181,463	156,907
Conditional Grants (Schedule 4, 5)	22,591	20,979	7,575
Tangible Capital Assets Sales - Gain (Loss) (Schedule 4, 5)	14,380	(6,128)	100,320
Land Sales - Gain (Loss) (Schedule 4, 5)	-	-	-
Investment Income and Commissions (Schedule 4, 5)	10,830	11,171	16,806
Restructurings (Schedule 4, 5)	-	-	-
Other Revenues (Schedule 4, 5)	-	53,306	31,756
Total Revenues other than Provincial/Federal Capital Grants and Contributions	1,400,653	1,494,265	1,438,077
EXPENSES			
General Government Services (Schedule 3)	224,243	216,558	214,505
Protective Services (Schedule 3)	62,650	60,009	59,561
Transportation Services (Schedule 3)	974,248	935,417	758,699
Environmental and Public Health Services (Schedule 3)	54,800	52,945	54,824
Planning and Development Services (Schedule 3)	11,500	18,826	18,580
Recreation and Cultural Services (Schedule 3)	78,255	116,499	50,084
Utility Services (Schedule 3)	130,891	110,107	142,731
Restructurings (Schedule 3)	-	-	-
Total Expenses	1,536,587	1,510,361	1,298,984
Surplus (Deficit) of Revenues over Expenses before Provincial/Federal Capital Grants and Contributions	(135,934)	(16,096)	139,093
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	95,933	80	59,687
Surplus (Deficit) of Revenues over Expenses	(40,001)	(16,016)	198,780
Accumulated Surplus (Deficit), Beginning of Year	3,389,238	3,389,238	3,190,458
ACCUMULATED SURPLUS - END OF YEAR	\$ 3,349,237	\$ 3,373,222	\$ 3,389,238

See notes to financial statements

RURAL MUNICIPALITY OF COTEAU NO. 255

Statement of Change in Net Financial Assets

As at December 31, 2020

Statement 3

	Budget 2020	2020	2019
Surplus (Deficit)	\$ (40,001)	\$ (16,016)	\$ 198,780
(Acquisition) of tangible capital assets	-	(229,257)	(101,372)
Amortization of tangible capital assets	-	154,501	161,190
Proceeds on disposal of tangible capital assets	-	13,873	111,719
Loss (gain) on the disposal of tangible capital assets	-	6,128	(100,319)
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (Deficit) of capital expenses over expenditures	-	(54,755)	71,218
(Acquisition) of supplies inventories	-	(45,400)	(47,777)
(Acquisition) of prepaid expense	-	-	-
Consumption of supplies inventory	-	47,777	50,927
Use of prepaid expense	-	-	-
Surplus (Deficit) of expenses of other non-financial over expenditures	-	2,377	3,150
Increase/Decrease in Net Financial Assets	(40,001)	(68,394)	273,148
Net Financial Assets (Debt) - Beginning of Year	934,435	934,435	661,287
Net Financial Assets (Debt) - End of Year	\$ 894,434	\$ 866,041	\$ 934,435

RURAL MUNICIPALITY OF COTEAU NO. 255**Statement of Cash Flows****As at December 31, 2020****Statement 4****Cash provided by (used for) the following activities**

	2020	2019
Operating:		
Surplus (Deficit)	\$ (16,016)	\$ 198,780
Amortization	154,501	161,190
Loss (gain) on disposal of tangible capital assets	6,128	(100,320)
	<u>144,613</u>	<u>259,650</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	68,019	(56,328)
Other Receivables	21,901	(60,456)
Accounts Payable	(229,838)	244,208
Deferred Revenue	109,375	2,608
Stock and Supplies	2,377	3,150
	<u>(28,166)</u>	<u>133,182</u>
Cash provided by operating transactions	<u>116,447</u>	<u>392,832</u>
Capital:		
Acquisition of capital assets	(229,257)	(101,372)
Proceeds from the disposal of capital assets	13,873	111,719
	<u>(215,384)</u>	<u>10,347</u>
Cash applied to capital transactions	<u>(215,384)</u>	<u>10,347</u>
Investing:		
Long-Term Investments	(4,570)	(6,742)
Other	-	-
	<u>(4,570)</u>	<u>(6,742)</u>
Cash provided by (applied to) investing transactions	<u>(4,570)</u>	<u>(6,742)</u>
Financing:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	-	(46,678)
Other financing	159,369	925
	<u>159,369</u>	<u>(45,753)</u>
Cash provided by (applied to) financing transactions	<u>159,369</u>	<u>(45,753)</u>
Change in Cash and Temporary Investments during the year	<u>55,862</u>	<u>350,684</u>
Cash and Temporary Investments - Beginning of Year	<u>911,541</u>	<u>560,857</u>
Cash and Temporary Investments - End of Year (Note 2)	<u>\$ 967,403</u>	<u>\$ 911,541</u>

See notes to financial statements

Notes to Financial Statements

As at December 31, 2020

1. **Significant accounting policies**

The financial statements of the municipality have been prepared by management in accordance with Canadian public sector accounting standards (PSAS) as recommended by the Chartered Professional Accountants of Canada (CPA Canada). Significant aspects of the accounting policies adopted by the municipality are as follows:

Basis of accounting: The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting requires revenues to be recognized as they become available and measurable and 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.

(a) **Reporting Entity:**

The financial statements consolidate the assets, liabilities and flow of resources of the municipality. The entity is comprised of all of the organizations that are owned or controlled by the municipality and are, therefore, accountable to the Council for the administration of their financial affairs and resources. There are no external entities consolidated into this municipality.

(b) **Collection of funds for other authorities:**

Collection of funds by the municipality for school boards, municipal hail and conservation and development authorities are collected and remitted in accordance with relevant legislation.

(c) **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 revenue in the period that the events giving rise to the transfer occur, providing:

- a) the transfers are authorized
- b) any eligibility criteria and stipulations have been met; and
- c) reasonable estimates of the amounts can be made.

Unearned government transfer amounts received will be recorded as deferred revenue until eligibility criteria or stipulations are met.

Earned government transfer amounts not received will be recorded as an amount receivable.

Government transfers to individuals and other entities are recognized as an expense when the transfers are authorized and all eligibility criteria have been met.

(d) **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. Resources restricted by agreement with an external party are recognized as revenue in the municipality's financial statements in the period in which the resources are used for the purpose or purposes specified. An externally restricted inflow received before this criterion has been met is recorded as a liability until the resources are used for the purpose or purposes specified.

(e) **Local Improvement Charges:**

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

(f) **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.

(g) **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.

(h) **Appropriated Reserves:**

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

(continues)

Notes to Financial Statements

As at December 31, 2020

1. **Significant accounting policies** *(continued)*

(i) **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, provided the revenues are expected to be collected. Requisitions operate as a flow through and are excluded from municipal revenue.

(j) **Investments:**

Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment. Investments with terms of 91 days to one year have been classified as other short-term investments and 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. The balance represents the balances receivable should the municipality decide to leave the self-insurance program and includes upfront contributions to the plan, additional premium payments, allocations of investment income on the funds on deposit, self-insurance claims paid and other claims administration costs. The municipality has the ability to withdraw from the plan with notice. Beyond the return of the municipality's fund balance, it has no further claim to the residual net assets of SARM.

(k) **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 in the ordinary course of business.

(continues)

Notes to Financial Statements

As at December 31, 2020

1. Significant accounting policies (continued)

(l) **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 contribution. The cost of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. Tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The municipality's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	5 to 20 Years
Buildings	10 to 50 Years
Vehicles & Equipment	
Vehicles	5 to 10 Years
Machinery and Equipment	5 to 10 Years

Infrastructure Assets

Infrastructure Assets	30 to 75 Years
Water & 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 substantially all of the benefits and risk associated with the leased asset is classified as a capital lease and recorded as a tangible capital asset. 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 lease 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.

(m) **Landfill liability:**

The municipality does not maintain a waste disposal site.

(n) **Trust Funds:**

Funds held in trust for others, under a trust agreement or statute, are not included in the financial statements as they are not controlled by the municipality.

(o) **Employee benefit plans:**

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

(continues)

Notes to Financial Statements

As at December 31, 2020

1. Significant accounting policies *(continued)*(p) **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.

Any revisions to an amount previously recognized are accounted for in the period in which the revisions are made.

(q) **Measurement Uncertainty:**

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount 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 periods in which they become known.

(r) **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 borrowings.

The segments (functions) are as follows:

General Government: Provides for the administration of the municipality.

Protective Services: Comprised of expenses for Police and Fire protection.

Transportation Services: 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: Provides for neighbourhood development and sustainability.

Recreation and Culture: Provides for community services through the provision of recreation and leisure services.

Utility Services: Provides for delivery of water, collecting and treating of wastewater and providing collection and disposal of solid waste.

(s) **Budget Information:**

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on July 13, 2020.

(continues)

Notes to Financial Statements

As at December 31, 2020

1. Significant accounting policies (continued)

(t) New Accounting Standards and Amendments to Standards:**Future Accounting Standards, Effective for fiscal years beginning 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, 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, 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.

Effective for fiscal years beginning on or After April 1, 2023:

PS 3400, Revenue, 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 extent of the impact on adoption of these future standards is not known at this time.

2. **Cash and Temporary Investments**

	2020	2019
Prairie Centre Credit Union (PCCU) - operating	\$ 747,840	\$ 714,564
Petty cash	200	200
Restricted Cash		
PCCU - bridge replacement savings	68,330	16,045
PCCU - Birsay water plant savings	32,619	32,409
PCCU - asset management savings	65,225	5,064
PCCU - public reserve savings	53,189	52,846
PCCU - Hitchcock bay savings	-	90,413
Total Cash and Temporary Investments	\$ 967,403	\$ 911,541

Cash and temporary investments include balances with banks, term deposits, marketable securities and short-term investments with maturities of three months or less. Cash subject to restrictions that prevent its use for other than specific current purposes is included in restricted cash.

Notes to Financial Statements

As at December 31, 2020

3. Taxes Receivable - Municipal

	2020	2019
<u>Municipal</u>		
- current	\$ 60,719	\$ 139,082
- arrears	17,109	6,765
	<u>77,828</u>	<u>145,847</u>
Less - allowance for uncollectibles	-	-
Total municipal taxes receivable	<u>77,828</u>	<u>145,847</u>
<u>School</u>		
- current	23,423	44,957
- arrears	4,204	6,252
Total school taxes receivable	<u>27,627</u>	<u>51,209</u>
Sask Municipal Hail	7,543	18,325
Total taxes and grants in lieu receivable	112,998	215,381
Deduct taxes receivable to be collected on behalf of other organizations	<u>(35,170)</u>	<u>(69,534)</u>
Total Taxes Receivable - Municipal	\$ 77,828	\$ 145,847

4. Other Accounts Receivable

	2020	2019
Federal Government	\$ 26,113	\$ 22,951
Provincial Government	-	-
Local Government	-	-
Utility	-	-
Trade	44,032	69,095
Other	-	-
Total Other Accounts Receivable	<u>70,145</u>	<u>92,046</u>
Less: allowance for uncollectibles	-	-
Net Other Accounts Receivable	\$ 70,145	\$ 92,046

5. Land for Resale

	2020	2019
Tax Title Property	\$ 657	\$ 657
Allowance for market value adjustment	(70)	(70)
Net Tax Title Property	<u>587</u>	<u>587</u>
Land for Resale	-	-
Allowance for market value adjustment	-	-
Net Other Land	<u>-</u>	<u>-</u>
Total Land for Resale	\$ 587	\$ 587

RURAL MUNICIPALITY OF COTEAU NO. 255

Notes to Financial Statements

As at December 31, 2020

6. Investments

	2020	2019
Sask. Assoc. of Rur. Mun. Liability Self-Insur. Plan	\$ 50,786	\$ 48,523
Sask. Assoc. of Rur. Mun. Property Ins. Investment	20,198	17,891
Total Investments	\$ 70,984	\$ 66,414

The long term investments in the Saskatchewan Association of Rural Municipalities - Self Insurance Fund are accounted for on the equity basis. The balance represents the balances receivable should the municipality decide to leave the self-insurance program and includes upfront contributions to the plan, additional premium payments, allocations of investment income on the funds on deposit, self-insurance claims paid and other claims administration costs. The municipality has the ability to withdraw from the plan with notice. Beyond the return of the municipality's fund balance, it has no further claim to the residual net assets of SARM.

7. Bank Indebtedness

Credit Arrangements

At December 31, 2020, the municipality had lines of credit totaling \$250,000, of which \$160,294 has been drawn as at December 31, 2020 (2019 - \$925). The following has been collateralized in connection with this line of credit:
-- General security agreement

8. Deferred Revenue

	2020	2019
<u>Municipal Economic Enhancement Program (MEEP)</u>		
Balance - Beginning of Year	\$ -	\$ -
Add: Amounts received during the year	68,271	-
Less: Amounts recognized as revenue during the year	-	-
Balance - End of Year	68,271	-
<u>Federal Gas Tax Fund Program</u>		
Balance - Beginning of Year	-	-
Add: Amounts received during the year	42,038	-
Less: Amounts recognized as revenue during the year	-	-
Balance - End of Year	42,038	-
<u>Prepaid taxes and water</u>		
Balance - Beginning of Year	3,015	407
Additions during the year	5,411	2,758
Reductions during the year	(6,345)	(150)
Balance - End of Year	2,081	3,015
Grand total	\$ 112,390	\$ 3,015

9. Long-term Debt

The debt limit of the municipality is \$999,214. The 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)).

Notes to Financial Statements

As at December 31, 2020

10. 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 2020 was \$18,633. 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.

Every three years, an actuarial valuation is performed to assess the financial position of the plan and the adequacy of plan funding. Any actuarially determined deficiency is the responsibility of the participating employers and employees, which could affect future contribution rates and/or benefits. Contributions to MEPP are not segregated in separate accounts or restricted to provide benefits to the employees of a particular employer. As a result, individual employers are not able to identify their share of the underlying assets and liabilities, and the net pension assets or liabilities for the plan are not recognized in these financial statements. Rather, the plan is accounted for as a defined contribution plan where the contributions are expensed when made.

	<u>2020</u>	<u>2019</u>
Details of MEPP		
Number of active members	7	7
Member contribution rates (percentage of salary):		
Employee contribution - general members	9.00%	9.00%
Employer contribution - general members	9.00%	9.00%
Member contributions for the year	9,316	10,665
Employer contributions for the year	9,316	10,665
Financial position of the plan:		
Plan assets	3,221,426,000	2,819,222,000
Plan liabilities	2,382,526,000	2,160,754,000
Accounting pension surplus	\$ 838,900,000	\$ 658,468,000

2020 year's maximum pensionable amount (YMPE) \$58,700

11. Comparative Figures

Certain of the prior year comparative figures may have been restated to conform to the current year's presentation.

12. Budget Data

The reconciliation of the approved budget for the current year to the budget figures reported in these financial statements is as follows:

	<u>2020</u>
Budget surplus per Statement of Operations	(40,001)
Less: Budgeted capital expenditures	(33,299)
Less: Net budgeted transfers to other funds	(50,320)
Add: Amortization not budgeted	154,501
Per approved municipal budget	\$ 30,881

Notes to Financial Statements

As at December 31, 2020

13. Impacts of COVID-19

The outbreak of a novel strain of coronavirus ("COVID-19") was declared a global pandemic by the World Health Organization in March 2020. COVID-19 has severely impacted many economies around the globe. In many countries, including Canada, businesses were forced to cease or limit operations for long periods of time. Measures taken to contain the spread of the virus, including travel bans, quarantines, social distancing, and closures of non-essential services have triggered significant disruptions to businesses worldwide, resulting in an economic slowdown. Global stock markets have also experienced great volatility and a significant weakening. Governments and central banks have responded with monetary and fiscal interventions to stabilize economic conditions.

Impacts to the Rural Municipality of Coteau in 2020 were minimal. To adhere to the public health orders, the municipality limited access to its office and increased purchases of personal protective equipment and cleaning supplies. No layoffs occurred because of the pandemic and council meetings were moved to the Birsay Hall in order to accommodate the physical distancing requirements of the public health orders.

Further anticipated impacts to the municipality are expected to be minimal. The municipality intends to continue operating in the same manner as it has been operating in fiscal 2020 while the global pandemic persists.

RURAL MUNICIPALITY OF COTEAU NO. 255
Schedule of Taxes and Other Unconditional Revenue
As at December 31, 2020
Schedule 1

	Budget 2020	2020	2019
TAXES			
General municipal tax levy	\$ 990,533	\$ 990,533	\$ 913,485
Abatements and adjustments	(5,500)	(150)	(1,360)
Discount on current year taxes	(30,000)	(36,035)	(29,464)
Net Municipal Taxes	955,033	954,348	882,661
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	5,000	6,480	5,276
Special tax levy	24,750	24,750	24,750
Other -	-	-	-
Total Taxes	984,783	985,578	912,687
UNCONDITIONAL GRANTS			
Revenue sharing	208,526	208,526	202,086
Organized Hamlet	9,909	9,909	9,050
Other - Safe restart	-	28,336	-
Total Unconditional Grants	218,435	246,771	211,136
GRANTS IN LIEU OF TAXES			
Federal	-	-	-
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
Transgas	-	-	-
Central Services	-	-	-
SaskTel	890	862	642
Other - Provincial	-	263	248
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other	-	-	-
Other Government Transfers			
S.P.C. Surcharge	-	-	-
Sask Energy Surcharge	-	-	-
Other	-	-	-
Total Grants in Lieu of Taxes	890	1,125	890
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 1,204,108	\$ 1,233,474	\$ 1,124,713

RURAL MUNICIPALITY OF COTEAU NO. 255

Schedule of Operating and Capital Revenue by Function

As at December 31, 2020

Schedule 2 - 1

	Budget 2020	2020	2019
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and charges	\$ -	\$ -	\$ -
- Custom work	-	-	-
- Sales of supplies	200	226	229
- Other - Permits and licenses	11,595	12,755	24,133
Total Fees and Charges	11,795	12,981	24,362
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain (loss)	-	-	-
- Investment income and commissions	10,830	11,171	16,806
- Other - Donations	-	53,306	-
Total Other Segmented Revenue	22,625	77,458	41,168
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	22,625	77,458	41,168
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total General Government Services	22,625	77,458	41,168
PROTECTIVE SERVICES			
Operating			
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	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Protective Services	\$ -	\$ -	\$ -

RURAL MUNICIPALITY OF COTEAU NO. 255
Schedule of Operating and Capital Revenue by Function
As at December 31, 2020
Schedule 2 - 2

	Budget 2020	2020	2019
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Custom work	9,400	7,783	3,167
- Sales of supplies	-	13,900	-
- Road Maintenance and Restoration	-	-	-
Agreements	-	-	-
- Frontage	-	-	-
- Other - Insurance	-	-	-
Total Fees and Charges	9,400	21,683	3,167
- Tangible capital asset sales - gain (loss)	14,380	(6,128)	100,320
- Other	-	-	-
Total Other Segmented Revenue	23,780	15,555	103,487
Conditional Grants			
- MREP (CTP)	-	-	-
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	23,780	15,555	103,487
Capital			
Conditional Grants			
- Federal Gas Tax	25,662	-	53,871
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Heavy Haul	-	-	-
- MREP (Heavy Haul, CTP, Municipal Bridges)	2,000	80	5,816
- Provincial Disaster Assistance	-	-	-
- Other - MEEP	68,271	-	-
Total Capital	95,933	80	59,687
	-	-	-
Total Transportation Services	119,713	15,635	163,174
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	-	-	-
- Waste and Disposal Fees	2,200	2,838	2,208
- Other - Cemetery fees	-	-	-
Total Fees and Charges	2,200	2,838	2,208
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	2,200	2,838	2,208
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other - Grants	4,000	2,388	4,559
Total Conditional Grants	4,000	2,388	4,559
Total Operating	6,200	5,226	6,767
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- TAPD	-	-	-
- Transit for Disabled	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
	-	-	-
Total Environmental and Public Health Services	\$ 6,200	\$ 5,226	\$ 6,767

See notes to financial statements

RURAL MUNICIPALITY OF COTEAU NO. 255
Schedule of Operating and Capital Revenue by Function
As at December 31, 2020
Schedule 2 - 3

	Budget 2020	2020	2019
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ 10,500	\$ 23,791	\$ 10,534
- Maintenance and Development Charges	-	-	-
- Other	-	-	-
Total Fees and Charges	10,500	23,791	10,534
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	10,500	23,791	10,534
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	10,500	23,791	10,534
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Planning and Development Services	10,500	23,791	10,534
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenues			
Fees and Charges	-	-	-
- Other - Campground Fees	23,450	25,656	25,452
Total Fees and Charges	23,450	25,656	25,452
- Tangible capital asset sales - gain (loss)	-	-	-
- Other - SSR Playground	-	-	31,756
Total Other Segmented Revenue	23,450	25,656	57,208
Conditional Grants			
- Student Employment	-	-	-
- Local Government	-	-	-
- Donations	-	-	-
- Other - Sask Lotto & Other Provincial	3,016	3,016	3,016
Total Conditional Grants	3,016	3,016	3,016
Total Operating	26,466	28,672	60,224
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Recreation and Cultural Services	\$ 26,466	\$ 28,672	\$ 60,224

RURAL MUNICIPALITY OF COTEAU NO. 255

Schedule of Operating and Capital Revenue by Function

As at December 31, 2020

Schedule 2 - 4

	Budget 2020	2020	2019
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Water	91,400	94,516	91,184
- Sewer	-	-	-
- Other	-	-	-
Total Fees and Charges	91,400	94,516	91,184
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	91,400	94,516	91,184
Conditional Grants			
- Student Employment	-	-	-
- Saskatchewan Agriculture	15,575	15,575	-
Total Conditional Grants	15,575	15,575	-
Total Operating	106,975	110,091	91,184
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Utility Services	106,975	110,091	91,184
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 292,479	\$ 260,873	\$ 373,051

SUMMARY

Total Other Segmented Revenue	\$ 173,955	\$ 239,814	\$ 305,789
Total Conditional Grants	22,591	20,979	7,575
Total Capital Grants and Contributions	95,933	80	59,687
Restructuring Revenue	-	-	-
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 292,479	\$ 260,873	\$ 373,051

RURAL MUNICIPALITY OF COTEAU NO. 255
Total Expenses by Function
As at December 31, 2020
Schedule 3 - 1

	Budget 2020	2020	2019
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 55,900	\$ 58,285	\$ 50,821
Wages and benefits	84,000	81,355	71,484
Professional/Contractual services	62,543	57,374	66,806
Utilities	8,100	5,158	7,700
Maintenance, materials and supplies	10,500	10,082	8,874
Grants and contributions			
Grants and contributions - operating	600	1,500	3,600
- capital	-	-	-
Amortization	600	600	600
Interest	2,000	2,204	4,620
Allowance For Uncollectibles	-	-	-
Other	-	-	-
General Government Services	224,243	216,558	214,505
	-	-	-
Total General Government Services	224,243	216,558	214,505
PROTECTIVE SERVICES			
Police Protection			
Wages and benefits	-	-	-
Professional/Contractual Services	22,500	22,879	22,083
Utilities	-	-	-
Maintenance, Materials and Supplies	-	-	-
Grants and contributions			
Grants and Contributions - operating	450	200	200
- capital	-	-	-
Other	-	-	-
Fire Protection			
Wages and benefits	-	-	-
Professional/Contractual Services	37,700	36,930	35,326
Utilities	-	-	-
Maintenance, Materials and Supplies	2,000	-	1,952
Grants and contributions			
Grants and Contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Protective Services	62,650	60,009	59,561
	-	-	-
Total Protective Services	62,650	60,009	59,561
TRANSPORTATION SERVICES			
Wages and Benefits	231,000	252,625	218,299
Professional/Contractual Services	192,300	170,946	78,757
Utilities	10,400	10,799	10,240
Maintenance, Materials and Supplies	179,676	159,805	166,382
Gravel	237,350	218,320	158,386
Grants and contributions			
Grants and Contributions - operating	-	-	-
- capital	-	-	-
Amortization	122,922	122,922	126,038
Interest	600	-	597
Other	-	-	-
Transportation Services	974,248	935,417	758,699
	-	-	-
Total Transportation Services	\$ 974,248	\$ 935,417	\$ 758,699

RURAL MUNICIPALITY OF COTEAU NO. 255

Total Expenses by Function

As at December 31, 2020

Schedule 3 - 2

	Budget 2020	2020	2019
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and Benefits	\$ 13,000	\$ 12,785	\$ 12,307
Professional/Contractual Services	35,800	37,555	36,433
Utilities	-	-	-
Maintenance, Materials and Supplies	6,000	2,605	6,084
Grants and contributions			
Grants and contributions - operating	-	-	-
□ Waste disposal	-	-	-
□ Public Health	-	-	-
- capital	-	-	-
□ Waste disposal	-	-	-
□ Public Health	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Environmental and Public Health Services	54,800	52,945	54,824
	-	-	-
Total Environmental and Public Health Services	54,800	52,945	54,824
PLANNING AND DEVELOPMENT SERVICES			
Wages and Benefits	-	-	-
Professional/Contractual Services	11,500	18,826	18,580
Grants and contributions			
Grants and Contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Planning and Development Services	11,500	18,826	18,580
	-	-	-
Total Planning and Development Services	11,500	18,826	18,580
RECREATION AND CULTURAL SERVICES			
Wages and Benefits	-	-	-
Professional/Contractual Services	21,800	64,657	38,059
Utilities	2,700	2,772	2,526
Maintenance, Materials, and Supplies	10,000	127	3,513
Grants and contributions			
Grants and Contributions - operating	41,342	46,530	-
- capital	-	-	-
Amortization	2,413	2,413	5,986
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other	-	-	-
Recreation and Cultural Services	78,255	116,499	50,084
	-	-	-
Total Recreation and Cultural Services	\$ 78,255	\$ 116,499	\$ 50,084

RURAL MUNICIPALITY OF COTEAU NO. 255

Total Expenses by Function

As at December 31, 2020

Schedule 3 - 3

	Budget 2020	2020	2019
UTILITY SERVICES			
Wages and Benefits	\$ 17,000	\$ 16,495	\$ 17,040
Professional/Contractual Services	62,200	47,261	66,689
Utilities	6,100	6,539	6,064
Maintenance, Materials and Supplies	17,025	11,246	24,372
Grants and contributions			
Grants and Contributions - operating	-	-	-
- capital	-	-	-
Amortization	28,566	28,566	28,566
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other	-	-	-
Utility Services	130,891	110,107	142,731
	-	-	-
Total Utility Services	130,891	110,107	142,731
TOTAL EXPENSES BY FUNCTION	\$ 1,536,587	\$ 1,510,361	\$ 1,298,984

RURAL MUNICIPALITY OF COTEAU NO. 255
Schedule of Segment Disclosure by Function
As at December 31, 2020

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 12,981	\$ -	\$ 21,681	\$ 2,838	\$ 23,791	\$ 25,656	\$ 94,516	\$ 181,463
Tangible Capital Asset Sales - Gain (Loss)	-	-	(6,128)	-	-	-	-	(6,128)
Land Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Investment Income and Commissions	11,171	-	-	-	-	-	-	11,171
Other Revenues	53,306	-	-	-	-	-	-	53,306
Grants - Conditional	-	-	-	2,388	-	3,016	15,575	20,979
- Capital	-	-	80	-	-	-	-	80
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	77,458	-	15,633	5,226	23,791	28,672	110,091	260,871
Expenses (Schedule 3)								
Wages and Benefits	139,640	-	252,625	12,785	-	-	16,495	421,545
Professional/Contractual Services	57,374	59,809	170,946	37,555	18,826	64,657	47,261	456,428
Utilities	5,158	-	10,799	-	-	2,772	6,539	25,268
Maintenance Material and Supplies	10,082	-	378,125	2,605	-	127	11,246	402,185
Grants and Contributions	1,500	200	-	-	-	46,530	-	48,230
Amortization	600	-	122,922	-	-	2,413	28,566	154,501
Interest	2,204	-	-	-	-	-	-	2,204
Allowance for Uncollectibles	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total Expenses	216,558	60,009	935,417	52,945	18,826	116,499	110,107	1,510,361
Surplus (Deficit) by Function	(139,100)	(60,009)	(919,784)	(47,719)	4,965	(87,827)	(16)	(1,249,490)
Taxes and other unconditional revenue (Schedule 1)								1,233,474
Net Surplus (Deficit)								\$ (16,016)

See notes to financial statements

RURAL MUNICIPALITY OF COTEAU NO. 255
Schedule of Segment Disclosure by Function
As at December 31, 2019

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 24,362	\$ -	\$ 3,167	\$ 2,208	\$ 10,534	\$ 25,452	\$ 91,184	\$ 156,907
Tangible Capital Asset Sales - Gain (Loss)	-	-	100,320	-	-	-	-	100,320
Land Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Investment Income and Commissions	16,806	-	-	-	-	-	-	16,806
Other Revenues	-	-	-	-	-	31,756	-	31,756
Grants - Conditional	-	-	-	4,559	-	3,016	-	7,575
- Capital	-	-	59,687	-	-	-	-	59,687
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	41,168	-	163,174	6,767	10,534	60,224	91,184	373,051
Expenses (Schedule 3)								
Wages and Benefits	122,305	-	218,299	12,307	-	-	17,040	369,951
Professional/ Contractual Services	66,806	57,409	78,757	36,433	18,580	38,059	66,689	362,733
Utilities	7,700	-	10,240	-	-	2,526	6,064	26,530
Maintenance Material and Supplies	8,874	1,952	324,768	6,084	-	3,513	24,372	369,563
Grants and Contributions	3,600	200	-	-	-	-	-	3,800
Amortization	600	-	126,038	-	-	5,986	28,566	161,190
Interest	4,620	-	597	-	-	-	-	5,217
Allowance for Uncollectibles	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total Expenses	214,505	59,561	758,699	54,824	18,580	50,084	142,731	1,298,984
Surplus (Deficit) by Function	(173,337)	(59,561)	(595,525)	(48,057)	(8,046)	10,140	(51,547)	(925,933)
Taxes and other unconditional revenue (Schedule 1)								<u>1,124,713</u>
Net Surplus (Deficit)								<u>\$ 198,780</u>

See notes to financial statements

RURAL MUNICIPALITY OF COTEAU NO. 255
Schedule of Tangible Capital Assets by Object
As at December 31, 2020

Schedule 6

	2020								
	General Assets					Infrastructure Assets	General/Infrastructure Assets Under Construction	Total	2019 Total
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets			
Asset cost									
Opening Asset costs	\$ 8,601	\$ 75,403	\$ 318,649	\$ 18,040	\$ 814,435	\$ 3,937,528	\$ -	\$ 5,172,656	\$ 5,393,085
Additions during the year	167,460	-	-	-	61,797	-	-	229,257	101,371
Disposals and write-downs during the year	-	-	-	-	(20,000)	-	-	(20,000)	(321,800)
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-
Closing Asset Costs	176,061	75,403	318,649	18,040	856,232	3,937,528	-	5,381,913	5,172,656
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	-	-	184,918	18,040	306,682	2,255,991	-	2,765,631	2,914,841
Add: Amortization taken	-	-	3,373	-	70,536	80,592	-	154,501	161,190
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	(310,400)
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-
Closing Accumulated Amortization Costs	-	-	188,291	18,040	377,218	2,336,583	-	2,920,132	2,765,631
Net Book Value	\$ 176,061	\$ 75,403	\$ 130,358	\$ -	\$ 479,014	\$ 1,600,945	\$ -	\$ 2,461,781	\$ 2,407,026

1. Total contributed donated assets received in 2020:
2. List of assets recognized at nominal value in 2020 are:
 - a) Infrastructure Assets
 - b) Vehicles
 - c) Machinery and Equipment
3. Amount of interest capitalized in 2020:

\$ -
 \$ -
 \$ -
 \$ -
 \$ -

See notes to financial statements

RURAL MUNICIPALITY OF COTEAU NO. 255
Schedule of Tangible Capital Assets by Function
As at December 31, 2020

Schedule 7

	2020								2019
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
Asset cost									
Opening Asset costs	\$ 40,600	\$ -	\$ 3,408,591	\$ 501	\$ -	\$ 291,536	\$ 1,431,428	\$ 5,172,656	\$ 5,393,085
Additions during the year	167,460	-	61,797	-	-	-	-	229,257	101,371
Disposals and write-downs during the year	-	-	(20,000)	-	-	-	-	(20,000)	(321,800)
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-
Closing Asset Costs	208,060	-	3,450,388	501	-	291,536	1,431,428	5,381,913	5,172,656
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	25,200	-	1,966,763	-	-	89,238	684,430	2,765,631	2,914,841
Add: Amortization taken	600	-	122,922	-	-	2,413	28,566	154,501	161,190
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	(310,400)
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-
Closing Accumulated Amortization Costs	25,800	-	2,089,685	-	-	91,651	712,996	2,920,132	2,765,631
Net Book Value	\$ 182,260	\$ -	\$ 1,360,703	\$ 501	\$ -	\$ 199,885	\$ 718,432	\$ 2,461,781	\$ 2,407,026

See notes to financial statements

RURAL MUNICIPALITY OF COTEAU NO. 255

Schedule of Accumulated Surplus

As at December 31, 2020

Schedule 8

	2019	Changes	2020
UNAPPROPRIATED SURPLUS	\$ 785,434	\$ 126,007	\$ 911,441
APPROPRIATED RESERVES			
Machinery and Equipment	-	-	-
Public Reserve	52,846	(52,846)	-
Capital Trust	-	-	-
Utility	-	-	-
Other (General)	53,518	(53,518)	-
Total Appropriated	106,364	(106,364)	-
ORGANIZED HAMLETS			
Organized Hamlet of Hitchcock Bay	90,414	(90,414)	-
Total Organized Hamlets	90,414	(90,414)	-
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6, 7)	2,407,026	54,755	2,461,781
Less: Related debt	-	-	-
Net Investment in Tangible Capital Assets	2,407,026	54,755	2,461,781
Total Accumulated Surplus	\$ 3,389,238	\$ (16,016)	\$ 3,373,222

RURAL MUNICIPALITY OF COTEAU NO. 255

Schedule of Mill Rates and Assessments

As at December 31, 2020

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	\$ 95,190,400	\$ 17,211,280	\$ -	\$ 1,123,920	\$ 2,267,900	\$ -	\$115,793,500
Regional Park Assessment	-	34,983,760	-	-	638,900	-	35,622,660
Total Assessment	95,190,400	52,195,040	-	1,123,920	2,906,800	-	151,416,160
Mill Rate Factor(s)	1.0000	1.0000	-	1.0000	1.0000	-	-
Total Base/Minimum Tax (generated for each property class)	-	173,010	-	-	5,250	-	178,260
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 666,272	\$ 295,199	\$ -	\$ 7,867	\$ 21,195	\$ -	\$ 990,533

MILL RATES:

Average Municipal *

Average School

Potash Mill Rate

Uniform Municipal Mill Rate

MILLS	
Average Municipal *	6.5418
Average School	2.3108
Potash Mill Rate	-
Uniform Municipal Mill Rate	7.0000

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

RURAL MUNICIPALITY OF COTEAU NO. 255**Schedule of Council Remuneration****As at December 31, 2020****Schedule 10**

	Name	Remuneration	Reimbursed Costs	Total
Position				
Reeve	Davin Ylioja	\$ 8,125	\$ 870	\$ 8,995
Reeve	Clayton Ylioja	5,625	490	6,115
Councillor	Carla Shrader	7,750	1,168	8,918
Councillor	Tammy Alto	7,625	820	8,445
Councillor	John Heinrichs	6,375	1,151	7,526
Councillor	Kyle Wilson	5,750	874	6,624
Councillor	Logan Ylioja	5,375	256	5,631
Councillor	Chris Linde	750	40	790
Councillor	Doug Erickson	500	-	500
Total		\$ 47,875	\$ 5,669	\$ 53,544

There was a general municipal election held in 2020 which is why there are more than seven total members of Council showing above. Clayton Ylioja was Reeve from January 1 to November 8 but did not seek re-election. Davin Ylioja was a member of council for the entire year serving as a councillor from January to November 8 and then was elected as the Reeve on November 9. Councilor Shrader was re-elected and was a member of council for the entire year. Councilor Heinrichs was a member of Council from January 1 to November 8 but was not re-elected. Councilors Linde and Erickson were newly elected and members of Council from November 9 to December 31.

Councilors Alto, Wilson and Logan Ylioja were members of Council for the entire year and were not subject to the election due to the staggered election process.