

TOWN OF DUNDURN

Auditor's Report

Consolidated Financial Statements

December 31, 2020

MANAGEMENT'S RESPONSIBILITY

To the Ratepayers of
Town of Dundurn:

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 Town. 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 Town'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

Matt Jurkiewicz
Deputy Mayor



Administrator



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

INDEPENDENT AUDITOR'S REPORT

To the **Mayor and Council of Town of Dundurn**

Report on the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of **Town of Dundurn**, 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 Town 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 Town 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 Town'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 Town or cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Town'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 Town's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Town'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 Town 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
January 26, 2022


Chartered Professional Accountants

TOWN OF DUNDURN

Statement 1

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

December 31, 2020
with comparative figures for 2019

	<u>2020</u>	<u>2019</u> (Restated - Note 12)
<u>ASSETS</u>		
Financial assets:		
Cash and temporary investments (Note 2)	\$ 1,049,676	867,854
Taxes Receivable - Municipal (Note 3)	109,823	122,343
Other accounts receivable (Note 4)	734,673	842,286
Land for re-sale (Note 5)	54,000	34,554
Long-term investments	-	-
Debt charges recoverable	-	-
Other	-	-
	<hr/>	<hr/>
Total financial assets	1,948,172	1,867,037
<u>LIABILITIES</u>		
Bank indebtedness (Note 6)	-	-
Accounts payable	21,804	45,869
Accrued liabilities payable	-	-
Deposits	44,280	44,346
Deferred revenue	11,400	-
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	300,750	322,750
Long-term debt (Note 7)	1,217,707	1,297,021
Lease obligations	-	-
	<hr/>	<hr/>
Total liabilities	1,595,941	1,709,986
NET FINANCIAL ASSETS (DEBT)	352,231	157,051
Non-financial assets:		
Tangible capital assets	4,520,064	4,532,020
Prepaid and deferred charges	11,334	12,997
Stock and supplies	-	-
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Total non-financial assets	4,531,398	4,545,017
Accumulated surplus	\$ 4,883,629	4,702,068

APPROVED ON BEHALF OF COUNCIL:

_____ Mayor

_____ Councillor

See accompanying notes to the financial statements.

TOWN OF DUNDURN

Statement 2

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

Year ended December 31, 2020
with comparative figures for 2019

		<u>2020</u>	<u>2020</u>	<u>2019</u>
		<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
				(Restated - Note 12)
Revenues:				
Taxes and other unconditional revenue	(Schedule 1)	\$ 803,658	843,384	784,426
Fees and charges	(Schedule 4, 5)	669,331	714,982	682,776
Conditional grants	(Schedule 4, 5)	16,077	19,828	64,078
Tangible capital asset sales - gain (loss)	(Schedule 4, 5)	-	2,277	6,171
Land sales - gain	(Schedule 4, 5)	-	-	-
Investment income and commissions	(Schedule 4, 5)	42,114	61,824	65,680
Restructurings	(Schedule 4, 5)	-	-	493,196
Other revenues	(Schedule 4, 5)	-	<u>1,614</u>	<u>8,268</u>
Total Revenues		<u>1,531,180</u>	<u>1,643,909</u>	<u>2,104,595</u>
Expenditures:				
General government services	(Schedule 3)	401,617	386,458	380,084
Protective services	(Schedule 3)	57,350	53,802	51,285
Transportation services	(Schedule 3)	337,946	330,977	314,796
Environmental and public health services	(Schedule 3)	80,700	74,244	73,736
Planning and development services	(Schedule 3)	14,000	7,370	35,715
Recreation and cultural services	(Schedule 3)	241,107	161,520	245,059
Utility services	(Schedule 3)	453,878	589,869	576,150
Restructurings	(Schedule 3)	-	-	<u>1,946,694</u>
Total Expenditures		<u>1,586,598</u>	<u>1,604,240</u>	<u>3,623,519</u>
Surplus (deficit) of revenues over expenditures before other capital contributions		<u>(55,418)</u>	<u>39,669</u>	<u>(1,518,924)</u>
Provincial/Federal capital grants and contributions		<u>123,865</u>	<u>141,892</u>	<u>83,790</u>
Surplus (deficit) of revenues over expenditures		68,447	181,561	(1,435,134)
Accumulated surplus (deficit), beginning of year		<u>4,702,068</u>	<u>4,702,068</u>	<u>6,137,202</u>
Accumulated surplus (deficit), end of year		<u>\$ 4,770,515</u>	<u>4,883,629</u>	<u>4,702,068</u>

See accompanying notes to the financial statements.

TOWN OF DUNDURN

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> (Restated - Note 12)
Surplus (deficit)	\$ <u>68,447</u>	<u>181,561</u>	<u>(1,435,134)</u>
(Acquisition) of tangible capital assets	(172,299)	(284,598)	(96,214)
Amortization of tangible capital assets	-	296,554	291,739
Proceeds on disposal of tangible capital assets	-	2,277	319,365
Loss (gain) on disposal of tangible capital assets	-	(2,277)	1,329
Loss (gain) on disposal of investments	-	-	-
Transfer of assets/liabilities in restructuring transactions	<u>-</u>	<u>-</u>	<u>1,123,590</u>
Surplus (deficit) of capital expenses over expenditures	<u>(172,299)</u>	<u>11,956</u>	<u>1,639,809</u>
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expenses	-	(11,334)	(12,996)
Consumption of supplies inventories	-	-	-
Use of prepaid expenses	<u>-</u>	<u>12,997</u>	<u>70,199</u>
Surplus (deficit) of expenses of other non-financial over expenditures	<u>(172,299)</u>	<u>1,663</u>	<u>57,203</u>
Increase (decrease) in Net Financial Assets	(276,151)	195,180	261,878
Net Financial Assets (Debt) - Beginning of the year	<u>157,051</u>	<u>157,051</u>	<u>(104,827)</u>
Net Financial Assets (Debt)- End of year	\$ <u>(119,100)</u>	<u>352,231</u>	<u>157,051</u>

See accompanying notes to the financial statements.

TOWN OF DUNDURN

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> (Restated - Note 12)
Operating:		
Surplus (deficit)	\$ 181,561	(1,435,134)
Amortization	296,554	291,739
Loss (gain) on disposal of tangible capital assets	(2,277)	(6,171)
Restructuring (surplus) deficit	<u>-</u>	<u>1,442,954</u>
	475,838	293,388
Change in assets/liabilities		
Taxes receivable - Municipal	12,520	10,232
Other accounts receivable	107,613	79,246
Land for re-sale	(19,446)	(34,554)
Other financial assets	-	-
Accounts and accrued liabilities payable	(46,065)	(57,500)
Deposits	(66)	552
Deferred revenue	11,400	-
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Stock and supplies	-	-
Prepayments and deferred charges	1,663	57,202
Other	<u>-</u>	<u>-</u>
Net cash from operations	<u>543,457</u>	<u>348,566</u>
Capital:		
Acquisition of capital assets	(284,598)	(96,214)
Proceeds from the disposal of capital assets	2,277	7,500
Other capital	<u>-</u>	<u>-</u>
Net cash used for capital	<u>(282,321)</u>	<u>(88,714)</u>
Investing:		
Long-term investments	-	-
Other investments	<u>-</u>	<u>-</u>
Net cash from investing	<u>-</u>	<u>-</u>
Financing activities:		
Long-term debt issued	100,000	-
Long-term debt repaid	(179,314)	(174,202)
Lease obligations repaid	<u>-</u>	<u>-</u>
Net cash used for financing	<u>(79,314)</u>	<u>(174,202)</u>
Increase (decrease) in cash resources	181,822	85,650
Cash and temporary investments, beginning of year	<u>867,854</u>	<u>782,204</u>
Cash and temporary investments, end of year (Note 2)	<u>\$ 1,049,676</u>	<u>867,854</u>

See accompanying notes to the financial statements.

TOWN OF DUNDURN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2020

1. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the Town 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 Town. The entity is comprised of all organizations owned or controlled by the Town 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 at 34.36%

All inter-organizational transactions and balances have been eliminated.

(c) Collection of funds for other authorities

Collection of funds by the town for the school board 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.

TOWN OF DUNDURN
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.

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 town 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.

TOWN OF DUNDURN
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 Town'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	25 years
Vehicles and equipment	
Vehicles	4 years
Machinery & Equipment	4 to 7 years
<i>Infrastructure Assets</i>	
Water and sewer	25 years
Road network assets	15 to 25 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 Town 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 Town of Dundurn does not maintain a waste disposal site.

TOWN OF DUNDURN
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 town:
 - i. is directly responsible; or
 - ii. accepts responsibility;
- d) it is expected that future economic benefits will be given up; and
- e) a reasonable estimate of the amount can be made.

The Town does not have any contaminated sites.

(p) Employee benefit plans

Contributions to the Town's defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the Town'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 Town follows the Public Sector Accounting Board's recommendations requiring financial information to be provided on a segmented basis. Town 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 Town.

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

TOWN OF DUNDURN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2020

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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

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	\$ 871,628	690,882
Temporary investments	<u>178,048</u>	<u>176,972</u>
	<u>\$ 1,049,676</u>	<u>867,854</u>

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

TOWN OF DUNDURN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2020

3. TAXES AND GRANTS IN LIEU RECEIVABLE

	<u>2020</u>	<u>2019</u>
Municipal: - Current	\$ 88,536	101,366
- Arrears	<u>21,287</u>	<u>23,528</u>
	109,823	124,894
Less: allowance for uncollectibles	<u>-</u>	<u>(2,551)</u>
Total municipal taxes receivable	<u>109,823</u>	<u>122,343</u>
School: - Current	23,702	26,087
- Arrears	<u>5,811</u>	<u>4,498</u>
Total school taxes receivable	<u>29,513</u>	<u>30,585</u>
Other: - Current	-	-
- Arrears	<u>-</u>	<u>-</u>
Total other collections receivable	<u>-</u>	<u>-</u>
Total taxes and grants in lieu receivable	139,336	152,928
Deduct taxes receivable to be collected on behalf of other organizations	<u>(29,513)</u>	<u>(30,585)</u>
Total taxes receivable - Municipal	<u>\$ 109,823</u>	<u>122,343</u>

4. OTHER ACCOUNTS RECEIVABLE

	<u>2020</u>	<u>2019</u>
Federal government	\$ 56,493	55,037
Provincial government	-	-
Local government	-	-
Utility	78,580	84,362
Trade	6,520	3,464
Other	-	841
Infrastructure levy receivable	<u>593,080</u>	<u>700,127</u>
Total other accounts receivable	734,673	843,831
Less: allowance for uncollectibles	<u>-</u>	<u>(1,545)</u>
Net other accounts receivable	<u>\$ 734,673</u>	<u>842,286</u>

TOWN OF DUNDURN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2020

5. LAND FOR RESALE

	<u>2020</u>	<u>2019</u>
Tax title property	\$ 19,441	4,553
Less: - allowance for market value adjustment	-	-
Less: due to other taxing authorities	<u>(801)</u>	<u>-</u>
Net tax title property	<u>18,640</u>	<u>4,553</u>
Other land	35,360	30,001
Less: - allowance for market value adjustment	<u>-</u>	<u>-</u>
Net other land	<u>35,360</u>	<u>30,001</u>
Total land for resale	<u>\$ 54,000</u>	<u>34,554</u>

6. BANK INDEBTEDNESS

Credit Arrangements

At December 31, 2020, the Town had a line of credit totaling \$75,000, none of which was drawn.

TOWN OF DUNDURN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2020

7. LONG-TERM DEBT

The authorized debt limit for the Town is \$1,318,429. The authorized debt limit for a Town is the total amount of the Town'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.

a) Debentures:

	<u>2020</u>	<u>2019</u>
Debenture, repayable in annual payments of \$30,212; including interest at 3.60%; matures in 2021.	\$ 29,162	57,311
Debenture, repayable in annual payments of \$152,310; including interest at 4.20%; matures in 2026.	793,256	907,453
Debenture, repayable in annual payments of \$30,212; including interest at 3.30%; matures in 2027.	<u>295,289</u>	<u>332,257</u>
	<u>\$ 1,117,707</u>	<u>1,297,021</u>

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Total
2021	\$ 186,344	44,111	230,455	230,455
2022	163,439	36,803	200,242	230,455
2023	169,949	30,294	200,243	200,242
2024	176,720	23,523	200,243	200,243
2025	183,763	16,479	200,242	200,243
Thereafter	<u>237,492</u>	<u>10,684</u>	<u>248,176</u>	<u>200,242</u>
Balance	<u>\$ 1,117,707</u>	<u>161,894</u>	<u>1,279,601</u>	<u>1,261,880</u>

b) Bank loans:

	<u>2020</u>	<u>2019</u>
Royal Bank of Canada loan, repayable in annual payments of \$22,367; including interest at 3.80%; matures in 2025.	\$ <u>100,000</u>	<u>-</u>

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Total
2021	\$ 18,013	4,353	22,366	-
2022	19,203	3,163	22,366	-
2023	19,944	2,422	22,366	-
2024	20,714	1,653	22,367	-
2025	22,126	854	22,980	-
Thereafter	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Balance	<u>\$ 100,000</u>	<u>12,445</u>	<u>112,445</u>	<u>-</u>

TOWN OF DUNDURN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2020

7. LONG-TERM DEBT - CONTINUED

Bank loans outstanding with the Royal Bank of Canada are subject to certain non-financial covenants. As at December 31, 2020, the Town is not in compliant with the identified 210 days to provide financial statements to the lender. It is the Town's opinion that the Town is likely to be in compliance with all debt covenants throughout the next 18 months subsequent to December 31, 2020.

8. PENSION PLAN

The Town 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 Town pension expense in 2020 was \$20,197 (2019 - \$18,324). The benefits accrued to the Town'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 Town's portion of this is not readily determinable.

TOWN OF DUNDURN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2020

9. RECENT ACCOUNTING PRONOUNCEMENTS

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

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 Town 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.

TOWN OF DUNDURN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2020

10.COMPARATIVE FIGURES

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

11.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 Town had a proportionate share of 34.36%.

Statement of Financial Position	<u>2020</u>	<u>2019</u>
Cash	\$ 203,699	179,395
Accounts receivable	<u>1,714</u>	<u>11,272</u>
Total financial assets	205,413	190,667
Accounts payable and accrued liabilities	<u>8,263</u>	<u>12,638</u>
Net financial assets	<u>197,150</u>	<u>178,029</u>
Tangible capital assets	<u>1,593,129</u>	<u>1,652,017</u>
Accumulated surplus	<u>1,790,279</u>	<u>1,830,046</u>

Statement of Operations

Revenues	\$ 115,472	144,957
Expenditures	96,351	121,404
Amortization of tangible capital assets	58,888	58,888
Restructuring	<u>-</u>	<u>5,664,883</u>
Total expenditures	<u>155,239</u>	<u>5,845,175</u>
Current surplus (deficit)	(39,767)	(5,700,218)
Accumulated surplus, beginning of year	<u>1,830,046</u>	<u>7,530,264</u>
Accumulated surplus, end of year	<u>\$ 1,790,279</u>	<u>1,830,046</u>

12.CORRECTION OF AN ERROR

During the 2020 year, it was determined that prior year's utility amortization expense was overstated. This error has been corrected and the opening balance of accumulated amortization for utilities infrastructure has decreased by \$157,040 as a result. In addition, the prior year surplus of revenues over expenditures has increased by \$157,040.

TOWN OF DUNDURN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2020

13. BUDGET

The Financial Plan (Budget) adopted by Council on June 22, 2020 does not include the Town's proportionate share of DAWWU. The budget 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 full amortization expense. In addition, the budget included a transfer from accumulated surplus to offset the current year budgeted deficit. 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>
Approved budget operating surplus for the year	\$ (48,852)
Add: Investment in tangible capital assets	172,299
Less: Transfer from accumulated surplus	<u>(55,000)</u>
Budget surplus per statement of operations	\$ <u>68,447</u>

TOWN OF DUNDURN

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>
TAXES			
General municipal tax levy	\$ 621,983	621,983	610,862
Abatements and adjustments	(40,336)	(39,026)	(37,652)
Discount on current year taxes	-	-	-
Net municipal taxes	<u>581,647</u>	<u>582,957</u>	<u>573,210</u>
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	11,748	11,965	13,550
Special tax levy	-	-	-
Other	-	-	-
Total Taxes	<u>593,395</u>	<u>594,922</u>	<u>586,760</u>
UNCONDITIONAL GRANTS			
Revenue sharing	140,352	140,352	126,693
Organized Hamlet	-	-	-
Other - Local	17,500	6,040	6,000
Other - Safe restart	-	36,449	-
Total Unconditional Grants	<u>157,852</u>	<u>182,841</u>	<u>132,693</u>
GRANTS IN LIEU OF TAXES			
Federal	1,983	1,983	1,983
Provincial			
S.P.C. Electrical	25,000	27,768	26,579
Sask. Energy Gas	-	-	-
TransGas	-	-	-
SPMC - Municipal Share	-	-	-
Sasktel	1,856	1,856	1,856
Other	-	13,348	13,889
Local/Other			
Housing Authority	23,572	20,666	20,666
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other	-	-	-
Other Government Transfers			
S.P.C. Surcharge	-	-	-
Other	-	-	-
Total Grants in Lieu of Taxes	<u>52,411</u>	<u>65,621</u>	<u>64,973</u>
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	<u>\$ 803,658</u>	<u>843,384</u>	<u>784,426</u>

See accompanying notes to the financial statements.

TOWN OF DUNDURN

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	\$ 5,500	5,846	5,626
Sale of supplies	1,750	8,415	2,457
Other - Licenses & fees	3,300	3,805	8,535
Total Fees and Charges	10,550	18,066	16,618
Tangible capital asset sales - gain (loss)	-	-	-
Land sales - gain	-	-	-
Investment income and commissions	42,114	61,824	65,680
Other Segmented Revenue	-	-	-
Total other segmented revenue	52,664	79,890	82,298
Conditional Grants			
Federal - Student Employment	-	-	-
Other (Federation of Canadian Municipalities/Canada Day)	-	-	37,082
Total Conditional Grants	-	-	37,082
Total Operating	52,664	79,890	119,380
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
Provincial - Disaster Assistance	-	-	-
Other (Municipal Economic Enhancement Program)	59,017	59,017	-
Total Capital	59,017	59,017	-
Restructuring Revenue	-	-	-
Total General Government Services	111,681	138,907	119,380
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Other	-	-	-
Total Fees and Charges	-	-	-
Tangible capital asset sales - gain (loss)	-	-	-
Other Segmented Revenue (Expense recovery)	-	1,614	8,268
Total other segmented revenue	-	1,614	8,268
Conditional Grants			
Federal - Student Employment	-	-	-
Local government	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	1,614	8,268
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
Provincial - Disaster Assistance	-	-	-
Local Government	-	-	-
Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Protective Services	-	1,614	8,268

See accompanying notes to the financial statements.

TOWN OF DUNDURN

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	\$ -	105	(70)
Sale of gravel and supplies	-	-	-
Road maintenance and restoration agreements	-	-	-
Other (Highway signs)	-	300	750
Total Fees and Charges	-	405	680
Tangible capital asset sales - gain (loss)	-	2,277	7,500
Other Segmented Revenue	-	-	-
Total other segmented revenue	-	2,682	8,180
Conditional Grants			
Federal - Primary Weight Corridor	-	-	-
Federal - Student Employment	6,340	6,339	3,097
Other	-	-	-
Total Conditional Grants	6,340	6,339	3,097
Total Operating	<u>6,340</u>	<u>9,021</u>	<u>11,277</u>
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Transportation Services	<u>6,340</u>	<u>9,021</u>	<u>11,277</u>
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Waste and Disposal Charges	68,500	69,473	66,854
Other	-	-	-
Total Fees and Charges	68,500	69,473	66,854
Tangible capital asset sales - gain (loss)	-	-	(1,329)
Other Segmented Revenue	-	-	-
Total other segmented revenue	68,500	69,473	65,525
Conditional Grants			
Federal - Student Employment	-	-	-
TAPD	-	-	-
Local government	-	-	-
Other (Transit)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	<u>68,500</u>	<u>69,473</u>	<u>65,525</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>68,500</u>	<u>69,473</u>	<u>65,525</u>

See accompanying notes to the financial statements.

TOWN OF DUNDURN

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	\$ -	-	-
Other (Land levy & development fee)	-	44,000	17,600
Total Fees and Charges	-	44,000	17,600
Tangible capital asset sales - gain (loss)	-	-	-
Other Segmented Revenue	-	-	-
Total other segmented revenue	-	44,000	17,600
Conditional Grants			
Federal - Student Employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	44,000	17,600
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Planning and Development Services	-	44,000	17,600
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Other (Rink & rec centre fees)	99,660	82,291	125,330
Total Fees and Charges	99,660	82,291	125,330
Tangible capital asset sales - gain (loss)	-	-	-
Other Segmented Revenue	-	-	-
Total other segmented revenue	99,660	82,291	125,330
Conditional Grants			
Student Employment	-	-	-
Local government	4,000	-	7,691
Donations	-	112	1,000
Other (Sask Lotteries, other)	5,737	13,377	15,208
Total Conditional Grants	9,737	13,489	23,899
Total Operating	109,397	95,780	149,229
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
Local Government	-	-	-
Provincial - Disaster Assistance	-	-	-
Other (Municipal Economic Enhancement Program)	28,801	28,801	-
Total Capital	28,801	28,801	-
Restructuring Revenue	-	-	-
Total Recreation and Cultural Services	138,198	124,581	149,229

See accompanying notes to the financial statements.

TOWN OF DUNDURN

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	\$ 361,418	367,549	319,337
Sewer	129,203	129,517	126,262
Other (Fee adjustments)	-	3,681	10,095
Total Fees and Charges	490,621	500,747	455,694
Tangible capital asset sales - gain (loss)	-	-	-
Investment income and commissions	-	-	-
Other Segmented Revenue	-	-	-
Total other segmented revenue	490,621	500,747	455,694
Conditional Grants			
Federal - Student Employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	<u>490,621</u>	<u>500,747</u>	<u>455,694</u>
Capital			
Conditional Grants			
Federal Gas Tax	36,047	54,074	83,790
New Building Canada Fund (SCF, NRP)	-	-	-
Clean Water and Wastewater Fund	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>36,047</u>	<u>54,074</u>	<u>83,790</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>493,196</u>
Total Utility Services	<u>526,668</u>	<u>554,821</u>	<u>1,032,680</u>
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	<u>\$ 851,387</u>	<u>942,417</u>	<u>1,403,959</u>
SUMMARY			
Total Other Segmented Revenue	\$ 711,445	780,697	762,895
Total Conditional Grants	16,077	19,828	64,078
Total Capital Grants and Contributions	123,865	141,892	83,790
Restructuring Revenue	-	-	493,196
TOTAL REVENUE BY FUNCTION	<u>\$ 851,387</u>	<u>942,417</u>	<u>1,403,959</u>

See accompanying notes to the financial statements.

TOWN OF DUNDURN

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	\$ 45,500	32,707	38,445
Wages and benefits	162,600	163,671	175,381
Professional/Contractual services	151,572	153,404	131,719
Utilities	18,345	15,584	16,333
Maintenance, materials, and supplies	22,500	18,294	16,727
Grants and contributions			
-operating	1,000	-	500
-capital	-	-	-
Amortization	-	2,694	958
Interest	-	-	-
Allowance for uncollectibles	100	104	21
General Government Services	<u>401,617</u>	<u>386,458</u>	<u>380,084</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total General Government Services	<u>401,617</u>	<u>386,458</u>	<u>380,084</u>
PROTECTIVE SERVICES			
Police protection			
Wages and benefits	-	-	-
Professional/Contractual services	33,700	29,811	32,476
Amortization	-	-	-
Other	-	-	-
Fire protection			
Wages and benefits	-	-	-
Professional/Contractual services	23,650	23,991	18,809
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions			
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Protective Services	<u>57,350</u>	<u>53,802</u>	<u>51,285</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Protective Services	<u>57,350</u>	<u>53,802</u>	<u>51,285</u>
TRANSPORTATION SERVICES			
Wages and benefits	146,400	150,710	130,000
Professional/Contractual services	31,700	21,728	26,667
Utilities	21,400	24,513	19,696
Maintenance, materials, and supplies	47,300	31,831	34,919
Gravel	13,000	5,534	7,097
Grants and contributions			
-operating	-	-	-
-capital	-	-	-
Amortization	-	83,232	81,697
Interest	78,146	13,429	14,720
Other	-	-	-
Transportation Services	<u>337,946</u>	<u>330,977</u>	<u>314,796</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Transportation Services	<u>337,946</u>	<u>330,977</u>	<u>314,796</u>

See accompanying notes to the financial statements.

TOWN OF DUNDURN

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 SERVICES			
Wages and benefits	\$ -	-	-
Contractual services	75,700	72,354	69,674
Utilities	-	-	-
Maintenance, materials, and supplies	1,500	83	757
Grants and contributions			
-operating			
Waste disposal	-	-	-
Public health	-	-	-
-capital			
Waste disposal	-	-	-
Public health	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other (Sask Housing)	3,500	1,807	3,305
Environmental and Public Health Services	<u>80,700</u>	<u>74,244</u>	<u>73,736</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Environmental and Public Health Services	<u>80,700</u>	<u>74,244</u>	<u>73,736</u>
PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	-	-	-
Contractual services	14,000	7,370	35,715
Grants and contributions			
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Planning and Development Services	<u>14,000</u>	<u>7,370</u>	<u>35,715</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Planning and Development Services	<u>14,000</u>	<u>7,370</u>	<u>35,715</u>
RECREATION AND CULTURAL SERVICES			
Wages and benefits	37,900	1,894	1,963
Contractual services	40,520	51,830	70,905
Utilities	73,480	53,147	54,580
Maintenance, materials, and supplies	30,045	35,998	98,314
Grants and contributions			
-operating	59,062	11,880	13,182
-capital	-	-	-
Amortization	-	6,730	5,925
Interest	100	41	20
Allowance for uncollectibles	-	-	170
Other	-	-	-
Recreation and Cultural Services	<u>241,107</u>	<u>161,520</u>	<u>245,059</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Recreation and Cultural Services	<u>241,107</u>	<u>161,520</u>	<u>245,059</u>

See accompanying notes to the financial statements.

TOWN OF DUNDURN
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> <u>(Restated - Note</u> <u>12)</u>
UTILITY SERVICES			
Wages and benefits	\$ 32,100	24,446	26,067
Contractual services	104,240	63,285	66,030
Utilities	268,424	257,638	232,385
Maintenance, materials, and supplies	10,000	4,486	7,809
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	203,898	203,160
Interest	38,114	36,116	40,699
Allowance for uncollectibles	1,000	-	-
Other	-	-	-
Utility Services	<u>453,878</u>	<u>589,869</u>	<u>576,150</u>
Restructuring	<u>-</u>	<u>-</u>	<u>1,946,694</u>
Total Utility Services	<u>453,878</u>	<u>589,869</u>	<u>2,522,844</u>
 TOTAL EXPENDITURES BY FUNCTION	 <u>\$ 1,586,598</u>	 <u>1,604,240</u>	 <u>3,623,519</u>

See accompanying notes to the financial statements.

TOWN OF DUNDURN

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
Revenues (Schedule 2)								
Fees and charges	\$ 18,066	-	405	69,473	44,000	82,291	500,747	714,982
Tangible capital asset sales - Gain (loss)	-	-	2,277	-	-	-	-	2,277
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Investment income and commissions	61,824	-	-	-	-	-	-	61,824
Other revenues	-	1,614	-	-	-	-	-	1,614
Grants - Conditional	-	-	6,339	-	-	13,489	-	19,828
Grants - Capital	59,017	-	-	-	-	28,801	54,074	141,892
Restructurings	-	-	-	-	-	-	-	-
Total revenues	138,907	1,614	9,021	69,473	44,000	124,581	554,821	942,417
Expenses (Schedule 3)								
Wages & Benefits	196,378	-	150,710	-	-	1,894	24,446	373,428
Professional/Contractual Services	153,404	53,802	21,728	72,354	7,370	51,830	63,285	423,773
Utilities	15,584	-	24,513	-	-	53,147	257,638	350,882
Maintenance, materials and supplies	18,294	-	37,365	83	-	35,998	4,486	96,226
Grants and contributions	-	-	-	-	-	11,880	-	11,880
Amortization	2,694	-	83,232	-	-	6,730	203,898	296,554
Interest	-	-	13,429	-	-	41	36,116	49,586
Allowance for uncollectibles	104	-	-	-	-	-	-	104
Other	-	-	-	1,807	-	-	-	1,807
Restructurings	-	-	-	-	-	-	-	-
Total expenses	386,458	53,802	330,977	74,244	7,370	161,520	589,869	1,604,240
Surplus (deficit) by function	(247,551)	(52,188)	(321,956)	(4,771)	36,630	(36,939)	(35,048)	(661,823)
Taxation and other unconditional revenue (Schedule 1)								
								843,384
Net Surplus (Deficit)								\$ 181,561

See accompanying notes to the financial statements.

TOWN OF DUNDURN

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 (Restated - Note 12)
Revenues (Schedule 2)								
Fees and charges	\$ 16,618	-	680	66,854	17,600	125,330	455,694	682,776
Tangible capital asset sales - Gain (loss)	-	-	7,500	(1,329)	-	-	-	6,171
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Investment income and commissions	65,680	-	-	-	-	-	-	65,680
Other revenues	-	8,268	-	-	-	-	-	8,268
Grants - Conditional	37,082	-	3,097	-	-	23,899	-	64,078
Grants - Capital	-	-	-	-	-	-	83,790	83,790
Restructurings	-	-	-	-	-	-	493,196	493,196
Total revenues	<u>119,380</u>	<u>8,268</u>	<u>11,277</u>	<u>65,525</u>	<u>17,600</u>	<u>149,229</u>	<u>1,032,680</u>	<u>1,403,959</u>
Expenses (Schedule 3)								
Wages & Benefits	213,826	-	130,000	-	-	1,963	26,067	371,856
Professional/Contractual Services	131,719	51,285	26,667	69,674	35,715	70,905	66,030	451,995
Utilities	16,333	-	19,696	-	-	54,580	232,385	322,994
Maintenance, materials and supplies	16,727	-	42,016	757	-	98,314	7,809	165,623
Grants and contributions	500	-	-	-	-	13,182	-	13,682
Amortization	958	-	81,697	-	-	5,925	203,160	291,740
Interest	-	-	14,720	-	-	20	40,699	55,439
Allowance for uncollectibles	21	-	-	-	-	170	-	191
Other	-	-	-	3,305	-	-	-	3,305
Restructurings	-	-	-	-	-	-	1,946,694	1,946,694
Total expenses	<u>380,084</u>	<u>51,285</u>	<u>314,796</u>	<u>73,736</u>	<u>35,715</u>	<u>245,059</u>	<u>2,522,844</u>	<u>3,623,519</u>
Surplus (deficit) by function	<u>(260,704)</u>	<u>(43,017)</u>	<u>(303,519)</u>	<u>(8,211)</u>	<u>(18,115)</u>	<u>(95,830)</u>	<u>(1,490,164)</u>	<u>(2,219,560)</u>
Taxation and other unconditional revenue (Schedule 1)								
Net Surplus (Deficit)								<u>\$ (1,435,134)</u>

See accompanying notes to the financial statements.

TOWN OF DUNDURN

CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT

Year ended December 31, 2020
with comparative figures for 2019

	2020						2019 (Restated Note 12)	
	General Assets			Infrastructure Assets		General / Infrastructure Assets Under Construction		
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment			Linear Assets
Asset cost							Total	
Opening asset costs	\$ 5,307	57,979	2,035,259	86,325	303,036	6,959,798	9,447,704	
Additions during the year	-	-	126,657	-	35,341	122,600	284,598	
Disposals and write-downs during the year	-	-	-	-	-	-	-	
Transfers (from) assets under construction	-	-	-	-	-	-	-	
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	
Closing asset costs	5,307	57,979	2,161,916	86,325	338,377	7,082,398	9,447,704	
Accumulated amortization cost								
Opening accumulated amortization costs	-	3,865	1,659,784	43,162	250,114	2,958,759	4,960,619	
Add: Amortization taken	-	3,865	44,462	21,581	7,853	218,793	291,739	
Less: Accumulated amortization on disposals	-	-	-	-	-	-	(24,809)	
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	(311,865)	
Closing accumulated amortization costs	-	7,730	1,704,246	64,743	257,967	3,177,552	4,915,684	
Net book value	\$ 5,307	50,249	457,670	21,582	80,410	3,904,846	4,532,020	

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.

TOWN OF DUNDURN **CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS BY FUNCTION**

Year ended December 31, 2020
with comparative figures for 2019

	2020							2019 (Restated Note 12)
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	
Asset cost								Total
Opening asset costs	\$ 59,581	40,307	2,702,598	-	6,682	786,748	5,851,788	9,447,704
Additions during the year	7,777	-	122,600	-	-	154,221	-	284,598
Disposals and write-downs during the year	-	-	-	-	-	-	-	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
Closing asset costs	<u>67,358</u>	<u>40,307</u>	<u>2,825,198</u>	<u>-</u>	<u>6,682</u>	<u>940,969</u>	<u>5,851,788</u>	<u>9,732,302</u>
Accumulated amortization cost								
Opening accumulated amortization costs	30,626	40,307	1,656,011	-	6,682	663,067	2,518,991	4,960,619
Add: Amortization taken	2,694	-	83,232	-	-	6,730	203,898	291,739
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	(24,809)
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	(311,865)
Closing accumulated amortization costs	<u>33,320</u>	<u>40,307</u>	<u>1,739,243</u>	<u>-</u>	<u>6,682</u>	<u>669,797</u>	<u>2,722,889</u>	<u>5,212,238</u>
Net book value	<u>\$ 34,038</u>	<u>-</u>	<u>1,085,955</u>	<u>-</u>	<u>-</u>	<u>271,172</u>	<u>3,128,899</u>	<u>4,532,020</u>

See accompanying notes to the financial statements.

TOWN OF DUNDURN
CONSOLIDATED SCHEDULE OF ACCUMULATED SURPLUS
Year ended December 31, 2020

	<u>2019</u>	<u>Changes</u>	<u>2020</u> (Restated - Note 12)
UNAPPROPRIATED SURPLUS	\$ <u>1,149,424</u>	<u>127,878</u>	<u>1,277,302</u>
APPROPRIATED RESERVES			
Reserve for machinery and equipment	-	-	-
Public reserve	-	-	-
Capital trust fund	-	-	-
Utility reserve	-	-	-
Other reserves	<u>317,645</u>	<u>(13,675)</u>	<u>303,970</u>
Total Appropriated	<u>317,645</u>	<u>(13,675)</u>	<u>303,970</u>
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6)	4,532,020	(11,956)	4,520,064
Less: Related debt	<u>(1,297,021)</u>	<u>79,314</u>	<u>(1,217,707)</u>
Net Investment in Tangible Capital Assets	<u>3,234,999</u>	<u>67,358</u>	<u>3,302,357</u>
Total Accumulated Surplus	\$ <u>4,702,068</u>	<u>181,561</u>	<u>4,883,629</u>

See accompanying notes to the financial statements.

TOWN OF DUNDURN

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	\$ 123,915	39,950,000	383,840	-	3,012,500	\$ 43,470,255
Regional Park Assessment						-
Total Assessment						\$ 43,470,255
Mill Rate Factor(s)	1.0000	1.0000	1.0000	-	1.0000	
Total Base/Minimum Tax (generated for each property class)	6,600	262,900	-	-	38,500	308,000
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 7,889	540,272	3,992	-	69,830	621,983

MILL RATES:

Average Municipal*	14.308
Average School*	4.261
Potash Mill Rate	-
Uniform Municipal Mill Rate	10.400

* 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.

TOWN OF DUNDURN
SCHEDULE OF COUNCIL REMUNERATION
Year ended December 31, 2020

Position	Name	<u>Remuneration</u>	<u>Reimbursed Costs</u>	<u>Total</u>
Mayor	Curtis Boyes	\$ 1,063	-	1,063
Past Mayor	Per Vinding	8,263	209	8,472
Councillor	Andrew Servetnyk	610	-	610
Councillor	Cody Deringer	390	-	390
Councillor	John Gourdeau	520	-	520
Councillor	Matt Jurkiewicz	540	-	540
Past Councillor	Annette Hamilton	2,340	-	2,340
Past Councillor	Fred Wilson	4,500	-	4,500
Past Councillor	Melva Richmond	2,750	-	2,750
Past Councillor	Walter Litke	<u>5,260</u>	<u>37</u>	<u>5,297</u>
Total		<u>\$ 26,236</u>	<u>246</u>	<u>26,482</u>

See accompanying notes to the financial statements.

TOWN OF DUNDURN
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/>
Total Net Carrying Amount Received (Transferred)	\$ <u>-</u>

See accompanying notes to the financial statements.