

RURAL MUNICIPALITY OF DUNDURN NO. 314

Auditor's Report

Financial Statements

December 31, 2020

MANAGEMENT'S RESPONSIBILITY

To the Ratepayers of
Rural Municipality of Dundurn No. 314 :


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 Municipality. The Council is responsible for overseeing management in the performance of its financial reporting responsibilities. The Council fulfils these responsibilities by reviewing the financial information prepared by the administration and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the Municipality's external auditors.

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

x 
Reeve


Administrator



CHARTERED PROFESSIONAL ACCOUNTANTS

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

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

INDEPENDENT AUDITOR'S REPORT

To the **Reeve and Council of Rural Municipality of Dundurn No. 314**

Report on the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of **Rural Municipality of Dundurn No. 314**, 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 Rural Municipality 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 Rural Municipality in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the 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 Rural Municipality's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and the use of the going concern basis of accounting unless management either intends to liquidate the Rural Municipality or cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibility for the Audit of the 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 Rural Municipality's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Rural Municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements, or if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Rural Municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

Saskatoon, Saskatchewan
April 1, 2021


Chartered Professional Accountants

RURAL MUNICIPALITY OF DUNDURN NO. 314

Statement 1

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

December 31, 2020
with comparative figures for 2019

	<u>2020</u>	<u>2019</u>
<u>ASSETS</u>		
Financial assets:		
Cash and temporary investments (Note 2)	\$ 4,283,017	2,516,163
Taxes receivable - Municipal (Note 3)	450,920	646,471
Other accounts receivable (Note 4)	109,652	116,476
Land for re-sale (Note 5)	4,451	13,107
Long-term investments (Note 6)	57,967	53,182
Debt charges recoverable	-	-
Other	-	-
Total financial assets	<u>4,906,007</u>	<u>3,345,399</u>
<u>LIABILITIES</u>		
Bank indebtedness (Note 7)	-	-
Accounts payable	14,774	157,483
Accrued liabilities payable	-	-
Deposits	-	-
Deferred revenue	-	-
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	359,894	15,239
Long-term debt (Note 8)	-	59,123
Lease obligations (Note 9)	<u>697,282</u>	<u>857,330</u>
Total liabilities	<u>1,071,950</u>	<u>1,089,175</u>
NET FINANCIAL ASSETS (DEBT)	3,834,057	2,256,224
Non-financial assets:		
Tangible capital assets	6,513,836	6,863,809
Prepaid and deferred charges	7,488	795
Stock and supplies	<u>29,586</u>	<u>14,506</u>
Total non-financial assets	<u>6,550,910</u>	<u>6,879,110</u>
Accumulated Surplus (Deficit)	<u>\$ 10,384,967</u>	<u>9,135,334</u>

APPROVED ON BEHALF OF COUNCIL:

_____ Reeve

_____ Councillor

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314**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>
Revenues:				
Taxes and other unconditional revenue	(Schedule 1)	\$ 2,618,580	2,750,547	2,581,031
Fees and charges	(Schedule 4, 5)	423,600	518,990	527,046
Conditional grants	(Schedule 4, 5)	32,140	28,247	32,440
Tangible capital asset sales - gain (loss)	(Schedule 4, 5)	-	11,550	20,588
Land sales - gain (loss)	(Schedule 4, 5)	-	1,892	-
Investment income and commissions	(Schedule 4, 5)	15,400	21,250	(9,305)
Restructurings	(Schedule 4, 5)	-	-	1,555,614
Other revenues	(Schedule 4, 5)	800	4,780	2,645
Total Revenues		3,090,520	3,337,256	4,710,059
Expenditures:				
General government services	(Schedule 3)	611,050	543,001	541,903
Protective services	(Schedule 3)	215,000	214,417	236,069
Transportation services	(Schedule 3)	1,951,090	1,641,285	1,994,981
Environmental and public health services	(Schedule 3)	84,250	61,852	72,369
Planning and development services	(Schedule 3)	35,500	29,529	52,655
Recreation and cultural services	(Schedule 3)	34,000	26,073	33,174
Utility services	(Schedule 3)	80,600	129,743	135,353
Restructurings	(Schedule 3)	-	-	2,816,416
Total Expenditures		3,011,490	2,645,900	5,882,920
Surplus (deficit) of revenues over expenditures before other capital contributions		79,030	691,356	(1,172,861)
Provincial/Federal capital grants and contributions		179,800	558,277	179,863
Surplus (deficit) of revenues over expenditures		258,830	1,249,633	(992,998)
Accumulated surplus (deficit), beginning of year		9,135,334	9,135,334	10,128,332
Accumulated surplus (deficit), end of year		\$ 9,394,164	10,384,967	9,135,334

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314

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>
Surplus (deficit)	\$ 258,830	1,249,633	(992,998)
(Acquisition) of tangible capital assets	-	(63,970)	(174,996)
Amortization of tangible capital assets	-	413,943	424,723
Proceeds on disposal of tangible capital assets	-	11,550	20,588
Loss (gain) on disposal of tangible capital assets	-	(11,550)	(20,588)
Loss (gain) on disposal of investments	-	-	38,130
Transfer of assets/liabilities in restructuring transactions	-	-	1,174,426
Surplus (deficit) of capital expenses over expenditures	-	349,973	1,462,283
(Acquisition) of supplies inventories	-	(29,590)	4
(Acquisition) of prepaid expenses	-	(7,484)	(794)
Consumption of supplies inventories	-	14,506	24,191
Use of prepaid expenses	-	795	78,417
Surplus (deficit) of expenses of other non-financial over expenditures	-	(21,773)	101,818
Increase (decrease) in Net Financial Assets	258,830	1,577,833	571,103
Net Financial Assets (Debt) - Beginning of the year	2,256,224	2,256,224	1,685,121
Net Financial Assets (Debt)- End of year	\$ 2,515,054	3,834,057	2,256,224

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314**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>
Operating:		
Surplus (deficit)	\$ 1,249,633	(992,998)
Amortization	413,943	424,727
Loss (gain) on disposal of tangible capital assets	(11,550)	(20,588)
Loss (gain) on disposal of investments	-	38,130
Restructuring (surplus) deficit	<u>-</u>	<u>865,608</u>
	1,652,026	314,879
Change in assets/liabilities		
Taxes receivable - Municipal	195,552	25,665
Other accounts receivable	6,823	67,086
Land for re-sale	8,657	(13,108)
Other financial assets	-	-
Accounts and accrued liabilities payable	(142,710)	(187,782)
Deposits	-	-
Deferred revenue	-	(14,472)
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	344,655	(5,201)
Stock and supplies	(15,080)	24,195
Prepayments and deferred charges	(6,693)	77,623
Other	<u>-</u>	<u>-</u>
Net cash from operations	<u>2,043,230</u>	<u>288,885</u>
Capital:		
Acquisition of capital assets	(63,970)	174,996
Proceeds from the disposal of capital assets	11,550	(20,588)
Other capital	<u>-</u>	<u>-</u>
Net cash from (used for) capital	<u>(52,420)</u>	<u>154,408</u>
Investing:		
Long-term investments	(4,785)	(6,703)
Other investments	<u>-</u>	<u>-</u>
Net cash used for investing	<u>(4,785)</u>	<u>(6,703)</u>
Financing activities:		
Long-term debt issued	-	-
Long-term debt repaid	(59,123)	(144,576)
Lease obligations repaid	<u>(160,048)</u>	<u>(159,082)</u>
Net cash used for financing	<u>(219,171)</u>	<u>(303,658)</u>
Increase (decrease) in cash resources	1,766,854	132,932
Cash and temporary investments, beginning of year	<u>2,516,163</u>	<u>2,383,231</u>
Cash and temporary investments, end of year (Note 2)	<u>\$ 4,283,017</u>	<u>2,516,163</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314

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

Entities included in these financial statements are as follows:

Entity

Dundurn and Area Wastewater Utility

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, municipal hail and conservation and development authorities are collected and remitted in accordance with the relevant legislation.

(d) Government Transfers

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

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

Unearned government transfer amounts received but not earned will be recorded as deferred revenue.

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

(e) Deferred Revenue - Fees and Charges

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

(f) Local Improvement Charges

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

RURAL MUNICIPALITY OF DUNDURN NO. 314
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. The long-term investments in the Saskatchewan Association of Rural Municipalities - Self Insurance Fund are accounted for on the equity basis.

Investments in government partnerships are accounted for on the proportionate consolidation method.

(l) Inventories

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

RURAL MUNICIPALITY OF DUNDURN NO. 314

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 Municipality'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 years
Buildings	40 years
Vehicles and equipment	
Vehicles	10 years
Machinery & Equipment	10 years
<i>Infrastructure Assets</i>	
Infrastructure assets	15 to 40 years
Water and sewer	45 to 75 years
Road network assets	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 Municipality does not capitalize interest incurred while a tangible capital asset is under construction.

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

(n) **Trust Funds**

Funds held in trust for others are neither included in the Municipality's assets or equity. They are disclosed in Note 13.

(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 its contributions.

RURAL MUNICIPALITY OF DUNDURN NO. 314
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2020

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(p) 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.

(q) Basis of Segmentation/Segment Report

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

These segments (functions) are as follows:

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

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

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

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

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

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

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

RURAL MUNICIPALITY OF DUNDURN NO. 314

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2020

2. CASH AND TEMPORARY INVESTMENTS

	<u>2020</u>	<u>2019</u>
Cash	\$ 3,829,892	2,011,108
Temporary investments	<u>453,125</u>	<u>505,055</u>
	<u>\$ 4,283,017</u>	<u>2,516,163</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	\$ 190,734	263,794
- Arrears	<u>260,186</u>	<u>382,677</u>
	450,920	646,471
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Total municipal taxes receivable	<u>450,920</u>	<u>646,471</u>
School: - Current	132,691	178,269
- Arrears	<u>147,760</u>	<u>172,780</u>
Total school taxes receivable	<u>280,451</u>	<u>351,049</u>
Other: - Current	7,509	1,159
- Arrears	<u>-</u>	<u>-</u>
Total other collections receivable	<u>7,509</u>	<u>1,159</u>
Total taxes and grants in lieu receivable	738,880	998,679
Deduct taxes receivable to be collected on behalf of other organizations	<u>(287,959)</u>	<u>(352,208)</u>
Total taxes receivable - Municipal	<u>\$ 450,920</u>	<u>646,471</u>

4. OTHER ACCOUNTS RECEIVABLE

	<u>2020</u>	<u>2019</u>
Federal government	\$ 37,345	32,778
Provincial government	-	-
Local government	-	-
Utility	-	-
Trade	104,058	103,408
Other (DAWWU)	<u>604</u>	<u>4,539</u>
Total other accounts receivable	142,007	140,725
Less: allowance for uncollectibles	<u>(32,355)</u>	<u>(24,249)</u>
Net other accounts receivable	<u>\$ 109,652</u>	<u>116,476</u>

RURAL MUNICIPALITY OF DUNDURN NO. 314

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2020

5. LAND FOR RESALE

	<u>2020</u>	<u>2019</u>
Tax title property	\$ 6,970	15,682
Less: - allowance for market value adjustment	-	-
- due to other taxing authorities	<u>(2,519)</u>	<u>(2,575)</u>
Net tax title Property	<u>4,451</u>	<u>13,107</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>\$ 4,451</u>	<u>13,107</u>

6. LONG-TERM INVESTMENTS

	<u>2020</u>	<u>2019</u>
Sask. Assoc. of Rural Municipalities - Self-insurance fund	\$ <u>57,967</u>	<u>53,182</u>

7. BANK INDEBTEDNESS

Credit Arrangements

At December 31, 2020, the Municipality had a line of credit totaling \$450,000, none of which was drawn.

8. LONG-TERM DEBT

The authorized debt limit for the Municipality is \$2,458,902. The authorized debt limit for a Municipality is the total amount of the Municipality's own source revenues for the preceding year (the *Municipalities Act* section 161(1)). The incremental debt above the debt limit authorized in the *Municipalities Act* is approved by the Saskatchewan Municipal Board.

9. LEASE OBLIGATIONS

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

2021	\$ 232,968
2022	<u>510,988</u>
Total future minimum lease payments	743,956
Amounts representing interest at a weighted average rate of 5%	<u>(46,674)</u>
Capital lease liability	<u>\$ 697,282</u>

RURAL MUNICIPALITY OF DUNDURN NO. 314
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2020

10. RECENT ACCOUNTING PRONOUNCEMENTS

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

Standards Effective On Or After April 1, 2022

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

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

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

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

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

Standards Effective On Or After April 1, 2023

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

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

RURAL MUNICIPALITY OF DUNDURN NO. 314
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2020

11. COMPARATIVE FIGURES

The prior year's comparative figures have been reclassified to conform to the current year's method of presentation.

12. INVESTMENT IN A GOVERNMENT PARTNERSHIP

The following summarizes the financial information of the government partnership in the Dundurn and Area Wastewater Utility (DAWWU). As at December 31, 2020, the Municipality had a proportionate share of 40.26% of the following:

Statement of Financial Position	<u>2020</u>	<u>2019</u>
Cash	\$ 82,016	179,395
Accounts receivable	<u>690</u>	<u>11,272</u>
Total financial assets	82,706	190,667
Accounts payable and accrued liabilities	<u>3,327</u>	<u>12,637</u>
Net financial assets	<u>79,379</u>	<u>178,030</u>
Tangible capital assets	641,449	1,652,017
Accumulated surplus	<u>720,828</u>	<u>1,830,047</u>
Statement of Operations		
Revenues	\$ <u>46,493</u>	<u>147,024</u>
Expenditures	38,794	121,404
Amortization of Tangible Capital Assets	23,710	58,888
Restructuring	<u>-</u>	<u>5,664,883</u>
Total expenditures	<u>62,504</u>	<u>5,845,175</u>
Current surplus (deficit)	<u>(16,011)</u>	<u>(5,698,151)</u>

13. TRUSTS ADMINISTERED BY THE MUNICIPALITY

The municipality holds an amount in trust for the Dundurn & District Fire Commission that earns interest annually at 0.45%. The value at December 31, 2020 is \$68,536, (2019 - \$-)

RURAL MUNICIPALITY OF DUNDURN NO. 314

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2020

14. BUDGET

The Financial Plan (Budget) adopted by Council on July 14, 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 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		\$ 35,030
Add:	Investment in tangible capital assets	110,000
	Capital lease payments	<u>113,800</u>
Budget surplus per statement of operations		\$ <u>258,830</u>

15. 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 \$36,232 (2019 - \$30,572). The benefits accrued to the municipality's employees from MEPP are calculated using the following: contributions are 9% of salary with the Municipality matching all the employees' contributions to the plan.

Based on the latest information available (December 31, 2019 Audited Financial Statements) the Municipal Employees Pension Plan had a surplus in the net assets available for benefits of \$658,468,000. This is based on the most recent actuarial valuation, completed December 31, 2018. The Rural Municipality's portion of this is not readily determinable.

RURAL MUNICIPALITY OF DUNDURN NO. 314

SCHEDULE OF TAXES AND OTHER UNCONDITIONAL REVENUES

Year ended December 31, 2020
with comparative figures for 2019

	<u>2020 Budget</u>	<u>2020 Actual</u>	<u>2019 Actual</u>
TAXES			
General municipal tax levy	\$ 1,896,960	1,912,006	1,896,179
Abatements and adjustments	(10,000)	(2,710)	(8,553)
Discount on current year taxes	<u>(75,000)</u>	<u>(80,588)</u>	<u>(76,283)</u>
Net municipal taxes	1,811,960	1,828,708	1,811,343
Potash tax share	201,000	190,283	201,537
Trailer license fees	-	-	-
Penalties on tax arrears	113,000	88,933	113,543
Special tax levy	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total Taxes	<u>2,125,960</u>	<u>2,107,924</u>	<u>2,126,423</u>
UNCONDITIONAL GRANTS			
Revenue sharing	358,900	358,935	320,821
Organized Hamlet	-	-	-
Other (Safe Restart)	<u>-</u>	<u>143,408</u>	<u>-</u>
Total Unconditional Grants	<u>358,900</u>	<u>502,343</u>	<u>320,821</u>
GRANTS IN LIEU OF TAXES			
Federal	131,800	138,358	131,865
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	-	-	-
Provincial - Central Services	-	-	-
Sasktel	-	-	-
Other	1,920	1,922	1,922
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other	-	-	-
Other Government Transfers			
S.P.C. Surcharge	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total Grants in Lieu of Taxes	<u>133,720</u>	<u>140,280</u>	<u>133,787</u>
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	<u>\$ 2,618,580</u>	<u>2,750,547</u>	<u>2,581,031</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314

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>
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ 14,800	22,211	3,098
Sales of supplies	500	1,117	825
Other (Rentals, Permits, and licenses)	<u>32,800</u>	<u>37,043</u>	<u>62,895</u>
Total Fees and Charges	48,100	60,371	66,818
Tangible capital asset sales - gain (loss)	-	-	-
Land sales - gain (loss)	-	1,892	-
Investment income and commissions	15,400	21,250	28,825
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total other segmented revenue	<u>63,500</u>	<u>83,513</u>	<u>95,643</u>
Conditional Grants			
Student employment	-	-	-
Other (SGI)	<u>16,140</u>	<u>7,722</u>	<u>16,140</u>
Total Conditional Grants	<u>16,140</u>	<u>7,722</u>	<u>16,140</u>
Total Operating	<u>79,640</u>	<u>91,235</u>	<u>111,783</u>
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
Provincial Disaster Assistance	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total General Government Services	<u>79,640</u>	<u>91,235</u>	<u>111,783</u>
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Other (Fire fees)	<u>-</u>	<u>-</u>	<u>5,650</u>
Total Fees and Charges	-	-	5,650
Tangible capital asset sales - gain (loss)	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total other segmented revenue	<u>-</u>	<u>-</u>	<u>5,650</u>
Conditional Grants			
Student employment	-	-	-
Local government	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>-</u>	<u>-</u>	<u>5,650</u>
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
Provincial Disaster Assistance	-	-	-
Local government	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Protective Services	<u>-</u>	<u>-</u>	<u>5,650</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314

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>
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ 5,000	27,855	39,925
Sales of supplies	42,000	15,535	46,855
Road Maintenance and Restoration Agreements	167,000	225,538	127,759
Other	-	-	-
Total Fees and Charges	<u>214,000</u>	<u>268,928</u>	<u>214,539</u>
Tangible capital asset sales - gain (loss)	-	11,550	20,588
Other	-	-	-
Total other segmented revenue	<u>214,000</u>	<u>280,478</u>	<u>235,127</u>
Conditional Grants			
Federal - Primary Weight Corridor	-	-	-
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>214,000</u>	<u>280,478</u>	<u>235,127</u>
Capital			
Conditional Grants			
Federal Gas Tax	179,800	212,754	179,863
MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
Provincial Disaster Assistance	-	-	-
Other (MEEP)	-	345,523	-
Total Capital	<u>179,800</u>	<u>558,277</u>	<u>179,863</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Transportation Services	<u>393,800</u>	<u>838,755</u>	<u>414,990</u>
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Waste and Disposal Fees	20,000	22,722	20,376
Other (Pest control)	<u>3,800</u>	<u>1,100</u>	<u>3,825</u>
Total Fees and Charges	<u>23,800</u>	<u>23,822</u>	<u>24,201</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other (cemetery fees)	<u>800</u>	<u>4,780</u>	<u>2,645</u>
Total other segmented revenue	<u>24,600</u>	<u>28,602</u>	<u>26,846</u>
Conditional Grants			
Student employment	-	-	-
TAPD	-	-	-
Local government	1,000	5,260	1,035
Other (pest control)	-	-	-
Total Conditional Grants	<u>1,000</u>	<u>5,260</u>	<u>1,035</u>
Total Operating	<u>25,600</u>	<u>33,862</u>	<u>27,881</u>
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
TAPD	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Environmental and Public Health Services Services	<u>25,600</u>	<u>33,862</u>	<u>27,881</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314

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>
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Maintenance and Development Charges	\$ 111,200	132,859	186,120
Other	-	-	-
Total Fees and Charges	111,200	132,859	186,120
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	111,200	132,859	186,120
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	<u>111,200</u>	<u>132,859</u>	<u>186,120</u>
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Planning and Development Services	<u>111,200</u>	<u>132,859</u>	<u>186,120</u>
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Other	-	-	-
Total Fees and Charges	-	-	-
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	-	-	-
Conditional Grants			
Student Employment	-	-	-
Local government	-	-	-
Donations	-	-	-
Other (Sask Lotteries)	15,000	15,265	15,265
Total Conditional Grants	15,000	15,265	15,265
Total Operating	<u>15,000</u>	<u>15,265</u>	<u>15,265</u>
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
Local government	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Recreation and Cultural Services	<u>15,000</u>	<u>15,265</u>	<u>15,265</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314

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>
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Water	\$ 1,000	2,266	1,238
Sewer	25,500	30,744	28,480
Other	-	-	-
Total Fees and Charges	26,500	33,010	29,718
Tangible capital asset sales - gain (loss)	-	-	(38,130)
Investment income and commissions	-	-	-
Other	-	-	-
Total other segmented revenue	26,500	33,010	(8,412)
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	<u>26,500</u>	<u>33,010</u>	<u>(8,412)</u>
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
New Building Canada Fund (SCF, NRP)	-	-	-
Clean Water and Wastewater Fund	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>1,555,614</u>
Total Utility Services	<u>26,500</u>	<u>33,010</u>	<u>1,547,202</u>
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	<u>\$ 651,740</u>	<u>1,144,986</u>	<u>2,308,891</u>
SUMMARY			
Total Other Segmented Revenue	\$ 439,800	558,462	540,974
Total Conditional Grants	32,140	28,247	32,440
Total Capital Grants and Contributions	179,800	558,277	179,863
Restructuring Revenue	-	-	1,555,614
TOTAL REVENUE BY FUNCTION	<u>\$ 651,740</u>	<u>1,144,986</u>	<u>2,308,891</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314

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>
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 113,000	72,400	115,998
Wages and benefits	269,000	229,174	174,912
Professional/Contractual services	169,800	152,975	153,132
Utilities	9,500	9,456	10,416
Maintenance, materials, and supplies	19,750	15,091	27,502
Grants and contributions	15,000	36,431	14,682
-operating			
-capital	-	-	-
Amortization	-	4,463	4,463
Interest	15,000	23,011	40,798
Allowance for uncollectibles	-	-	-
General Government Services	<u>611,050</u>	<u>543,001</u>	<u>541,903</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total General Government Services	<u>611,050</u>	<u>543,001</u>	<u>541,903</u>
PROTECTIVE SERVICES			
Police protection			
Wages and benefits	-	-	-
Professional/Contractual services	112,000	115,788	111,764
Amortization	-	-	-
Other	-	-	-
Fire protection			
Wages and benefits	-	-	229
Professional/Contractual services	-	-	5,500
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions	103,000	97,100	102,663
-operating			
-capital	-	-	-
Amortization	-	1,529	15,913
Interest	-	-	-
Other	-	-	-
Protective Services	<u>215,000</u>	<u>214,417</u>	<u>236,069</u>
Restructuring	<u>-</u>	<u>-</u>	<u>535,538</u>
Total Protective Services	<u>215,000</u>	<u>214,417</u>	<u>771,607</u>
TRANSPORTATION SERVICES			
Wages and benefits	382,500	371,328	397,118
Professional/Contractual services	843,160	511,510	866,439
Utilities	12,700	13,572	12,547
Maintenance, materials, and supplies	278,130	155,283	318,857
Gravel	350,000	210,683	438
Grants and contributions	-	-	-
-operating			
-capital	-	-	-
Amortization	-	343,365	339,765
Interest	84,600	35,544	52,457
Allowance for uncollectibles	-	-	7,360
Other	-	-	-
Transportation Services	<u>1,951,090</u>	<u>1,641,285</u>	<u>1,994,981</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Transportation Services	<u>1,951,090</u>	<u>1,641,285</u>	<u>1,994,981</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314

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>
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	\$ -	-	-
Professional/Contractual services	81,300	57,497	69,627
Utilities	750	709	706
Maintenance, materials, and supplies	200	1,696	86
Grants and contributions			
-operating			
Waste disposal	2,000	1,950	1,950
Public health	-	-	-
-capital			
Waste disposal	-	-	-
Public health	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Environmental and Public Health Services	<u>84,250</u>	<u>61,852</u>	<u>72,369</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Environmental and Public Health Services	<u>84,250</u>	<u>61,852</u>	<u>72,369</u>
PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	-	-	-
Professional/Contractual services	35,500	29,529	35,766
Grants and contributions			
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Allowance for uncollectibles	-	-	16,889
Planning and Development Services	<u>35,500</u>	<u>29,529</u>	<u>52,655</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Planning and Development Services	<u>35,500</u>	<u>29,529</u>	<u>52,655</u>
RECREATION AND CULTURAL SERVICES			
Wages and benefits	-	-	-
Professional/Contractual services	10,000	-	9,691
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions			
-operating	24,000	26,073	23,483
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	-	-
Recreation and Cultural Services	<u>34,000</u>	<u>26,073</u>	<u>33,174</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Recreation and Cultural Services	<u>34,000</u>	<u>26,073</u>	<u>33,174</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314

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>
UTILITY SERVICES			
Wages and benefits	\$ -	-	-
Professional/Contractual services	65,000	51,331	55,991
Utilities	5,600	12,691	5,377
Maintenance, materials, and supplies	10,000	1,135	9,399
Grants and contributions -operating	-	-	-
-capital	-	-	-
Amortization	-	64,586	64,586
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	-	-
Utility Services	<u>80,600</u>	<u>129,743</u>	<u>135,353</u>
Restructuring	<u>-</u>	<u>-</u>	<u>2,280,878</u>
Total Utility Services	<u>80,600</u>	<u>129,743</u>	<u>2,416,231</u>
 TOTAL EXPENDITURES BY FUNCTION	 \$ <u>3,011,490</u>	 <u>2,645,900</u>	 <u>5,882,920</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314

CONSOLIDATED SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Schedule 4

Year ended December 31, 2020

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and charges	\$ 60,371	-	268,928	23,822	132,859	-	33,010	518,990
Tangible capital asset sales - Gain (loss)	-	-	11,550	-	-	-	-	11,550
Land sales - Gain (loss)	1,892	-	-	-	-	-	-	1,892
Investment income and commissions	21,250	-	-	-	-	-	-	21,250
Other revenues	-	-	-	4,780	-	-	-	4,780
Grants - Conditional	7,722	-	-	5,260	-	15,265	-	28,247
Grants - Capital	-	-	558,277	-	-	-	-	558,277
Restructurings	-	-	-	-	-	-	-	-
Total revenues	<u>91,235</u>	<u>-</u>	<u>838,755</u>	<u>33,862</u>	<u>132,859</u>	<u>15,265</u>	<u>33,010</u>	<u>1,144,986</u>
Expenses (Schedule 3)								
Wages & Benefits	301,574	-	371,328	-	-	-	-	672,902
Professional/Contractual Services	152,975	115,788	511,510	57,497	29,529	-	51,331	918,630
Utilities	9,456	-	13,572	709	-	-	12,691	36,428
Maintenance, materials and supplies	15,091	-	365,966	1,696	-	-	1,135	383,888
Grants and contributions	36,431	97,100	-	1,950	-	26,073	-	161,554
Amortization	4,463	1,529	343,365	-	-	-	64,586	413,943
Interest	23,011	-	35,544	-	-	-	-	58,555
Allowance for uncollectibles.	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Total expenses	<u>543,001</u>	<u>214,417</u>	<u>1,641,285</u>	<u>61,852</u>	<u>29,529</u>	<u>26,073</u>	<u>129,743</u>	<u>2,645,900</u>
Surplus (deficit) by function	(451,766)	(214,417)	(802,530)	(27,990)	103,330	(10,808)	(96,733)	(1,500,914)
Taxation and other unconditional revenue (Schedule 1)								<u>2,750,547</u>
Net Surplus (Deficit)								<u>\$ 1,249,633</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314
CONSOLIDATED SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION
Year ended 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	\$ 66,818	5,650	214,539	24,201	186,120	-	29,718	527,046
Tangible capital asset sales - Gain (loss)	-	-	20,588	-	-	-	-	20,588
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Investment income and commissions	28,825	-	-	-	-	-	-	-
Other revenues	-	-	-	-	-	-	(38,130)	(9,305)
Grants - Conditional	16,140	-	-	2,645	-	-	-	2,645
Grants - Capital	-	-	179,863	1,035	-	15,265	-	32,440
Restructurings	-	-	-	-	-	-	-	179,863
							<u>1,555,614</u>	<u>1,555,614</u>
Total revenues	<u>111,783</u>	<u>5,650</u>	<u>414,990</u>	<u>27,881</u>	<u>186,120</u>	<u>15,265</u>	<u>1,547,202</u>	<u>2,308,891</u>
Expenses (Schedule 3)								
Wages & Benefits	290,910	229	397,118	-	-	-	-	688,257
Professional/Contractual Services	153,132	117,264	866,439	69,627	35,766	9,691	55,991	1,307,910
Utilities	10,416	-	12,547	706	-	-	5,377	29,046
Maintenance, materials and supplies	27,502	-	319,295	86	-	-	9,399	356,282
Grants and contributions	14,682	102,663	-	1,950	-	23,483	-	142,778
Amortization	4,463	15,913	339,765	-	-	-	64,586	424,727
Interest	40,798	-	52,457	-	-	-	-	93,255
Allowance for uncollectibles.	-	-	7,360	-	16,889	-	-	24,249
Other	-	-	-	-	-	-	-	-
Restructurings	-	535,538	-	-	-	-	-	-
							<u>2,280,878</u>	<u>2,816,416</u>
Total expenses	<u>541,903</u>	<u>771,607</u>	<u>1,994,981</u>	<u>72,369</u>	<u>52,655</u>	<u>33,174</u>	<u>2,416,231</u>	<u>5,882,920</u>
Surplus (deficit) by function	(430,120)	(765,957)	(1,579,991)	(44,488)	133,465	(17,909)	(869,029)	(3,574,029)
Taxation and other unconditional revenue (Schedule 1)								<u>2,581,031</u>
Net Surplus (Deficit)								<u>\$ (992,998)</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314
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
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets		
								Total
Asset cost								
Opening asset costs	\$ 497,080	5,978	1,070,989	207,542	2,208,799	9,451,894	-	13,442,280
Additions during the year	-	14,250	-	-	54,406	-	-	68,656
Disposals and write-downs during the year	-	-	-	-	-	-	-	-
Transfers (from) assets under construction	-	-	-	-	-	-	-	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
								(1,628,321)
Closing asset costs	<u>497,080</u>	<u>20,228</u>	<u>1,070,989</u>	<u>207,542</u>	<u>2,263,205</u>	<u>9,451,894</u>	<u>-</u>	<u>13,510,936</u>
								<u>13,442,280</u>
Accumulated amortization cost								
Opening accumulated amortization costs	-	-	338,081	46,548	604,998	5,588,844	-	6,578,471
Add: Amortization taken	-	-	25,205	20,754	199,800	168,184	-	413,943
Less: Accumulated amortization on disposals	-	-	-	-	4,686	-	-	4,686
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
								(415,765)
Closing accumulated amortization costs	<u>-</u>	<u>-</u>	<u>363,286</u>	<u>67,302</u>	<u>809,484</u>	<u>5,757,028</u>	<u>-</u>	<u>6,997,100</u>
								<u>6,578,471</u>
Net book value	<u>\$ 497,080</u>	<u>20,228</u>	<u>707,703</u>	<u>140,240</u>	<u>1,453,721</u>	<u>3,694,866</u>	<u>-</u>	<u>6,513,836</u>
								<u>6,863,809</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.

RURAL MUNICIPALITY OF DUNDURN NO. 314
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
Asset cost								Total
Opening asset costs	\$ 167,675	61,151	10,485,408	39,485	-	-	2,688,562	13,442,280
Additions during the year	14,250	-	54,406	-	-	-	-	68,656
Disposals and write-downs during the year	-	-	-	-	-	-	-	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
Closing asset costs	181,925	61,151	10,539,814	39,485	-	-	2,688,562	13,510,936
Accumulated amortization cost								
Opening accumulated amortization costs	65,674	6,115	5,998,017	-	-	-	508,665	6,578,471
Add: Amortization taken	4,463	1,529	343,365	-	-	-	64,586	413,943
Less: Accumulated amortization on disposals	-	-	4,686	-	-	-	-	4,686
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
Closing accumulated amortization costs	70,137	7,644	6,346,068	-	-	-	573,251	6,997,100
Net book value	\$ 111,788	53,507	4,193,746	39,485	-	-	2,115,311	6,513,836

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314

CONSOLIDATED SCHEDULE OF ACCUMULATED SURPLUS

Year ended December 31, 2020

	<u>2019</u>	<u>Changes</u>	<u>2020</u>
UNAPPROPRIATED SURPLUS	\$ <u>2,096,468</u>	<u>569,639</u>	<u>2,666,107</u>
APPROPRIATED RESERVES			
Machinery and equipment	422,422	-	422,422
Public reserve	669,089	810,795	1,479,884
Capital trust	-	-	-
Utility	-	-	-
Total Appropriated	<u>1,091,511</u>	<u>810,795</u>	<u>1,902,306</u>
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6)	6,863,809	(349,973)	6,513,836
Less: Related debt	<u>(916,454)</u>	<u>219,172</u>	<u>(697,282)</u>
Net Investment in Tangible Capital Assets	<u>5,947,355</u>	<u>(130,801)</u>	<u>5,816,554</u>
Total Accumulated Surplus	\$ <u>9,135,334</u>	<u>1,249,633</u>	<u>10,384,967</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314

SCHEDULE OF MILL RATES AND ASSESSMENTS

Year ended December 31, 2020

	PROPERTY CLASS						Total
	<u>Agriculture</u>	<u>Residential</u>	<u>Residential Condominium</u>	<u>Seasonal Residential</u>	<u>Commercial & Industrial</u>	<u>Potash Mine(s)</u>	
Taxable Assessment	\$ 48,219,690	255,471,485	75,520	334,320	12,908,600	-	\$ 317,009,615
Regional Park Assessment							-
Total Assessment							\$ 317,009,615
Mill Rate Factor(s)	0.8000	1.0000	1.0000	1.0000	0.7000		
Total Base/Minimum Tax (generated for each property class)	-	-	-	-	7,959		7,959
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 243,027	1,609,470	476	2,106	56,927		1,912,006

MILL RATES:

Average Municipal*	<u>MILLS</u> 6.031
Average School*	3.790
Potash Mill Rate	-
Uniform Municipal Mill Rate	6.300

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

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314**SCHEDULE OF COUNCIL REMUNERATION****Year ended December 31, 2020**

Position	Name	<u>Remuneration</u>	<u>Reimbursed Costs</u>	<u>Total</u>
Reeve	Jonathan Olyniuk	\$ 867	43	910
Past Reeve	Trevor Reid	21,075	4,926	26,001
Councillor	Andrew Olson	13,287	2,967	16,254
Councillor	Fred Baran	14,655	3,840	18,495
Councillor	Fred Scott	7,206	388	7,594
Councillor	Iver Johnson	831	198	1,029
Councillor	Stephanie Freeden	795	22	817
Past Councillor	David Alcred	6,537	682	7,219
Past Councillor	Werner Falk	11,658	774	12,432
Total		<u>\$ 76,911</u>	<u>13,840</u>	<u>90,751</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314**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	-
Total Net Carrying Amount Received (Transferred)	\$ -

See accompanying notes to the financial statements.