

# **VILLAGE OF DENZIL**

**Auditor's Report**

**Financial Statements**

**December 31, 2020**

## MANAGEMENT'S RESPONSIBILITY

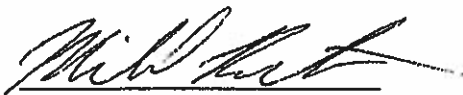
To the Ratepayers of  
Village of Denzil :

Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. The preparation of the statements necessarily includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgments and estimates by management is required.

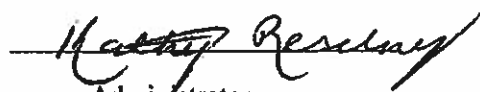
In discharging its responsibilities for the integrity and fair presentation of the consolidated financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and 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 Village. The Council is responsible for overseeing management in the performance of its financial reporting responsibilities. The Council fulfils these responsibilities by reviewing the financial information prepared by the administration and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the Village's external auditors.

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



Mayor



Administrator



CHARTERED PROFESSIONAL ACCOUNTANTS

Bill Jensen, C.P.A. Prof. Corp.  
Jeff Stromberg, C.P.A. Prof. Corp.

## INDEPENDENT AUDITOR'S REPORT

To the Mayor and Council of Village of Denzil

*Report on the consolidated Financial Statements*

### *Opinion*

We have audited the consolidated financial statements of **Village of Denzil**, which comprise the consolidated statement of financial position as at **December 31, 2020** and the consolidated statements of financial activities, changes in net financial assets, and changes in financial position for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements, present fairly, in all material respects, the financial position of the Village as at **December 31, 2020** and its financial performance and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

### *Basis for Opinion*

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

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

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated 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 Village's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and the use of the going concern basis of accounting unless management either intends to liquidate the Village or cease operations, or has no realistic alternative but to do so.

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

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

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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 consolidated financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Village'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 Village'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 Village to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Saskatoon, Saskatchewan  
June 2, 2021

  
Chartered Professional Accountants

# VILLAGE OF DENZIL

Statement 1

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

December 31, 2020  
with comparative figures for 2019

	<u>2020</u>	<u>2019</u>
<b><u>ASSETS</u></b>		
Financial assets:		
Cash and temporary investments (Note 2)	\$ 649,896	584,719
Taxes receivable - Municipal (Note 3)	20,718	20,319
Other accounts receivable (Note 4)	22,178	19,001
Land for re-sale (Note 5)	1,500	2,812
Long-term investments	4,245	5,192
Debt charges recoverable	-	-
Other	-	-
	<hr/>	<hr/>
Total financial assets	698,537	632,043
<b><u>LIABILITIES</u></b>		
Bank indebtedness	-	-
Accounts payable	32,665	68,519
Accrued liabilities payable	-	-
Deposits	6,993	7,243
Deferred revenue	287	157
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Long-term debt (Note 6)	-	-
Lease obligations	-	-
	<hr/>	<hr/>
Total liabilities	39,945	75,919
<b>NET FINANCIAL ASSETS (DEBT)</b>	658,592	556,124
Non-financial assets:		
Tangible capital assets (Schedule 6, 7)	430,189	451,832
Prepaid and deferred charges	8,415	7,757
Stock and supplies	-	-
	<hr/>	<hr/>
Total non-financial assets	438,604	459,589
Accumulated Surplus (Deficit) (Schedule 8)	\$ <u>1,097,196</u>	<u>1,015,713</u>

**APPROVED ON BEHALF OF COUNCIL:**

\_\_\_\_\_ Mayor  
\_\_\_\_\_ Councillor

See accompanying notes to the financial statements.

# VILLAGE OF DENZIL

Statement 2

## CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

Year ended December 31, 2020  
with comparative figures for 2019

		<u>2020</u> <u>Budget</u>	<u>2020</u> <u>Actual</u>	<u>2019</u> <u>Actual</u>
<b>Revenues:</b>				
Taxes and other unconditional revenue	(Schedule 1)	\$ 195,175	203,567	187,308
Fees and charges	(Schedule 4, 5)	77,675	98,662	152,584
Conditional grants	(Schedule 4, 5)	21,700	52,179	15,391
Tangible capital asset sales - gain (loss)	(Schedule 4, 5)	-	1,000	-
Land sales - gain (loss)	(Schedule 4, 5)	-	12,097	-
Investment income and commissions	(Schedule 4, 5)	3,000	3,890	5,866
Restructurings	(Schedule 4, 5)	-	-	-
Other revenues	(Schedule 4, 5)	<u>100</u>	<u>1,471</u>	<u>75</u>
<b>Total Revenues</b>		<b>297,650</b>	<b>372,866</b>	<b>361,224</b>
<b>Expenditures:</b>				
General government services	(Schedule 3)	83,800	121,958	93,783
Protective services	(Schedule 3)	10,500	9,741	10,252
Transportation services	(Schedule 3)	37,690	54,242	39,314
Environmental and public health services	(Schedule 3)	37,416	45,380	42,504
Planning and development services	(Schedule 3)	500	247	973
Recreation and cultural services	(Schedule 3)	42,100	73,315	79,902
Utility services	(Schedule 3)	14,970	19,709	24,884
Restructurings	(Schedule 3)	-	-	-
<b>Total Expenditures</b>		<b><u>226,976</u></b>	<b><u>324,592</u></b>	<b><u>291,612</u></b>
<b>Surplus (deficit) of revenues over expenditures before other capital contributions</b>		<b><u>70,674</u></b>	<b><u>48,274</u></b>	<b><u>69,612</u></b>
Provincial/Federal capital grants and contributions	(Schedule 4, 5)	<u>15,000</u>	<u>33,209</u>	<u>17,030</u>
<b>Surplus (deficit) of revenues over expenditures</b>		<b>85,674</b>	<b>81,483</b>	<b>86,642</b>
Accumulated surplus (deficit), beginning of year		<u>1,015,713</u>	<u>1,015,713</u>	<u>929,071</u>
<b>Accumulated surplus (deficit), end of year</b>		<b><u>\$ 1,101,387</u></b>	<b><u>1,097,196</u></b>	<b><u>1,015,713</u></b>

See accompanying notes to the financial statements.

# VILLAGE OF DENZIL

Statement 3

## CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

Year ended December 31, 2020  
with comparative figures for 2019

	<u>2020</u> <u>Budget</u>	<u>2020</u> <u>Actual</u>	<u>2019</u> <u>Actual</u>
<b>Surplus (deficit)</b>	\$ <u>85,674</u>	<u>81,483</u>	<u>86,642</u>
(Acquisition) of tangible capital assets	-	-	(70,080)
Amortization of tangible capital assets	-	21,643	18,651
Proceeds on disposal of tangible capital assets	-	1,000	-
Loss (gain) on disposal of tangible capital assets	-	(1,000)	-
Transfer of assets/liabilities in restructuring transactions	<u>-</u>	<u>-</u>	<u>-</u>
<b>Surplus (deficit) of capital expenses over expenditures</b>	<u>-</u>	<u>21,643</u>	<u>(51,429)</u>
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expenses	-	(8,415)	(7,757)
Consumption of supplies inventories	-	-	-
Use of prepaid expenses	<u>-</u>	<u>7,757</u>	<u>7,300</u>
<b>Surplus (deficit) of expenses of other non-financial over expenditures</b>	<u>-</u>	<u>(658)</u>	<u>(457)</u>
<b>Increase (decrease) in Net Financial Assets</b>	85,674	102,468	34,756
<b>Net Financial Assets (Debt) - Beginning of the year</b>	<u>556,124</u>	<u>556,124</u>	<u>521,368</u>
<b>Net Financial Assets (Debt)- End of year</b>	\$ <u>641,798</u>	<u>658,592</u>	<u>556,124</u>

See accompanying notes to the financial statements.

# VILLAGE OF DENZIL

Statement 4

## CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 2020  
with comparative figures for 2019

Cash provided by (used in) the following activities:	<u>2020</u>	<u>2019</u>
<b>Operating:</b>		
Surplus (deficit)	\$ 81,483	86,642
Amortization	21,643	18,652
Loss (gain) on disposal of tangible capital assets	<u>(1,000)</u>	<u>-</u>
	102,126	105,294
<b>Change in assets/liabilities</b>		
Taxes receivable - Municipal	(399)	16,400
Other accounts receivable	(3,178)	5,844
Land for re-sale	1,312	-
Other financial assets	-	-
Accounts and accrued liabilities payable	(35,853)	35,170
Deposits	(250)	660
Deferred revenue	130	97
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Stock and supplies	-	-
Prepayments and deferred charges	(658)	(458)
Other	<u>-</u>	<u>-</u>
Net cash from operations	<u>63,230</u>	<u>163,007</u>
<b>Capital:</b>		
Acquisition of capital assets	-	(70,080)
Proceeds from the disposal of capital assets	1,000	-
Other capital	<u>-</u>	<u>-</u>
Net cash from (used for) capital	<u>1,000</u>	<u>(70,080)</u>
<b>Investing:</b>		
Long-term investments	947	(332)
Other investments	<u>-</u>	<u>-</u>
Net cash from (used for) investing	<u>947</u>	<u>(332)</u>
<b>Financing activities:</b>		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	-	-
Other financing	<u>-</u>	<u>-</u>
Net cash from financing	<u>-</u>	<u>-</u>
Increase (decrease) in cash resources	65,177	92,595
Cash and temporary investments, beginning of year	<u>584,719</u>	<u>492,124</u>
Cash and temporary investments, end of year (Note 2)	<u>\$ 649,896</u>	<u>584,719</u>

See accompanying notes to the financial statements.



# VILLAGE OF DENZIL

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2020

### 1. SIGNIFICANT ACCOUNTING POLICIES

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

**(a) Basis of Accounting**

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

**(b) Reporting Entity**

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

Entities included in these financial statements are as follows:

Entity  
*Denzil Recreation Board*

All inter-organizational transactions and balances have been eliminated.

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

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

**(d) Government Transfers**

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

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

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

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

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

**(f) Local Improvement Charges**

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

# VILLAGE OF DENZIL

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2020

### 1. SIGNIFICANT ACCOUNTING POLICIES (continued)

**(g) Net-Financial Assets**

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

**(h) Non-Financial Assets**

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

**(i) Appropriated Reserves**

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

**(j) Property Tax Revenue**

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

**(k) Investments**

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

Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment.

**(l) Inventories**

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

# VILLAGE OF DENZIL

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2020

### 1. SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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

	<u>Asset</u>	<u>Useful Life</u>
<i>General Assets</i>		
	Land	Indefinite
	Land improvements	15 to 25 years
	Buildings	10 to 50 years
	<b>Vehicles and equipment</b>	
	Vehicles	10 to 25 years
	Machinery & Equipment	5 to 40 years
<i>Infrastructure Assets</i>		
	Water and sewer	30 to 75 years
	Road network assets	10 to 40 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 Village does not capitalize interest incurred while a tangible capital asset is under construction.

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

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

The Village of Denzil does not maintain a waste disposal site. No amount has been recorded as an asset or liability.

# VILLAGE OF DENZIL

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2020

### 1. **SIGNIFICANT ACCOUNTING POLICIES (continued)**

#### (o) **Liability for contaminated sites**

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

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

#### (p) **Employee benefit plans**

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

#### (q) **Measurement Uncertainty**

The preparation of the financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditures during the period. Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

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

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

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

#### (r) **Basis of Segmentation/Segment Report**

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

These segments (functions) are as follows:

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

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

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

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

# VILLAGE OF DENZIL

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2020

### 1. SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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

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

### 2. CASH AND TEMPORARY INVESTMENTS

	<u>2020</u>	<u>2019</u>
Cash	\$ 541,583	582,651
Temporary investments	<u>108,313</u>	<u>2,068</u>
	<u>\$ 649,896</u>	<u>584,719</u>

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

### 3. TAXES AND GRANTS IN LIEU RECEIVABLE

	<u>2020</u>	<u>2019</u>
Municipal: - Current	\$ 15,088	14,089
- Arrears	<u>5,630</u>	<u>29,202</u>
	20,718	43,291
Less: allowance for uncollectibles	<u>-</u>	<u>(22,972)</u>
Total municipal taxes receivable	<u>20,718</u>	<u>20,319</u>
School: - Current	1,585	1,469
- Arrears	<u>362</u>	<u>4,186</u>
Total school taxes receivable	<u>1,947</u>	<u>5,655</u>
Other: - Current	-	-
- Arrears	<u>-</u>	<u>-</u>
Total other collections receivable	<u>-</u>	<u>-</u>
Total taxes and grants in lieu receivable	22,665	25,974
Deduct taxes receivable to be collected on behalf of other organizations	<u>(1,947)</u>	<u>(5,655)</u>
Total taxes receivable - Municipal	<u>\$ 20,718</u>	<u>20,319</u>

# VILLAGE OF DENZIL

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2020

### 4. OTHER ACCOUNTS RECEIVABLE

	<u>2020</u>	<u>2019</u>
Federal government	\$ 3,280	5,745
Provincial government	6,806	-
Local government	-	-
Utility	11,747	11,285
Trade	345	1,971
Other	<u>-</u>	<u>-</u>
Total other accounts receivable	22,178	19,001
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Net other accounts receivable	<u>\$ 22,178</u>	<u>19,001</u>

### 5. LAND FOR RESALE

	<u>2020</u>	<u>2019</u>
Tax title property	\$ 12,172	12,172
Less: - allowance for market value adjustment	(8,886)	(7,574)
- due to other taxing authorities	<u>(1,786)</u>	<u>(1,786)</u>
Net tax title Property	<u>1,500</u>	<u>2,812</u>
Other land	-	-
Less: - allowance for market value adjustment	<u>-</u>	<u>-</u>
Net other land	<u>-</u>	<u>-</u>
Total land for resale	<u>\$ 1,500</u>	<u>2,812</u>

### 6. LONG-TERM DEBT

The authorized debt limit for the Village is \$294,717. The authorized debt limit for a Village is the total amount of the Village's own source revenues for the preceding year (the *Municipalities Act* section 161(1)). The incremental debt above the debt limit authorized in the Municipalities Act is approved by the Saskatchewan Municipal Board.

### 7. 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 \$6,509 (2019 - \$6,526). The benefits accrued to the municipality's employees from MEPP are calculated using the following: pensionable years of service, highest average salary, and the plan accrual rate.

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

# VILLAGE OF DENZIL

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2020

### 8. RECENT ACCOUNTING PRONOUNCEMENTS

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

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

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

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

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

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

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

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

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

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

# VILLAGE OF DENZIL

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2020

### 9. BUDGET

The Financial Plan (Budget) adopted by Council on June 10, 2020 was not prepared on a basis consistent with that used to report actual results. The budget was prepared on a modified accrual basis while Public Sector Accounting Standards require a full accrual basis. The budget expensed all tangible capital expenditures rather than including amortization expense, as well as includes transfers to and from reserves. As a result, the budget figures presented in the statements of operations and change in net financial assets include the following adjustments:

	<u>2020</u>
Budget net surplus	\$ 38,174
Add: Investment in tangible capital assets	45,000
Transfer to reserves	<u>2,500</u>
Budget surplus per statement of operations	<u>\$ 85,674</u>



## VILLAGE OF DENZIL

## SCHEDULE OF TAXES AND OTHER UNCONDITIONAL REVENUES

Year ended December 31, 2020  
with comparative figures for 2019

	<u>2020</u> <u>Budget</u>	<u>2020</u> <u>Actual</u>	<u>2019</u> <u>Actual</u>
<b>TAXES</b>			
General municipal tax levy	\$ 144,000	145,713	139,829
Abatements and adjustments	-	(1,299)	-
Discount on current year taxes	<u>(2,500)</u>	<u>(2,534)</u>	<u>(2,553)</u>
<b>Net municipal taxes</b>	<b>141,500</b>	<b>141,880</b>	<b>137,276</b>
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	4,500	4,292	4,269
Special tax levy	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Taxes</b>	<b><u>146,000</u></b>	<b><u>146,172</u></b>	<b><u>141,545</u></b>
<b>UNCONDITIONAL GRANTS</b>			
Revenue sharing	34,400	34,399	31,203
Organized Hamlet	-	-	-
Other (Safe restart)	<u>-</u>	<u>8,531</u>	<u>-</u>
<b>Total Unconditional Grants</b>	<b><u>34,400</u></b>	<b><u>42,930</u></b>	<b><u>31,203</u></b>
<b>GRANTS IN LIEU OF TAXES</b>			
Federal	525	514	513
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	4,600	4,452	4,539
TransGas	-	-	-
Provincial - Central Services	-	-	-
Sasktel	1,350	1,331	1,307
Other	<u>-</u>	<u>-</u>	<u>-</u>
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Other Government Transfers			
S.P.C. Surcharge	8,300	8,168	8,201
Other	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Grants in Lieu of Taxes</b>	<b><u>14,775</u></b>	<b><u>14,465</u></b>	<b><u>14,560</u></b>
<b>TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE</b>	<b>\$ <u>195,175</u></b>	<b><u>203,567</u></b>	<b><u>187,308</u></b>

See accompanying notes to the financial statements.

## VILLAGE OF DENZIL

## SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2020  
with comparative figures for 2019

	<u>2020</u> <u>Budget</u>	<u>2020</u> <u>Actual</u>	<u>2019</u> <u>Actual</u>
<b>GENERAL GOVERNMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ 2,000	-	-
Sales of supplies	25	100	22
Other Licenses, Certificates, Enforcement	<u>1,500</u>	<u>3,946</u>	<u>3,194</u>
Total Fees and Charges	3,525	4,046	3,216
Tangible capital asset sales - gain (loss)	-	-	-
Land sales - gain (loss)	-	12,097	-
Investment income and commissions	3,000	3,649	4,990
Other (Miscellaneous)	<u>100</u>	<u>1,471</u>	<u>75</u>
Total other segmented revenue	<u>6,625</u>	<u>21,263</u>	<u>8,281</u>
Conditional Grants			
Student employment	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Operating</b>	<u>6,625</u>	<u>21,263</u>	<u>8,281</u>
<b>Capital</b>			
Conditional Grants			
Federal Gas Tax	-	-	-
Provincial Disaster Assistance	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Capital</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Restructuring Revenue</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total General Government Services</b>	<u>6,625</u>	<u>21,263</u>	<u>8,281</u>
<b>PROTECTIVE SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total Fees and Charges	-	-	-
Tangible capital asset sales - gain (loss)	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total other segmented revenue	<u>-</u>	<u>-</u>	<u>-</u>
Conditional Grants			
Student employment	-	-	-
Local government	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Operating</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Capital</b>			
Conditional Grants			
Federal Gas Tax	-	-	-
Provincial Disaster Assistance	-	-	-
Local government	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Capital</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Restructuring Revenue</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Protective Services</b>	<u>-</u>	<u>-</u>	<u>-</u>

See accompanying notes to the financial statements.

## VILLAGE OF DENZIL

## SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2020  
with comparative figures for 2019

	<u>2020</u> <u>Budget</u>	<u>2020</u> <u>Actual</u>	<u>2019</u> <u>Actual</u>
<b>TRANSPORTATION SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ -	50	50
Sales of supplies	-	-	-
Road Maintenance and Restoration Agreements	-	-	-
Other Survey and sign fees	50	11	-
Total Fees and Charges	<u>50</u>	<u>61</u>	<u>50</u>
Tangible capital asset sales - gain (loss)	-	1,000	-
Other	-	-	-
Total other segmented revenue	<u>50</u>	<u>1,061</u>	<u>50</u>
<b>Conditional Grants</b>			
Primary Weight Corridor	-	-	-
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Operating</b>	<u>50</u>	<u>1,061</u>	<u>50</u>
<b>Capital</b>			
<b>Conditional Grants</b>			
Federal Gas Tax	15,000	12,656	17,030
MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
Provincial Disaster Assistance	-	-	-
Other (Municipal Economic Enhancement Program)	-	20,553	-
<b>Total Capital</b>	<u>15,000</u>	<u>33,209</u>	<u>17,030</u>
<b>Restructuring Revenue</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Transportation Services</b>	<u>15,050</u>	<u>34,270</u>	<u>17,080</u>
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Waste and Disposal Fees	8,600	11,261	8,554
Other Cemetery fees	-	305	405
Total Fees and Charges	<u>8,600</u>	<u>11,566</u>	<u>8,959</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	<u>8,600</u>	<u>11,566</u>	<u>8,959</u>
<b>Conditional Grants</b>			
Student employment	-	-	-
TAPD	-	-	-
Local government	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Operating</b>	<u>8,600</u>	<u>11,566</u>	<u>8,959</u>
<b>Capital</b>			
<b>Conditional Grants</b>			
Federal Gas Tax	-	-	-
TAPD	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
<b>Total Capital</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Restructuring Revenue</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Environmental and Public Health Services Services</b>	<u>8,600</u>	<u>11,566</u>	<u>8,959</u>

See accompanying notes to the financial statements.

## VILLAGE OF DENZIL

## SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2020  
with comparative figures for 2019

	<u>2020</u> <u>Budget</u>	<u>2020</u> <u>Actual</u>	<u>2019</u> <u>Actual</u>
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Maintenance and Development Charges	\$ -	-	532
Other	-	-	-
Total Fees and Charges	-	-	532
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	-	-	532
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	<b>-</b>	<b>-</b>	<b>532</b>
<b>Capital</b>			
Conditional Grants			
Federal Gas Tax	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Restructuring Revenue</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Planning and Development Services</b>	<b>-</b>	<b>-</b>	<b>532</b>
<b>RECREATION AND CULTURAL SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Fundraising event revenue	10,000	15,472	64,279
Recreation sales, rents & fees	5,000	15,892	27,337
Other	-	-	-
Total Fees and Charges	15,000	31,364	91,616
Tangible capital asset sales - gain (loss)	-	-	-
Investment income and commissions	500	241	876
Other	-	-	-
Total other segmented revenue	15,500	31,605	92,492
Conditional Grants			
Student Employment	-	-	-
Local government	6,000	32,702	7,434
Donations	12,500	11,236	4,690
Other (Sask Lotteries, CRAG)	3,200	8,241	3,267
Total Conditional Grants	21,700	52,179	15,391
<b>Total Operating</b>	<b>37,200</b>	<b>83,784</b>	<b>107,883</b>
<b>Capital</b>			
Conditional Grants			
Federal Gas Tax	-	-	-
Local government	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Restructuring Revenue</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Recreation and Cultural Services</b>	<b>37,200</b>	<b>83,784</b>	<b>107,883</b>

See accompanying notes to the financial statements.

## VILLAGE OF DENZIL

## SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2020  
with comparative figures for 2019

	<u>2020</u> <u>Budget</u>	<u>2020</u> <u>Actual</u>	<u>2019</u> <u>Actual</u>
<b>UTILITY SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Water	\$ 38,000	38,420	37,974
Sewer	12,500	13,205	10,237
Other	-	-	-
Total Fees and Charges	<u>50,500</u>	<u>51,625</u>	<u>48,211</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	<u>50,500</u>	<u>51,625</u>	<u>48,211</u>
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Operating</b>	<u>50,500</u>	<u>51,625</u>	<u>48,211</u>
<b>Capital</b>			
Conditional Grants			
Federal Gas Tax	-	-	-
New Building Canada Fund (SCF, NRP)	-	-	-
Clean Water and Wastewater Fund	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
<b>Total Capital</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Restructuring Revenue</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Utility Services</b>	<u>50,500</u>	<u>51,625</u>	<u>48,211</u>
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<u>\$ 117,975</u>	<u>202,508</u>	<u>190,946</u>
<b>SUMMARY</b>			
Total Other Segmented Revenue	\$ 81,275	117,120	158,525
Total Conditional Grants	21,700	52,179	15,391
Total Capital Grants and Contributions	15,000	33,209	17,030
Restructuring Revenue	-	-	-
<b>TOTAL REVENUE BY FUNCTION</b>	<u>\$ 117,975</u>	<u>202,508</u>	<u>190,946</u>

See accompanying notes to the financial statements.

**VILLAGE OF DENZIL**  
**TOTAL EXPENSES BY FUNCTION**

Year ended December 31, 2020  
with comparative figures for 2019

	<u>2020</u> <u>Budget</u>	<u>2020</u> <u>Actual</u>	<u>2019</u> <u>Actual</u>
<b>GENERAL GOVERNMENT SERVICES</b>			
Council remuneration and travel	\$ 4,500	2,640	4,334
Wages and benefits	42,800	41,789	42,541
Professional/Contractual services	19,200	21,351	20,209
Utilities	5,400	5,225	4,900
Maintenance, materials, and supplies	6,050	6,597	5,010
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	50	541	85
Allowance for uncollectibles	5,000	2,650	16,012
Other (Loan payout, election, supplies)	800	41,165	692
<b>General Government Services</b>	<u>83,800</u>	<u>121,958</u>	<u>93,783</u>
<b>Restructuring</b>	-	-	-
<b>Total General Government Services</b>	<u>83,800</u>	<u>121,958</u>	<u>93,783</u>
<b>PROTECTIVE SERVICES</b>			
<b>Police protection</b>			
Wages and benefits	-	-	-
Professional/Contractual services	7,300	7,459	7,219
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
<b>Fire protection</b>			
Wages and benefits	-	177	-
Professional/Contractual services	3,200	2,105	3,033
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
<b>Protective Services</b>	<u>10,500</u>	<u>9,741</u>	<u>10,252</u>
<b>Restructuring</b>	-	-	-
<b>Total Protective Services</b>	<u>10,500</u>	<u>9,741</u>	<u>10,252</u>
<b>TRANSPORTATION SERVICES</b>			
Wages and benefits	17,600	18,365	17,918
Professional/Contractual services	2,000	18,268	2,679
Utilities	7,120	7,116	6,943
Maintenance, materials, and supplies	7,670	5,684	5,759
Gravel	500	-	1,240
Grants and contributions	2,800	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	4,809	4,775
Interest	-	-	-
Other	-	-	-
<b>Transportation Services</b>	<u>37,690</u>	<u>54,242</u>	<u>39,314</u>
<b>Restructuring</b>	-	-	-
<b>Total Transportation Services</b>	<u>37,690</u>	<u>54,242</u>	<u>39,314</u>

See accompanying notes to the financial statements.

## VILLAGE OF DENZIL

## TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2020  
with comparative figures for 2019

	<u>2020</u> <u>Budget</u>	<u>2020</u> <u>Actual</u>	<u>2019</u> <u>Actual</u>
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
Wages and benefits	22,316	23,544	23,664
Professional/Contractual services	10,900	14,042	10,763
Utilities	600	567	571
Maintenance, materials, and supplies	1,600	6,430	6,709
Grants and contributions			
-operating			
Waste disposal	2,000	-	-
Public health	-	-	-
-capital			
Waste disposal	-	-	-
Public health	-	-	-
Amortization	-	797	797
Interest	-	-	-
Other	-	-	-
<b>Environmental and Public Health Services</b>	<u>37,416</u>	<u>45,380</u>	<u>42,504</u>
<b>Restructuring</b>	-	-	-
<b>Total Environmental and Public Health Services</b>	<u>37,416</u>	<u>45,380</u>	<u>42,504</u>
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
Wages and benefits	-	-	-
Professional/Contractual services	500	-	-
Maintenance, materials, and supplies	-	247	973
Grants and contributions			
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
<b>Planning and Development Services</b>	<u>500</u>	<u>247</u>	<u>973</u>
<b>Restructuring</b>	-	-	-
<b>Total Planning and Development Services</b>	<u>500</u>	<u>247</u>	<u>973</u>
<b>RECREATION AND CULTURAL SERVICES</b>			
Wages and benefits	4,000	4,075	3,522
Professional/Contractual services	2,700	2,530	2,722
Utilities	22,500	23,076	21,986
Maintenance, materials, and supplies	10,700	32,110	43,272
Grants and contributions			
-operating	2,200	2,164	2,164
-capital	-	100	-
Amortization	-	9,170	6,210
Interest	-	90	26
Allowance for uncollectibles	-	-	-
Other	-	-	-
<b>Recreation and Cultural Services</b>	<u>42,100</u>	<u>73,315</u>	<u>79,902</u>
<b>Restructuring</b>	-	-	-
<b>Total Recreation and Cultural Services</b>	<u>42,100</u>	<u>73,315</u>	<u>79,902</u>

See accompanying notes to the financial statements.

## VILLAGE OF DENZIL

## TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2020  
with comparative figures for 2019

	<u>2020</u> <u>Budget</u>	<u>2020</u> <u>Actual</u>	<u>2019</u> <u>Actual</u>
<b>UTILITY SERVICES</b>			
Wages and benefits	3,000	3,000	3,000
Professional/Contractual services	-	-	1,022
Utilities	3,100	2,872	2,918
Maintenance, materials, and supplies	8,870	6,970	11,074
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	6,867	6,870
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	-	-
<b>Utility Services</b>	<u>14,970</u>	<u>19,709</u>	<u>24,884</u>
<b>Restructuring</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Utility Services</b>	<u>14,970</u>	<u>19,709</u>	<u>24,884</u>
<b>TOTAL EXPENDITURES BY FUNCTION</b>	<u>\$ 226,976</u>	<u>324,592</u>	<u>291,612</u>

See accompanying notes to the financial statements.



# VILLAGE OF DENZIL

**Schedule 4**

## CONSOLIDATED SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2020

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and charges	\$ 4,046	-	61	11,566	-	31,364	51,625	98,662
Tangible capital asset sales - Gain (loss)	-	-	1,000	-	-	-	-	1,000
Land sales - Gain (loss)	12,097	-	-	-	-	-	-	12,097
Investment income and commissions	3,649	-	-	-	-	241	-	3,890
Other revenues	1,471	-	-	-	-	-	-	1,471
Grants - Conditional	-	-	-	-	-	52,179	-	52,179
Grants - Capital	-	-	33,209	-	-	-	-	33,209
Restructurings	-	-	-	-	-	-	-	-
<b>Total revenues</b>	<u>21,263</u>	<u>-</u>	<u>34,270</u>	<u>11,566</u>	<u>-</u>	<u>83,784</u>	<u>51,625</u>	<u>202,508</u>
<b>Expenses (Schedule 3)</b>								
Wages & Benefits	44,429	177	18,365	23,544	-	4,075	3,000	93,590
Professional/Contractual Services	21,351	9,564	18,268	14,042	-	2,530	-	65,755
Utilities	5,225	-	7,116	567	-	23,076	2,872	38,856
Maintenance, materials and supplies	6,597	-	5,684	6,430	247	32,110	6,970	58,038
Grants and contributions	-	-	-	-	-	2,264	-	2,264
Amortization	-	-	4,809	797	-	9,170	6,867	21,643
Interest	541	-	-	-	-	90	-	631
Allowance for uncollectibles	2,650	-	-	-	-	-	-	2,650
Other	41,165	-	-	-	-	-	-	41,165
Restructurings	-	-	-	-	-	-	-	-
<b>Total expenses</b>	<u>121,958</u>	<u>9,741</u>	<u>54,242</u>	<u>45,380</u>	<u>247</u>	<u>73,315</u>	<u>19,709</u>	<u>324,592</u>
<b>Surplus (deficit) by function</b>	(100,695)	(9,741)	(19,972)	(33,814)	(247)	10,469	31,916	(122,084)
Taxation and other unconditional revenue (Schedule 1)								<u>203,567</u>
<b>Net Surplus (Deficit)</b>								<u>\$ 81,483</u>

See accompanying notes to the financial statements.

# VILLAGE OF DENZIL

**Schedule 5**

## CONSOLIDATED SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2019

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and charges	\$ 3,216	-	50	8,959	532	91,616	48,211	152,584
Tangible capital asset sales - Gain (loss)	-	-	-	-	-	-	-	-
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Investment income and commissions	4,990	-	-	-	-	876	-	5,866
Other revenues	75	-	-	-	-	-	-	75
Grants - Conditional	-	-	-	-	-	15,391	-	15,391
Grants - Capital	-	-	17,030	-	-	-	-	17,030
Restructurings	-	-	-	-	-	-	-	-
<b>Total revenues</b>	<u>8,281</u>	<u>-</u>	<u>17,080</u>	<u>8,959</u>	<u>532</u>	<u>107,883</u>	<u>48,211</u>	<u>190,946</u>
<b>Expenses (Schedule 3)</b>								
Wages & Benefits	46,875	-	17,918	23,664	-	3,522	3,000	94,979
Professional/Contractual Services	20,209	10,252	2,679	10,763	-	2,722	1,022	47,647
Utilities	4,900	-	6,943	571	-	21,986	2,918	37,318
Maintenance, materials and supplies	5,010	-	6,999	6,709	973	43,272	11,074	74,037
Grants and contributions	-	-	-	-	-	2,164	-	2,164
Amortization	-	-	4,775	797	-	6,210	6,870	18,652
Interest	85	-	-	-	-	26	-	111
Allowance for uncollectibles	16,012	-	-	-	-	-	-	16,012
Other	692	-	-	-	-	-	-	692
Restructurings	-	-	-	-	-	-	-	-
<b>Total expenses</b>	<u>93,783</u>	<u>10,252</u>	<u>39,314</u>	<u>42,504</u>	<u>973</u>	<u>79,902</u>	<u>24,884</u>	<u>291,612</u>
<b>Surplus (deficit) by function</b>	(85,502)	(10,252)	(22,234)	(33,545)	(441)	27,981	23,327	(100,666)
Taxation and other unconditional revenue (Schedule 1)								<u>187,308</u>
<b>Net Surplus (Deficit)</b>								<u>\$ 86,642</u>

See accompanying notes to the financial statements.

## VILLAGE OF DENZIL

## CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT

Year ended December 31, 2020  
with comparative figures for 2019

	2020							2019	
	General Assets			Infrastructure Assets		General / Infrastructure Assets Under Construction	Total	Total	
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment				Linear Assets
<b>Asset cost</b>									
Opening asset costs	\$ 8,900	39,234	388,081	5,000	127,455	470,522	-	1,039,192	969,11
Additions during the year	-	-	-	-	-	-	-	-	70,08
Disposals and write-downs during the year	-	-	-	(5,000)	-	-	-	(5,000)	-
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
<b>Closing asset costs</b>	<u>8,900</u>	<u>39,234</u>	<u>388,081</u>	<u>-</u>	<u>127,455</u>	<u>470,522</u>	<u>-</u>	<u>1,034,192</u>	<u>1,039,19</u>
<b>Accumulated amortization cost</b>									
Opening accumulated amortization costs	-	13,089	210,845	5,000	46,391	312,035	-	587,360	568,70
Add: Amortization taken	-	1,089	8,878	-	4,534	7,142	-	21,643	18,65
Less: Accumulated amortization on disposals	-	-	-	(5,000)	-	-	-	(5,000)	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
<b>Closing accumulated amortization costs</b>	<u>-</u>	<u>14,178</u>	<u>219,723</u>	<u>-</u>	<u>50,925</u>	<u>319,177</u>	<u>-</u>	<u>604,003</u>	<u>587,36</u>
<b>Net book value</b>	<u>\$ 8,900</u>	<u>25,056</u>	<u>168,358</u>	<u>-</u>	<u>76,530</u>	<u>151,345</u>	<u>-</u>	<u>430,189</u>	<u>451,83</u>
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 2020:			\$ -						

See accompanying notes to the financial statements.

## VILLAGE OF DENZIL

## CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS BY FUNCTION

Year ended December 31, 2020  
with comparative figures for 2019

	2020							2019	
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
<b>Asset cost</b>									
Opening asset costs	\$ 26,856	-	153,644	39,849	-	334,316	484,527	1,039,192	969,111
Additions during the year	-	-	-	-	-	-	-	-	70,080
Disposals and write-downs during the year	-	-	(5,000)	-	-	-	-	(5,000)	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
<b>Closing asset costs</b>	<b>26,856</b>	<b>-</b>	<b>148,644</b>	<b>39,849</b>	<b>-</b>	<b>334,316</b>	<b>484,527</b>	<b>1,034,192</b>	<b>1,039,191</b>
<b>Accumulated amortization cost</b>									
Opening accumulated amortization costs	25,856	-	47,648	7,970	-	156,114	349,772	587,360	568,701
Add: Amortization taken	-	-	4,809	797	-	9,170	6,867	21,643	18,651
Less: Accumulated amortization on disposals	-	-	(5,000)	-	-	-	-	(5,000)	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
<b>Closing accumulated amortization costs</b>	<b>25,856</b>	<b>-</b>	<b>47,457</b>	<b>8,767</b>	<b>-</b>	<b>165,284</b>	<b>356,639</b>	<b>604,003</b>	<b>587,361</b>
<b>Net book value</b>	<b>\$ 1,000</b>	<b>-</b>	<b>101,187</b>	<b>31,082</b>	<b>-</b>	<b>169,032</b>	<b>127,888</b>	<b>430,189</b>	<b>451,830</b>

See accompanying notes to the financial statements.

**VILLAGE OF DENZIL**

**CONSOLIDATED SCHEDULE OF ACCUMULATED SURPLUS**

**Year ended December 31, 2020**

	<u>2019</u>	<u>Changes</u>	<u>2020</u>
<b>UNAPPROPRIATED SURPLUS</b>	\$ <u>543,515</u>	<u>103,126</u>	<u>646,641</u>
<b>APPROPRIATED RESERVES</b>			
Machinery and equipment	20,366	-	20,366
Public reserve	-	-	-
Capital trust	-	-	-
Utility	-	-	-
<b>Total Appropriated</b>	<u>20,366</u>	<u>-</u>	<u>20,366</u>
<b>NET INVESTMENT IN TANGIBLE CAPITAL ASSETS</b>			
Tangible capital assets (Schedule 6)	451,832	(21,643)	430,189
Less: Related debt	-	-	-
<b>Net Investment in Tangible Capital Assets</b>	<u>451,832</u>	<u>(21,643)</u>	<u>430,189</u>
<b>Total Accumulated Surplus</b>	\$ <u>1,015,713</u>	<u>81,483</u>	<u>1,097,196</u>

See accompanying notes to the financial statements.

**VILLAGE OF DENZIL**

**SCHEDULE OF MILL RATES AND ASSESSMENTS**

Year ended December 31, 2020  
with comparative figures for 2019

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
<b>Taxable Assessment</b>	\$ 64,185	3,838,480	-	-	795,000	-	\$ 4,697,665
<b>Regional Park Assessment</b>							-
<b>Total Assessment</b>							\$ 4,697,665
<b>Mill Rate Factor(s)</b>	1.0000	1.0000	1.0000	1.0000	1.0000		
<b>Total Base/Minimum Tax</b> (generated for each property class)	2,250	45,500	-	-	22,800		70,550
<b>Total Municipal Tax Levy</b> (include base and/or minimum tax and special levies)	\$ 3,277	106,916	-	-	35,520		145,713

<u>MILL RATES:</u>	<u>MILLS</u>
Average Municipal*	31.018
Average School*	4.447
Potash Mill Rate	-
Uniform Municipal Mill Rate	16.000

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

See accompanying notes to the financial statements.

**VILLAGE OF DENZIL**

**SCHEDULE OF COUNCIL REMUNERATION**

**Year ended December 31, 2020**  
with comparative figures for 2019

<b>Position</b>	<b>Name</b>	<b><u>Remuneration</u></b>	<b><u>Reimbursed Costs</u></b>	<b><u>Total</u></b>
Mayor	Michael Bartsch	\$ 855	27	882
Councillor	Mitch Baier	480	-	480
Councillor	Ted Burrows	600	-	600
Councillor	Chelsea Saddler	240	-	240
Councillor	Jason Volk	615	-	615
Former Mayor	Murray Sieben	75	-	75
<b>Total</b>		<b><u>\$ 2,865</u></b>	<b><u>27</u></b>	<b><u>2,892</u></b>

See accompanying notes to the financial statements.

**VILLAGE OF DENZIL**  
**SCHEDULE OF RESTRUCTURING**  
**Year ended December 31, 2020**

**Carrying Amount of Assets and Liabilities Transferred/Received at Restructuring Date**

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

See accompanying notes to the financial statements.