

Independent Auditor's Report

To the Council of the Town of Davidson

Opinion

I have audited the accompanying financial statements of the Town of Davidson, which comprise the statement of financial position as at December 31, 2020, and the statement of operations, statement of changes in net assets and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Town of Davidson 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 Opinion

I conducted my audit in accordance with Canadian generally accepted auditing standards. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Town of Davidson in accordance with the ethical requirements that are relevant to my audit of the financial statements in Canada, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

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

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

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

Those charged with governance are responsible for overseeing the Town of Davidson's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

My 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 my 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, I exercise professional judgment and maintain professional skepticism throughout the audit. I 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 my 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 Town of Davidson'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 Town of Davidson's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Town of Davidson 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.

I 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 I identify during my audit.

June 16, 2021

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Management's Responsibility

The municipality's management is responsible for the preparation and presentation of the accompanying consolidated 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 is required.

In discharging its responsibilities for the integrity and fair presentation of the consolidated 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 consolidated 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.

Leah Herback CPA Professional Corporation, an independent firm of *Chartered Professional Accountants*, is appointed by the Council to audit the consolidated 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.


Councillor/Reeve/Mayor


CFO/Administrator

Municipality of Davidson
Consolidated Statement of Financial Position
As at December 31, 2020

Statement 1

	2020	2019
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	1,928,593	1,005,985
Taxes Receivable - Municipal (Note 3)	66,811	103,633
Other Accounts Receivable (Note 4)	196,594	243,275
Land for Resale (Note 5)	12,731	12,731
Long-Term Investments (Note 6)	4,687	4,687
Debt Charges Recoverable (Note 7)	-	-
Other (Specify)		
Total Financial Assets	2,209,416	1,370,311
LIABILITIES		
Bank Indebtedness (Note 8)		
Accounts Payable	8,651	3,014
Accrued Liabilities Payable		
Deposits	29,122	27,887
Deferred Revenue (Note 9)	152,751	2,401
Accrued Landfill Costs (Note 10)	100,000	100,000
Liability for Contaminated Sites (Note 11)		
Other Liabilities	2,468	16,129
Long-Term Debt (Note 12)	2,227	57,048
Lease Obligations (Note 13)	73,214	96,600
Total Liabilities	368,433	303,079
NET FINANCIAL ASSETS (DEBT)	1,840,983	1,067,232
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	6,581,343	6,889,440
Prepayments and Deferred Charges	155,157	154,231
Stock and Supplies	1,021	1,021
Other (Note 14)		
Total Non-Financial Assets	6,737,521	7,044,692
ACCUMULATED SURPLUS (DEFICIT) (Schedule 8)	8,578,504	8,111,924

The accompanying notes and schedules are an integral part of these statements.

Municipality of Davidson
Consolidated Statement of Operations
As at December 31, 2020

Statement 2

	2020 Budget	2020	2019
REVENUES			
Taxes and Other Unconditional Revenue (Schedule 1)	1,803,327	1,751,808	1,730,780
Fees and Charges (Schedule 4, 5)	849,000	882,741	974,431
Conditional Grants (Schedule 4, 5)	70,700	127,264	60,436
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	-	2,127	(200)
Land Sales - Gain (Schedule 4, 5)	-	-	-
Investment Income and Commissions (Schedule 4, 5)	10,000	10,560	16,986
Restructurings (Schedule 4,5)	-	-	-
Other Revenues (Schedule 4, 5)	5,600	156,947	92,976
Total Revenues	2,738,627	2,931,447	2,875,409
EXPENSES			
General Government Services (Schedule 3)	378,020	464,418	372,175
Protective Services (Schedule 3)	152,210	181,533	150,164
Transportation Services (Schedule 3)	875,250	534,829	640,220
Environmental and Public Health Services (Schedule 3)	233,900	212,534	230,707
Planning and Development Services (Schedule 3)	66,550	33,952	59,968
Recreation and Cultural Services (Schedule 3)	701,000	693,245	1,030,014
Utility Services (Schedule 3)	391,400	437,104	445,247
Restructurings (Schedule 3)	-	-	-
Total Expenses	2,798,330	2,557,615	2,928,495
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	(59,703)	373,832	(53,086)
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	60,000	92,748	128,188
Surplus (Deficit) of Revenues over Expenses	297	466,580	75,102
Accumulated Surplus (Deficit), Beginning of Year	8,111,924	8,111,924	8,036,822
Accumulated Surplus (Deficit), End of Year	8,112,221	8,578,504	8,111,924

The accompanying notes and schedules are an integral part of these statements.

Municipality of Davidson
Consolidated Statement of Change in Net Financial Assets
As at December 31, 2020

Statement 3

	2020 Budget	2020	2019
Surplus (Deficit)	297	466,580	75,102
(Acquisition) of tangible capital assets		-	(112,446)
Amortization of tangible capital assets		308,097	309,097
Proceeds on disposal of tangible capital assets		2,127	
Loss (gain) on the disposal of tangible capital assets		(2,127)	200
Transfer of assets/liabilities in restructuring transactions		-	-
Surplus (Deficit) of capital expenses over expenditures	-	308,097	196,851
(Acquisition) of supplies inventories			
(Acquisition) of prepaid expense		(926)	
Consumption of supplies inventory			
Use of prepaid expense			10,573
Surplus (Deficit) of expenses of other non-financial over expenditures	-	(926)	10,573
Increase/Decrease in Net Financial Assets	297	773,751	282,526
Net Financial Assets (Debt) - Beginning of Year	1,067,232	1,067,232	784,706
Net Financial Assets (Debt) - End of Year	1,067,529	1,840,983	1,067,232

The accompanying notes and schedules are an integral part of these statements.

**Municipality of Davidson
Consolidated Statement of Cash Flow
As at December 31, 2020**

Statement 4

	2020	2019
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	466,580	75,102
Amortization	308,097	309,097
Loss (gain) on disposal of tangible capital assets	(2,127)	200
	<u>772,550</u>	<u>384,399</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	36,822	(31,736)
Other Receivables	46,681	37,080
Land for Resale	-	-
Other Financial Assets	-	-
Accounts and Accrued Liabilities Payable	5,637	(7,692)
Deposits	1,235	1,090
Deferred Revenue	150,350	(2,035)
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	-	-
Other Liabilities	(13,661)	4,754
Stock and Supplies	-	-
Prepayments and Deferred Charges	(926)	10,573
Other (Specify)	-	-
Cash provided by operating transactions	998,688	396,433
Capital:		
Acquisition of capital assets	-	(112,446)
Proceeds from the disposal of capital assets	2,127	-
Other capital	-	-
Cash applied to capital transactions	2,127	(112,446)
Investing:		
Long-term investments	-	-
Other investments	-	-
Cash provided by (applied to) investing transactions	-	-
Financing:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	(54,821)	(54,749)
Other financing	(23,386)	96,600
Cash provided by (applied to) financing transactions	(78,207)	41,851
Change in Cash and Temporary Investments during the year	922,608	325,838
Cash and Temporary Investments - Beginning of Year	1,005,985	680,147
Cash and Temporary Investments - End of Year	1,928,593	1,005,985

The accompanying notes and schedules are an integral part of these statements.

Municipality of Davidson
Notes to the Consolidated Financial Statements
As at December 31, 2020

1. Significant Accounting Policies

The consolidated 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 consolidated 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 consolidated 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. Entities included in these consolidated financial statements are as follows:

Entity

[Local arena board]

[Local swimming pool]

All inter-organizational transactions and balances have been eliminated.

- 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 have been met; and
 - c) reasonable estimates of the amounts can be made.

Unearned government transfer amounts received will be recorded as deferred revenue.

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

- 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.
- 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.
- 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. 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 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.

I. Significant Accounting Policies - continued

- 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.
- 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 deflation 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 Yrs
Buildings	10 to 50 Yrs
Vehicles & Equipment	
Vehicles	5 to 10 Yrs
Machinery and Equipment	5 to 10 Yrs
Infrastructure Assets	
Infrastructure Assets	30 to 75 Yrs
Water & Sewer	(Insert)
Road Network Assets	(Insert)

[If method other than straight line used the method must be separately disclosed]

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.

[List other unrecognized assets, if any].

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 consolidated 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 tangible capital assets. 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 *[amortization method]* 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 maintains a waste disposal site. Recommended disclosure is provided in Note 10.

- n) **Trust Funds:** Funds held in trust for others, under a trust agreement or statute, are not included in the consolidated financial statements as they are not controlled by the municipality. Trust fund activities administered by the municipality are disclosed in Note 18.
- o) **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 their contributions.
- 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:
- an environmental standard exists;
 - contamination exceeds the environmental standard;
 - the municipality:
 - is directly responsible; or
 - accepts responsibility;
 - it is expected that future economic benefits will be given up; and
 - a reasonable estimate of the amount can be made.

1. Significant Accounting Policies - continued

- 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 May 21, 2020.

- t) **New Standards and Amendments to 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.

Municipality of Davidson
Notes to the Consolidated Financial Statements
As at December 31, 2020

2. Cash and Temporary Investments

	2020	2019
Cash	1928593	1005985
Temporary Investments		
Restricted Cash		
Total Cash and Temporary Investments	1,928,593	1,005,985

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 current purposes is included in restricted cash.]

3. Taxes Receivable - Municipal

	2020	2019
Municipal - Current	75240	92905
- Arrears	41571	60728
	116,811	153,633
- Less Allowance for Uncollectible	(50,000)	(50,000)
Total municipal taxes receivable	66,811	103,633
School - Current	16311	20195
- Arrears	6538	12170
Total school taxes receivable	22,849	32,365
Other		
Total taxes and grants in lieu receivable	89,660	135,998
Deduct taxes receivable to be collected on behalf of other organizations	(22,849)	(32,365)
Total Taxes Receivable - Municipal	66,811	103,633

Municipality of Davidson
Notes to the Consolidated Financial Statements
As at December 31, 2020

4. Other Accounts Receivable

	2020	2019
Federal Government	21044	50256
Provincial Government	12935	28131
Local Government		10100
Utility	89219	98149
Trade	74884	58127
Other (Specify)		
Total Other Accounts Receivable	198,082	244,763
Less: Allowance for Uncollectible	(1,488)	(1,488)
Net Other Accounts Receivable	196,594	243,275

5. Land for Resale

	2020	2019
Tax Title Property	32,632	32,632
Allowance for market value adjustment	(19,901)	(19,901)
Net Tax Title Property	12,731	12,731
Other Land		
Allowance for market value adjustment		
Net Other Land	-	-
Total Land for Resale	12,731	12,731

6. Long-Term Investments

	2020	2019
BMO Shares	4,687	4687
Other (Specify)		
Total Long-Term Investments	4,687	4,687

The long term investments in the Saskatchewan Association of Rural Municipalities - Self Insurance Fund are accounted for on the equity basis.

Marketable securities are valued at the lower of cost and market value. Market value at */date/* was */S/* (*/Prior Year/* - */S/*).

/Marketable securities Portfolio investments/ represent investments in common shares */of public companies/* and are stated at the lower of cost or market value. At year-end, cost was substantially the same as the quoted market value.

7. Debt Charges Recoverable

	2020	2019
Current debt charges recoverable		
Non-current debt charges recoverable		
Total Debt Charges Recoverable	-	-

The municipality has undertaken a project with */describe nature of project and identify partners/*. The municipality assumed the long-term financing of */S - amount/*; however, */S - amount/* plus interest at */ %/* is recoverable from */name of municipality/* with respect to this financing. Amounts are recoverable in annual principal instalments of */S/* plus interest, and mature */date/*.

Future debt charges recoverable are as follows:

Year	Principal	Interest	Total
2021			-
2022			-
2023			-
2024			-
2025			-
Thereafter			-
Balance	-	-	-

Municipality of Davidson

Notes to the Consolidated Financial Statements

As at December 31, 2020

8. Bank Indebtedness

Bank indebtedness includes an operating loan amounting to [\$] ([prior year] - [\$]) and bearing interest at prime plus [# %]. Assets pledged as collateral are [describe assets].

Credit Arrangements

[Disclosure appropriate where lines of credit have been authorized, but no amount is drawn at the financial statement date]

At [date], the Municipality had lines of credit totaling [\$], none of which were drawn. The following has been collateralized in connection with this line of credit:

- General security agreement; and
- Hypothecation of certain preferred shares (market value at [date] of [\$]).

9. Deferred Revenue

	2020	2019
Hall deposits, ice rentals, MEEP Grant	152,751	2401
Total Deferred Revenue	152,751	2,401

10. Accrued Landfill Costs

	2020	2019
Environmental Liabilities	100,000	100,000

In 2015 the municipality has accrued an overall liability for environmental matters in the amount of \$100,000 which represents management's best estimate of this liability. By their nature, these estimates are subject to measurement uncertainty and the effect on the consolidated financial statements of changes in such estimates in future periods could be significant.

Included in environmental liabilities is [\$] (prior year - \$) of the estimated total landfill closure and post-closure care expenses. The estimated liability for these expenses is recognized as the landfill site's capacity is used and the reported liability represents the portion of the estimated total expenses recognized as at December 31, [year] based on the cumulative capacity used at that date, compared to the total estimated landfill capacity. Estimated total expenditures represent the sum of the discounted future cash flows for closure and post-closure care activities discounted at the municipality's average long-term borrowing rate of [%] (prior year - %).

Landfill closure and post-closure care requirements have been defined in accordance with The Environmental Management and Protection Act and include final covering and landscaping of the landfill, pumping of ground water, methane gas and leachate management, and ongoing environmental monitoring, site inspection and maintenance. The reported liability is based on estimates and assumptions with respect to events extending over a [# of years]-year period using the best information available to management. Future events may result in significant changes to the estimated total expense, capacity used or total capacity and the estimated liability, and would be recognized prospectively, as a change in estimate, when applicable.

The estimated remaining capacity of the landfill is [%] - [#] cubic metres (prior year - % - [#] cubic metres) of its total estimated capacity of [#] cubic metres and its estimated remaining life is [#] years (prior year - [#] years). The period for post-closure care is estimated to be [#] years (prior year - [#]).

The unfunded liability for the landfill will be paid for [explain how will be financed].

11. Liability for Contaminated Sites

The municipality recognizes and estimates a liability of [\$] (prior year - [\$]) for remediation of [name of the contaminated sites] using [name of the valuation method]. The nature of the liability is [description of the nature of the liability including the event of transaction creating the liability]. The assumptions used in estimating the liability include [descriptions of assumptions and measurement basis used]. The amount of estimated recoveries is [\$] (prior year - [\$]).

[Note: additional disclosure is required of the estimated total undiscounted expenditures and discount rate (when a net present value technique is used), as well as the reason for not recognizing a liability, if appropriate.]

Municipality of Davidson
Notes to the Consolidated Financial Statements
As at December 31, 2020

12. Long-Term Debt

a) The debt limit of the municipality is \$2,482,785. The debt limit for a municipality is the total amount

of the municipality's own source revenues for the preceding year.

b) The debt limit of the municipality is \$_____. The debt limit for the municipality has been established by the Saskatchewan Municipal Board (the *Municipalities Act* section 161(2)).

Debenture debt is repayable at [describe terms including interest rates, repayment dates and amounts, and whether any amount is due on demand].

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Year Total	Prior Year Total
2021	2227	287	2,514	58305
2022			-	
2023			-	
2024			-	
2025			-	
Thereafter			-	
Balance	2,227	287	2,514	58,305

Bank loans are repayable [describe terms including interest rates, repayment dates and amounts, and whether any amount is due on demand].

Future principal repayments are estimated as follows:

Year	Principal	Interest	Current Year Total	Prior Year Total
2021			-	
2022			-	
2023			-	
2024			-	
2025			-	
Thereafter			-	
Balance	-	-	-	-

13. Lease Obligations

D8 Caterpillar Tractor 4 year lease at 6.75%

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

Year	Payment Amount
2021	23,385
2022	23,385
2023	23,385
2024	3,059
2025	-
Thereafter	-
Total future minimum lease payments	73,214
Amounts representing interest at a weighted average rate of 6.75%	-
Capital Lease Liability	73,214

Municipality of Davidson
Notes to the Consolidated Financial Statements
As at December 31, 2020

14. Other Non-financial Assets

2020

2019

[List if any]

15. 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.

The municipality is also contingently liable for the following:

[List if any]

16. Pension Plan

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer 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's pension expense in 2020 was \$41,455. 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.

17. Comparative Figures

Prior year comparative figures have been restated to conform to the current year's presentation.

18. Trusts Administered by the Municipality

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

Health Trust, Seniors' Rec Trust

	Current Year Total	Prior Year Total
Balance - Beginning of Year	167741	146861
Donations	20196	23469
Interest revenue	1622	3411
Expenditures Transfer to Seniors' Rec Centre	(3000)	(6000)
Balance - End of Year	186,559	167,741

19. Related Parties

The consolidated financial statements include transactions with related parties. The municipality is related to *the elected officials listed below who are* under the common control of the Council.

Transactions with these related parties are in the normal course of operations and are settled on normal trade terms.

Tyler Alexander Elaine Ebnal Gord Cross Todd Lockwood Gene Stangland Jared Shaw Arlene Low Jessica Foster

Clark Puckett Kirby Manz Stacey Siroski-Belisle

[For each related party transaction describe:

- Adequate information about the nature of the relationship with the related parties involved in related party transactions;
 - The type and amount of related party transaction that have been recognized by financial statement category;
 - The basis of measurement used;
 - The amount of outstanding balances and the terms and conditions attached to them;
 - Contractual obligations and or contingent liabilities with related parties separate from other contractual obligations and contingent liabilities;
 - The types of related party transactions that have occurred for which no amount has been recognized.
- Items of a similar nature should be disclosed in aggregate.]*

20. Contingent

Assets

The municipality has the following contingent asset(s) for which the probability of *[future event that would result in the asset(s)]* occurring is likely, resulting in *[describe the nature of the contingent asset]* where the estimated or known assets are, or exceed *[\$]* at December 31 *[current year]* (*[prior year: \$]*). The future receipt of these assets is dependent on *[describe nature of future event that will confirm existence of asset]*. *[When the disclosed amount is based on an estimate, explain basis of estimation]*.

Contingent assets are not recorded in the financial statements.

(or, in cases where the extent cannot be measured or when disclosure of the extent would have an adverse effect on the outcome, consider the following)

The municipality has the following contingent asset(s) for which the probability of *[future event that would result in the asset(s)]* occurring is likely, resulting in *[describe the nature of the contingent asset]*. The future receipt of these assets is dependent on *[describe nature of future event that will confirm existence of asset]*. *[Describe the reason for non-disclosure of the extent of the contingent asset]*.

Contingent assets are not recorded in the financial statements.

21. Contractual Rights

Contractual rights are rights to economic resources arising from contracts or agreements that will result in an asset and revenue in the future. Significant contractual rights of the municipality are as follows:

Contractual Rights Type	Describe Nature Time and Extent	2020	2021	2022	2023	2024	Thereafter	No Fixed Maturity Date	Current Year Total	Prior Year Total
<i>[i.e. future lease Revenue]</i>		<i>[\$]</i>	<i>[\$]</i>	<i>[\$]</i>	<i>[\$]</i>	<i>[\$]</i>	<i>[\$]</i>	<i>[\$]</i>	-	<i>[\$]</i>
Contractual Rights 1									-	
Contractual Rights 2									-	
Contractual Rights 3									-	
<i>[Other Specify]</i>									-	
Total		-	-	-	-	-	-	-	-	-

22. Contractual Obligations and Commitments

The municipality has entered into multiple-year contracts for the delivery of services and the construction of tangible capital assets *[identify those that apply]*. These contractual obligations will become liabilities in the future when the terms of the contracts are met. Significant contractual obligations and commitments of the municipality include:

Contractual Obligations and Commitments Type ¹	Describe Nature Time and Extent	2020	2021	2022	2023	2024	Thereafter	No Fixed Maturity Date	Current Year Total	Prior Year Total
<i>[i.e. future lease Revenue]</i>		<i>[\$]</i>	<i>[\$]</i>	<i>[\$]</i>	<i>[\$]</i>	<i>[\$]</i>	<i>[\$]</i>	<i>[\$]</i>	-	<i>[\$]</i>
Contractual Rights 1									-	
Contractual Rights 2									-	
Contractual Rights 3									-	
<i>[Other Specify]</i>									-	
Total		-	-	-	-	-	-	-	-	-

¹ See Note 13 for Capital Lease obligations.

23. Restructuring Transactions

On [insert restructuring date], the [Town/City/Village of XXX] received the transfer of [insert brief description of assets (and liabilities)] and the responsibility for the ongoing operation of the asset(s) from [insert transferring organization's name]. The transfer was due to [brief description of why the restructuring transaction occurred].

The assets [and liabilities] have been recorded as [e.g., tangible capital assets, A/R etc.], at the [insert transferring organization's name] carrying value at the time of the transfer, totaling \$XX. This amount has been recorded as revenue [expense] during the year. Under the transfer, the [Town/City/Village of XXX] also assumed responsibility for [contingent liabilities (describe) and/or contractual obligations (describe) if applicable].

The [Town/City/Village of XXX] also received compensation of \$XX for [outline the purpose -what it is for – if applicable].

The [Town/City/Village of XXX] incurred \$XX in restructuring costs related to [brief description of the cause of the costs incurred if significant e.g., legal, accounting, professional services – if applicable].

From the date of transfer to December 31, 2020, revenues and expenses related to the operation of the assets were as follows: revenue of \$XX; salaries of \$XX; goods and services of \$XX; amortization of \$XX; and debt service \$XX.

or

On [insert restructuring date here], the [Town/City/Village of XXX] transferred [insert brief description of assets (and liabilities)] and the responsibility for the ongoing operation of the asset(s) to [insert receiving organization's name]. [Contingent liabilities (describe) and/or contractual obligations (describe) if applicable] are also transferred to [insert receiving organization's name].

The transfer was due to [brief description of why the restructuring transaction occurred].

The carrying amount of the assets [and liabilities] transferred of \$XX is recorded as an expense (revenue) during the year.

The [Town/City/Village of XXX] also provided compensation of \$XX for [outline the purpose -what it is for – if applicable].

The [Town/City/Village of XXX] incurred \$XX in restructuring costs related to [brief description of the cause of the costs incurred if significant e.g., legal, accounting, professional services – if applicable].

Municipality of Davidson
Schedule of Taxes and Other Unconditional Revenue
As at December 31, 2020

Schedule 1

	2020 Budget	2020	2019
TAXES			
General municipal tax levy	1,506,040	1,505,699	1,461,557
Abatements and adjustments	(17,000)	(58,339)	(18,175)
Discount on current year taxes	(57,000)	(61,417)	(57,756)
Net Municipal Taxes	1,432,040	1,385,943	1,385,626
Potash tax share			
Trailer license fees			
Penalties on tax arrears	16,000	16,092	12,966
Special tax levy			
Other (Specify)			
Total Taxes	1,448,040	1,402,035	1,398,592
UNCONDITIONAL GRANTS			
Revenue Sharing (Organized Hamlet)	239,287	239,287	215,858
Total Unconditional Grants	239,287	239,287	215,858
GRANTS IN LIEU OF TAXES			
Federal	3,300	3,380	3,380
Provincial			
S.P.C. Electrical			
SaskEnergy Gas	4,166	4,166	4,166
TransGas			
Central Services			
SaskTel	3,979	4,046	4,046
Other (Specify) SLGA	3,555	3,555	3,555
Local/Other			
Housing Authority			
C.P.R. Mainline			
Treaty Land Entitlement			
Other (Specify)			
Other Government Transfers			
S.P.C. Surcharge	70,500	66,897	70,438
Sask Energy Surcharge	30,500	28,442	30,745
Other (Specify)			
Total Grants in Lieu of Taxes	116,000	110,486	116,330
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	1,803,327	1,751,808	1,730,780

Municipality of Davidson
Schedule of Operating and Capital Revenue by Function
As at December 31, 2020

Schedule 2 - 1

	2020 Budget	2020	2019
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work		12,479	1,650
- Sales of supplies		1,000	
- Rentals, licenses, tax certificates	3,100	2,033	11,758
Total Fees and Charges	3,100	15,512	13,408
- Tangible capital asset sales - gain (loss)			
- Land sales - gain			
- Investment income and commissions	10,000	10,560	16,986
- Donations		150,752	86,231
Total Other Segmented Revenue	13,100	176,824	116,625
Conditional Grants			
- Student Employment			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	13,100	176,824	116,625
Capital			
Conditional Grants			
- Federal Gas Tax			
- ICIP			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital	-	-	-
Restructuring Revenue (Specify, if any)			
Total General Government Services	13,100	176,824	116,625
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Fire Hall Rent, Fire Fees, Police Fines	62,200	154,736	50,790
Total Fees and Charges	62,200	154,736	50,790
- Tangible capital asset sales - gain (loss)		1,001	
- Other (Specify)			
Total Other Segmented Revenue	62,200	155,737	50,790
Conditional Grants			
- Student Employment			
- Local government RM's	19,500		10,100
- Other (Specify)			
Total Conditional Grants	19,500	-	10,100
Total Operating	81,700	155,737	60,890
Capital			
Conditional Grants			
- Federal Gas Tax			
- ICIP			
- Provincial Disaster Assistance			
- Local government			
- Other (Specify)			
Total Capital	-	-	-
Restructuring Revenue (Specify, if any)			
Total Protective Services	81,700	155,737	60,890

Municipality of Davidson
Schedule of Operating and Capital Revenue by Function
As at December 31, 2020

Schedule 2 - 2

	2020 Budget	2020	2019
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	1,500	1,000	2,000
- Sales of supplies			
- Road Maintenance and Restoration Agreements			
- Frontage			
- Airport Fees	1,000	1,000	1,000
Total Fees and Charges	2,500	2,000	3,000
- Tangible capital asset sales - gain (loss)		1,126	
- Other (Specify)			
Total Other Segmented Revenue	2,500	3,126	3,000
Conditional Grants			
- RIRG (CTP)	300	300	300
- Student Employment		3,385	
- Transit For Disabled	1,800		1,812
Total Conditional Grants	2,100	3,685	2,112
Total Operating	4,600	6,811	5,112
Capital			
Conditional Grants			
- Federal Gas Tax	60,000	92,748	40,000
- ICIP			
- RIRG (Heavy Haul, CTP, Bridge and Large Culvert)			
- Provincial Disaster Assistance			
Total Capital	60,000	92,748	40,000
Restructuring Revenue (Specify, if any)			
Total Transportation Services	64,600	99,559	45,112

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	63,000	90,867	63,460
- Professional Bldg Rent, Housing Surplus	9,000	8,964	10,771
Total Fees and Charges	72,000	99,831	74,231
- Tangible capital asset sales - gain (loss)			
- Cemetery Fees, Dog Licenses	5,600	6,195	6,745
Total Other Segmented Revenue	77,600	106,026	80,976
Conditional Grants			
- Student Employment			
- TAPD			
- Local government RM's (landfill)	3,500		
- Recycling, Oil Recycling	12,200	13,907	13,841
Total Conditional Grants	15,700	13,907	13,841
Total Operating	93,300	119,933	94,817
Capital			
Conditional Grants			
- Federal Gas Tax			
- ICIP			
- TAPD			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital	-	-	-
Restructuring Revenue (Specify, if any)			
Total Environmental and Public Health Services	93,300	119,933	94,817

Municipality of Davidson
Schedule of Operating and Capital Revenue by Function
As at December 31, 2020

Schedule 2 - 3

	2020 Budget	2020	2019
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Business Licenses	5,000	1,950	6,025
- Building & Plumbing Permits	3,000	6,100	2,372
Total Fees and Charges	8,000	8,050	8,397
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	8,000	8,050	8,397
Conditional Grants			
- Student Employment			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	8,000	8,050	8,397
Capital			
Conditional Grants			
- Federal Gas Tax			
- ICIP			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital	-	-	-
Restructuring Revenue (Specify, if any)			
Total Planning and Development Services	8,000	8,050	8,397

RECREATION AND CULTURAL SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges	331,200	228,421	456,089
- Other (Specify)			
Total Fees and Charges	331,200	228,421	456,089
- Tangible capital asset sales - gain (loss)			(200)
- Other (Specify)			
Total Other Segmented Revenue	331,200	228,421	455,889
Conditional Grants			
- Student Employment		12,463	
- Local government RM's	20,000	20,000	20,000
- Sask Lotteries, Safe Restart	13,400	77,209	14,383
Total Conditional Grants	33,400	109,672	34,383
Total Operating	364,600	338,093	490,272
Capital			
Conditional Grants			
- Federal Gas Tax			
- ICIP			
- Local government			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital	-	-	-
Restructuring Revenue (Specify, if any)			
Total Recreation and Cultural Services	364,600	338,093	490,272

Municipality of Davidson
Schedule of Operating and Capital Revenue by Function
As at December 31, 2020

Schedule 2 - 4

	2020 Budget	2020	2019
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	250,000	252,063	247,975
- Sewer	70,000	70,757	69,607
- Penalties, Infrastructure Levy	50,000	51,371	50,934
Total Fees and Charges	370,000	374,191	368,516
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	370,000	374,191	368,516
Conditional Grants			
- Student Employment			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	370,000	374,191	368,516
Capital			
Conditional Grants			
- Federal Gas Tax			88,188
- ICIP			
- New Building Canada Fund (SCF, NRP)			
- Clean Water and Wastewater Fund			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital	-	-	88,188
Restructuring Revenue (Specify, if any)			
Total Utility Services	370,000	374,191	456,704
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	995,300	1,272,387	1,272,817

SUMMARY

Total Other Segmented Revenue	864,600	1,052,375	1,084,193
Total Conditional Grants	70,700	127,264	60,436
Total Capital Grants and Contributions	60,000	92,748	128,188
Restructuring Revenue	-	-	-
TOTAL REVENUE BY FUNCTION	995,300	1,272,387	1,272,817

Municipality of Davidson
Total Expenses by Function
As at December 31, 2020

Schedule 3 - 1

	2020 Budget	2020	2019
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	30,000	24,904	25,474
Wages and benefits	165,600	177,885	169,175
Professional/Contractual services	137,720	131,459	131,522
Utilities	7,700	8,960	7,685
Maintenance, materials and supplies	18,500	20,120	21,657
Grants and contributions - operating	5,000	3,276	3,276
- capital			
Amortization		8,708	8,708
Interest	2,500	1,486	2,375
Allowance for uncollectible			
Land taxes, Reserve Acc't expenses	11,000	87,620	2,303
General Government Services	378,020	464,418	372,175
Restructuring (Specify, if any)			
Total General Government Services	378,020	464,418	372,175

PROTECTIVE SERVICES

Police protection

Wages and benefits			
Professional/Contractual services	55,000	50,477	55,153
Utilities			
Maintenance, material and supplies			
Grants and contributions - operating			
- capital			
Other (Specify)			

Fire protection

Wages and benefits	24,000	28,686	23,762
Professional/Contractual services	13,210	40,858	15,527
Utilities	11,000	10,011	10,395
Maintenance, material and supplies	47,000	36,070	28,897
Grants and contributions - operating			
- capital			
Amortization		15,431	16,430
Interest			
Allowance For Uncollectables	2,000		

Protective Services	152,210	181,533	150,164
Restructuring (Specify, if any)			
Total Protective Services	152,210	181,533	150,164

TRANSPORTATION SERVICES

Wages and benefits	165,850	172,285	164,651
Professional/Contractual Services	434,000	110,696	273,467
Utilities	49,000	48,241	47,915
Maintenance, materials, and supplies	127,000	141,810	98,197
Gravel	25,000	15,550	22,993
Grants and contributions - operating	10,000	8,932	10,075
- capital	64,400		
Amortization		37,315	22,922
Interest			
Other (Specify)			

Transportation Services	875,250	534,829	640,220
Restructuring (Specify, if any)			
Total Transportation Services	875,250	534,829	640,220

Municipality of Davidson
Total Expenses by Function
As at December 31, 2020

Schedule 3 - 2

	2020 Budget	2020	2019
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	92,300	102,014	86,663
Professional/Contractual services	100,800	86,049	99,661
Utilities	9,800	9,476	9,459
Maintenance, materials and supplies	31,000	4,807	24,736
Grants and contributions - operating			
○ Waste disposal			
○ Public Health			
- capital			
○ Waste disposal			
○ Public Health			
Amortization		10,188	10,188
Interest			
Other (Specify)			
Environmental and Public Health Services	233,900	212,534	230,707
Restructuring (Specify, if any)			
Total Environmental and Public Health Services	233,900	212,534	230,707

PLANNING AND DEVELOPMENT SERVICES

Wages and benefits	30,650	11,490	31,009
Professional/Contractual Services	26,800	15,790	24,633
Grants and contributions - operating			
- capital			
Amortization			
Materials & Supplies	6,000	4,200	1,236
Utilities	3,100	2,472	3,090
Planning and Development Services	66,550	33,952	59,968
Restructuring (Specify, if any)			
Total Planning and Development Services	66,550	33,952	59,968

RECREATION AND CULTURAL SERVICES

Wages and benefits	266,000	252,536	337,374
Professional/Contractual services	130,900	85,033	220,932
Utilities	119,600	97,215	118,604
Maintenance, materials and supplies	134,000	99,926	182,698
Grants and contributions - operating	50,500	13,371	10,848
- capital			
Amortization		145,164	159,558
Interest			
Allowance for uncollectible			
Other (Specify)			
Recreation and Cultural Services	701,000	693,245	1,030,014
Restructuring (Specify, if any)			
Total Recreation and Cultural Services	701,000	693,245	1,030,014

Municipality of Davidson
Total Expenses by Function
As at December 31, 2020

Schedule 3 - 3

	2020 Budget	2020	2019
UTILITY SERVICES			
Wages and benefits	86,200	88,662	78,152
Professional/Contractual services	162,600	79,060	146,218
Utilities	47,600	46,478	47,402
Maintenance, materials and supplies	95,000	131,613	82,184
Grants and contributions - operating - capital			
Amortization		91,291	91,291
Interest			
Allowance for Uncollectible			
Other (Specify)			
Utility Services	391,400	437,104	445,247
Restructuring (Specify, if any)			
Total Utility Services	391,400	437,104	445,247
TOTAL EXPENSES BY FUNCTION	2,798,330	2,557,615	2,928,495

Municipality of Davidson
Consolidated 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	15,512	154,736	2,000	99,831	8,050	228,421	374,191	882,741
Tangible Capital Asset Sales - Gain	-	1,001	1,126	-	-	-	-	2,127
Land Sales - Gain	-	-	-	-	-	-	-	-
Investment Income and Commissions	10,560	-	-	-	-	-	-	10,560
Other Revenues	150,752	-	-	6,195	-	-	-	156,947
Grants - Conditional	-	-	3,685	13,907	-	109,672	-	127,264
- Capital	-	-	92,748	-	-	-	-	92,748
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	176,824	155,737	99,559	119,933	8,050	338,093	374,191	1,272,387
Expenses (Schedule 3)								
Wages & Benefits	202,789	28,686	172,285	102,014	11,490	252,536	88,662	858,462
Professional/ Contractual Services	131,459	91,335	110,696	86,049	15,790	85,033	79,060	599,422
Utilities	8,960	10,011	48,241	9,476	-	97,215	46,478	220,381
Maintenance Materials and Supplies	20,120	36,070	157,360	4,807	-	99,926	131,613	449,896
Grants and Contributions	3,276	-	8,932	-	-	13,371	-	25,579
Amortization	8,708	15,431	37,315	10,188	-	145,164	91,291	308,097
Interest	1,486	-	-	-	4,200	-	-	5,686
Allowance for Uncollectible	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	87,620	-	-	-	2,472	-	-	90,092
Total Expenses	464,418	181,533	534,829	212,534	33,952	693,245	437,104	2,557,615
Surplus (Deficit) by Function	(287,594)	(25,796)	(435,270)	(92,601)	(25,902)	(355,152)	(62,913)	(1,285,228)

Taxes and other unconditional revenue (Schedule 1) 1,751,808

Net Surplus (Deficit) **466,580**

Municipality of Davidson
Consolidated Schedule of Segment Disclosure by Function
As at December 31, 2019

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	13,408	50,790	3,000	74,231	8,397	456,089	368,516	974,431
Tangible Capital Asset Sales - Gain	-	-	-	-	-	(200)	-	(200)
Land Sales - Gain	-	-	-	-	-	-	-	-
Investment Income and Commissions	16,986	-	-	-	-	-	-	16,986
Other Revenues	86,231	-	-	6,745	-	-	-	92,976
Grants - Conditional	-	10,100	2,112	13,841	-	34,383	-	60,436
- Capital	-	-	40,000	-	-	-	88,188	128,188
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	116,625	60,890	45,112	94,817	8,397	490,272	456,704	1,272,817
Expenses (Schedule 3)								
Wages & Benefits	194,649	23,762	164,651	86,663	31,009	337,374	78,152	916,260
Professional/ Contractual Services	131,522	70,680	273,467	99,661	24,633	220,932	146,218	967,113
Utilities	7,685	10,395	47,915	9,459	-	118,604	47,402	241,460
Maintenance Materials and Supplies	21,657	28,897	121,190	24,736	-	182,698	82,184	461,362
Grants and Contributions	3,276	-	10,075	-	-	10,848	-	24,199
Amortization	8,708	16,430	22,922	10,188	-	159,558	91,291	309,097
Interest	2,375	-	-	-	1,236	-	-	3,611
Allowance for Uncollectible	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	2,303	-	-	-	3,090	-	-	5,393
Total Expenses	372,175	150,164	640,220	230,707	59,968	1,030,014	445,247	2,928,495
Surplus (Deficit) by Function	(255,550)	(89,274)	(595,108)	(135,890)	(51,571)	(539,742)	11,457	(1,655,678)

Taxes and other unconditional revenue (Schedule 1)

1,730,780

Net Surplus (Deficit)

75,102

Municipality of Davidson
Consolidated Schedule of Tangible Capital Assets by Object
As at December 31, 2020

Schedule 6

		2020						2019	
		General Assets					Infrastructure Assets	General/ Infrastructure Assets Under Construction	Total
		Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear assets		
Assets	Asset cost								Total
	Opening Asset costs	405,539	1,197,000	7,675,510	207,199	2,263,500	2,857,500		14,606,248
	Additions during the year								-
	Disposals and write-downs during the year				(10,500)	(12,100)			(22,600)
	Transfers (from) assets under construction Transfer of Capital Assets related to restructuring (Schedule 11)								-
	Closing Asset Costs	405,539	1,197,000	7,675,510	196,699	2,251,400	2,857,500	-	14,583,648
Amortization	Accumulated Amortization Cost								Total
	Opening Accumulated Amortization Costs		503,536	3,398,423	184,232	1,508,691	2,121,926		7,716,808
	Add: Amortization taken		26,423	163,037	5,655	75,306	37,676		308,097
	Less: Accumulated amortization on disposals Transfer of Capital Assets related to restructuring (Schedule 11)				(10,500)	(12,100)			(22,600)
	Closing Accumulated	-	529,959	3,561,460	179,387	1,571,897	2,159,602	-	8,002,305
	Net Book Value	405,539	667,041	4,114,050	17,312	679,503	697,898	-	6,581,343

1. Total contributed/donated assets received in 2020

\$ -

2. List of assets recognized at nominal value in 2020 are:

- Infrastructure Assets

\$ -

- Vehicles

\$ -

- Machinery and Equipment

\$ -

3. Amount of interest capitalized in Schedule

6

\$ -

Municipality of Davidson
Consolidated 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
Assets	Asset cost								
	Opening Asset costs	446,914	791,160	2,028,162	410,303		6,731,134	4,198,575	14,606,248
	Additions during the year								-
	Disposals and write-downs during the year			(12,100)	(10,500)				(22,600)
	Transfer of Capital Assets related to restructuring (Schedule 11)								-
Closing Asset Costs		446,914	791,160	2,016,062	399,803	-	6,731,134	4,198,575	14,583,648
Amortization	Accumulated								
	Opening Accumulated Amortization Costs	389,991	657,449	1,500,612	227,979		2,779,348	2,161,429	7,716,808
	Add: Amortization taken	8,708	15,431	37,315	10,188		145,164	91,291	308,097
	Less: Accumulated amortization on disposals			(12,100)	(10,500)				(22,600)
	Transfer of Capital Assets related to restructuring (Schedule 11)								-
Closing Accumulated Amortization Costs		398,699	672,880	1,525,827	227,667	-	2,924,512	2,252,720	8,002,305
Net Book Value		48,215	118,280	490,235	172,136	-	3,806,622	1,945,855	6,581,343
									6,889,440

Municipality of Davidson
Consolidated Schedule of Accumulated Surplus
As at December 31, 2020

Schedule 8

	2019	Changes	2020
UNAPPROPRIATED SURPLUS	756,525	499,991	1,256,516
APPROPRIATED RESERVES			
Recreation Reserve	189,326	(46,661)	142,665
Public Reserve		-	-
Cemetery Reserve	16,571	1,866	18,437
Utility reserve	61,291	-	61,291
Seniors and health reserve	167,741	18,817	186,558
Communities in bloom reserve	536	204	740
Fire department reserve	74,799	65,640	140,439
Pavement reserve		180,000	180,000
Library Reserve	5,775	-	5,775
Coffee pot reserve	6,967	-	6,967
Total Appropriated	523,006	219,866	742,872
ORGANIZED HAMLETS (add lines if required)			
Organized Hamlet of (Name)			-
Organized Hamlet of (Name)			-
Organized Hamlet of (Name)			-
Organized Hamlet of (Name)			-
Organized Hamlet of (Name)			-
Organized Hamlet of (Name)			-
Total Organized Hamlets	-	-	-
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6, 7)	6,889,440	(308,097)	6,581,343
Less: Related debt	(57,047)	54,820	(2,227)
Net Investment in Tangible Capital Assets	6,832,393	(253,277)	6,579,116
Total Accumulated Surplus	8,111,924	466,580	8,578,504

Municipality of Davidson
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	279,345	59,540,240			15,348,700		75,168,285
Regional Park Assessment							
Total Assessment							75,168,285
Mill Rate Factor(s)	0.3000	0.3612			1.0000		
Total Base/Minimum Tax (generated for each property class)		247,850			57,350		305,200
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	2,723	946,793			556,183		1,505,699

MILL RATES:	MILLS
Average Municipal*	20.03
Average School*	4.53
Potash Mill Rate	
Uniform Municipal Mill Rate	32.50

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

Municipality of Davidson
Schedule of Council Remuneration
As at December 31, 2020

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Mayor	Tyler Alexander	5,190		5,190
Mayor	Elaine Ebanal	1,028		1,028
Councillor	Gord Cross	2,073		2,073
Councillor	Todd Lockwood	3,309		3,309
Councillor	Gene Stangland	3,464		3,464
Councillor	Jared Shaw	2,817		2,817
Councillor	Arlene Low	2,862		2,862
Councillor	Jessica Foster	2,943		2,943
Councillor	Clark Puckett	470		470
Councillor	Kirby Manz	557		557
Councillor	Stacey Siroski- Belisle	192		192
				-
				-
				-
Total		24,904	-	24,904