

**Village of Lebret**  
**FINANCIAL STATEMENTS**  
**Year Ended December 31, 2020**

**Village of Lebret**  
Lebret, Saskatchewan  
December 31, 2020

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## Management's Responsibility

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

In discharging its responsibilities for the integrity and fair presentation of the financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately recorded, that assets are properly accounted for and safeguarded, and that financial records are properly maintained to provide reliable information for the preparation of the financial statements.

The council is composed of elected officials who are not employees of the municipality. The council is responsible for overseeing management in the performance of its financial reporting responsibilities. The council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with external auditors. The council is also responsible for recommending the appointment of the municipality's external auditors.

Baker Tilly SK LLP, an independent firm of chartered professional accountants, is appointed by the council to audit the financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the council and management to discuss their audit findings.

  
\_\_\_\_\_  
Mayor

  
\_\_\_\_\_  
Administrator



## Independent Auditors' Report

To the Council  
Village of Lebret

### *Opinion*

We have audited the financial statements of Village of Lebret, (the municipality), which comprise the Statement of Financial Position as at December 31, 2020 and the Statements of Operations, Changes in Net Financial Assets and Cash Flow for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the municipality as at December 31, 2020, and results of its operations and its cash flow 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 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 Financial Statements*

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

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

Council is responsible for overseeing the municipality's financial reporting process.



### *Auditors' Responsibilities for the Audit of the Financial Statements*

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the municipality's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

**Baker Tilly SK LLP**

*Baker Tilly SK LLP*

Yorkton, SK  
May 20, 2021

**Village of Lebret**  
Lebret, Saskatchewan  
Statement of Financial Position as at December 31, 2020

Statement 1

	<b>2020</b>	<b>2019</b>
<b>Assets</b>		
<b>Financial Assets</b>		
Cash and temporary investments - note 2	937,572	136,522
Taxes receivable - municipal - note 3	94,168	157,190
Other accounts receivable - note 4	248,831	125,163
Land for resale - note 5	36,101	15,805
Long-term investments - note 6	4,037	3,911
<b>Total Financial Assets</b>	<b>1,320,709</b>	<b>438,591</b>
<b>Liabilities</b>		
Accounts payable and accrued liabilities	108,889	68,193
Deposits	9,575	9,575
Deferred revenue - note 8	304,055	41,800
Long-term debt - note 9	860,000	
<b>Total Liabilities</b>	<b>1,282,519</b>	<b>119,568</b>
<b>Net Financial Assets</b>	<b>38,190</b>	<b>319,023</b>
<b>Non-Financial Assets</b>		
Tangible capital assets - schedules 6 and 7	1,387,537	1,009,522
Prepayments and deferred charges	9,853	3,410
Stock and supplies	11,033	9,968
<b>Total Non-Financial Assets</b>	<b>1,408,423</b>	<b>1,022,900</b>
<b>Accumulated Surplus - schedule 8</b>	<b>\$ 1,446,613</b>	<b>\$ 1,341,923</b>

Approved on behalf of the council:

\_\_\_\_\_  
Mayor

\_\_\_\_\_  
Councillor

*The notes to financial statements are an integral  
part of these financial statements.*

**Village of Lebret**  
Statement of Operations  
For the year ended December 31, 2020

Statement 2

	<b>2020 Budget</b> [Note 1(s)]	<b>2020 Actual</b>	<b>2019 Actual</b>
<b>Revenues</b>			
Taxes and other unconditional revenue - schedule 1	426,494	421,882	405,989
Fees and charges - schedules 4 and 5	189,209	213,534	178,789
Conditional grants - schedules 4 and 5	4,128	81,161	116,345
Tangible capital asset sales - gain - schedules 4 and 5		275	
Land sales - gain - schedules 4 and 5	3,000		14,297
Investment income and commissions - schedules 4 and 5		126	171
<b>Total Revenue</b>	<u>622,831</u>	<u>716,978</u>	<u>715,591</u>
<b>Expenses - schedule 3</b>			
General government services	181,452	260,518	195,836
Protective services	22,000	24,202	14,834
Transportation services	110,106	98,391	115,323
Environmental and public health services	45,406	56,324	51,381
Planning and development services	1,500	11,595	391
Recreation and cultural services	9,500	13,931	12,293
Utilities services	162,967	147,324	144,154
<b>Total Expenses</b>	<u>532,931</u>	<u>612,285</u>	<u>534,212</u>
<b>Surplus of Revenues over Expenses before Other Capital Contributions</b>	89,900	104,693	181,379
Provincial/Federal Capital Grants and Contributions - schedules 4 and 5	<u>0</u>	<u>0</u>	<u>0</u>
<b>Surplus of Revenue over Expenses</b>	89,900	104,693	181,379
<b>Accumulated Surplus, Beginning of Year</b>	<u>1,341,923</u>	<u>1,341,923</u>	<u>1,160,544</u>
<b>Accumulated Surplus, End of Year</b>	<u>\$ 1,431,823</u>	<u>\$ 1,446,616</u>	<u>\$ 1,341,923</u>

*The notes to financial statements are an integral  
part of these financial statements.*

**Village of Lebret**Statement of Change in Net Financial Assets  
For the year ended December 31, 2020

Statement 3

	<b>2020 Budget [Note 1(s)]</b>	<b>2020 Actual</b>	<b>2019 Actual</b>
<b>Surplus</b>	<u>89,900</u>	<u>104,693</u>	<u>181,379</u>
(Acquisition) of tangible capital assets		( 411,995)	( 214,422)
Amortization of tangible capital assets		33,980	36,259
Proceeds on disposal of tangible capital assets		275	
Loss (gain) on the disposal of tangible capital assets		<u>( 275)</u>	
<b>Surplus (Deficit) of Capital Expenses over Expenditures</b>	<u>0</u>	<u>( 378,015)</u>	<u>( 178,163)</u>
(Acquisition) of supplies inventories		( 1,065)	( 683)
(Acquisition) of prepaid expense		<u>( 6,446)</u>	<u>( 99)</u>
<b>Surplus (Deficit) of Expenses of Other Non-Financial over Expenditures</b>	<u>0</u>	<u>( 7,511)</u>	<u>( 782)</u>
<b>Increase (Decrease) in Net Financial Assets</b>	89,900	( 280,833)	2,434
Net Financial Assets, beginning of year	<u>319,023</u>	<u>319,023</u>	<u>316,589</u>
<b>Net Financial Assets, End of Year</b>	<u>\$ 408,923</u>	<u>\$ 38,190</u>	<u>\$ 319,023</u>

*The notes to financial statements are an integral part of these financial statements.*



**Village of Lebret**  
Statement of Cash Flow  
For the year ended December 31, 2020

Statement 4

	<b>2020</b>	<b>2019</b>
<b>Cash Provided by (used for) the Following Activities</b>		
<b>Operating:</b>		
<b>Surplus</b>	104,693	181,379
Amortization	33,980	36,259
Loss (gain) on disposal of tangible capital assets	( 275)	
	138,398	217,638
<b>Change in Assets/Liabilities</b>		
Taxes receivable - municipal	63,022	7,991
Other receivables	( 123,666)	( 53,643)
Land for resale	( 20,296)	8,048
Accounts payable and accrued liabilities	40,690	25,672
Utility deposits		100
Deferred revenue	262,256	27,502
Stock and supplies for use	( 1,065)	( 682)
Prepayments and deferred charges	( 6,443)	( 99)
<b>Cash Provided by Operating Transactions</b>	352,896	232,527
<b>Capital:</b>		
Acquisition of capital assets	( 411,995)	( 214,422)
Proceeds from the disposal of capital assets	275	
<b>Cash Applied to Capital Transactions</b>	( 411,720)	( 214,422)
<b>Investing:</b>		
Additions to long-term investments	( 126)	( 171)
<b>Financing:</b>		
Long-term debt issued	860,000	0
<b>Change in Cash and Temporary Investments During the Year</b>	801,050	17,934
Cash and temporary investments, beginning of year	136,522	118,588
<b>Cash and Temporary Investments, End of Year</b>	<b>\$ 937,572</b>	<b>\$ 136,522</b>

*The notes to financial statements are an integral  
part of these financial statements.*

**Village of Lebret**  
Notes to Financial Statements  
For the year ended December 31, 2020

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**1. Significant Accounting Policies**

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

(a) Basis of accounting

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

(b) Reporting entity

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

(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 relevant legislation. The amounts collected are disclosed in note 3.

(d) Government transfers

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

- (i) the transfers are authorized;
- (ii) any eligibility criteria have been met; and
- (iii) a reasonable estimate of the amount can be made.

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

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

(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.

**Village of Lebret**  
Notes to Financial Statements  
For the year ended December 31, 2020

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1. **Significant Accounting Policies** - continued

(f) Net financial assets

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

(g) Non-financial assets

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

(h) Investments

Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment. Investments with maturity dates longer than three months from the date of the Statement of Financial Position have been classified as other long-term investments concurrent with the nature of the investment.

(i) 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 first-in first-out method. Net realizable value is the estimated selling price in the ordinary course of business.

(j) Tangible capital assets

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

<b>Asset</b>	<b>Useful Life</b>
General Assets	
Land	Indefinite
Land improvements	5 to 20 years
Buildings	15 to 40 years
Vehicles	10 years
Machinery and equipment	5 to 30 years
Linear assets	15 to 75 years

**Village of Lebret**  
Notes to Financial Statements  
For the year ended December 31, 2020

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1. **Significant Accounting Policies** - continued

(k) 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.

(l) Works of art

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.

(m) Capitalization of interest

The municipality does not capitalize interest incurred while a tangible capital asset is under construction.

(n) Leases

All leases are recorded on the financial statement 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.

(o) Employee benefit plans

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

(p) 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. Penalties on overdue taxes are recorded in the period levied.

Utility revenue is recognized in the period in which the service has been provided.

All other revenue is recorded when received, or receivable, collection is likely, and the amount can be reasonably determined.

**Village of Lebret**  
Notes to Financial Statements  
For the year ended December 31, 2020

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1. **Significant Accounting Policies** - continued

(q) Measurement uncertainty

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

The measurement of stock 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.

Land for resale is stated after evaluation for market value and an appropriate allowance for market value adjustment is provided where considered necessary.

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

(r) Basis of segmentation/segment report

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

The segments (functions) are as follows:

General government: provides for the administration of the municipality.

Protective services: comprised of expenses for police and fire protection.

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

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

Planning and development: provides for neighbourhood development and sustainability.

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

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

(s) Budget information

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on May 8, 2020.

**Village of Lebre**  
Notes to Financial Statements  
For the year ended December 31, 2020

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1. **Significant Accounting Policies** - continued

(t) New standards and amendments to standards

Effective for fiscal years beginning on or after April 1, 2022:

PS 1201 Financial statement presentation, replaces PS 1200 with revised general reporting principles and standards of presentation and disclosure in government financial statements. Requires a new statement of remeasurement gains and losses separate from the statement of operations arising from the remeasurement 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 remeasurement gains and losses.

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

PS 3450 Financial instruments, a new standard establishing guidance on the recognition, measurement, presentation and disclosure of financial instruments, including derivatives. The standard requires fair value measurement of derivatives and equity instrument that are quoted in an active market; all other financial instruments can be measured at cost/amortized cost or fair value at the election of the government. Unrealized gains and losses are presented in a new statement of remeasurement 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 derecognition of financial liabilities.

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

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

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

The extent of the impact on adoption of these future standards is not known at this time.

**Village of Lebret**  
Notes to Financial Statements  
For the year ended December 31, 2020

	<b>2020</b>	<b>2019</b>
<b>2. Cash and Temporary Investments</b>		
Cash	<u>\$ 937,572</u>	<u>\$ 136,522</u>
Cash and temporary investments include balances with banks, term deposits, marketable securities and short-term investments with maturities of three months or less.		
<b>3. Taxes and Grants In Lieu Receivable</b>		
Municipal - current	51,575	56,634
Municipal - arrears	<u>81,193</u>	<u>126,856</u>
	132,768	183,490
Less: Allowance for uncollectibles	<u>38,600</u>	<u>26,300</u>
Total municipal taxes receivable	<u>94,168</u>	<u>157,190</u>
School - current	2,908	5,745
School - arrears	<u>6,878</u>	<u>15,271</u>
Total school taxes receivable	<u>9,786</u>	<u>21,016</u>
Total taxes and grants in lieu receivable	103,954	178,206
Less: Taxes receivable to be collected on behalf of other organizations	<u>9,786</u>	<u>21,016</u>
<b>Municipal and Grants In Lieu Taxes Receivable</b>	<u>\$ 94,168</u>	<u>\$ 157,190</u>
<b>4. Other Accounts Receivable</b>		
Federal government	21,816	7,893
Provincial government	166,447	16,954
Local government		3,974
Utility	45,950	40,328
Trade	<u>14,618</u>	<u>56,014</u>
<b>Net Other Accounts Receivable</b>	<u>\$ 248,831</u>	<u>\$ 125,163</u>
<b>5. Land for Resale</b>		
Tax title property	128,500	41,804
Less: Allowance for market value adjustment	92,400	26,000
Other land	<u>1</u>	<u>1</u>
<b>Total Land for Resale</b>	<u>\$ 36,101</u>	<u>\$ 15,805</u>
<b>6. Long-Term Investments</b>		
Co-op. equity	<u>\$ 4,037</u>	<u>\$ 3,911</u>

**Village of Lebret**  
Notes to Financial Statements  
For the year ended December 31, 2020

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**7. Bank Indebtedness**

At December 31, 2020, the municipality had a line-of-credit (authorized overdraft limit) totaling \$200,000. The line-of-credit bears interest at a rate of prime plus 0.75%. Assets pledged as collateral in connection with this line-of-credit is an annual borrowing bylaw.

**8. Deferred Revenue**

	<b>Balance, Beginning of Year</b>	<b>Plus Amount Received</b>	<b>Less Amount Recognized</b>	<b>Balance, End of Year</b>
ICIP	34,886	205,850		240,736
Gas tax		19,116		19,116
Municipal Economic Enhancement		31,045		31,045
Other	<u>6,914</u>	<u>6,244</u>		<u>13,158</u>
	<u>\$ 41,800</u>	<u>\$ 262,255</u>	<u>\$ 0</u>	<u>\$ 304,055</u>

**9. Long-Term Debt**

The debt limit of the municipality for 2021 is \$535,639. The debt limit for a municipality is the total amount of the municipality's own source revenues for the preceding year (the Municipalities Act section 161).

(a) Debenture debt is repayable at 2.2% in annual blended installments of \$67,935.46.

Future principal and interest payments are as follows:

	<b>Principal</b>	<b>Interest</b>	<b>2020 Total</b>	<b>2019 Total</b>
2021	49,015	18,920	67,935	
2022	50,094	17,841	67,935	
2023	51,196	16,739	67,935	
2024	52,322	15,613	67,935	
2025	53,473	14,462	67,935	
Thereafter	<u>603,900</u>	<u>89,555</u>	<u>693,455</u>	
	<u>\$ 860,000</u>	<u>\$ 173,130</u>	<u>\$ 1,033,130</u>	<u>\$ 0</u>



**Village of Lebret**  
Notes to Financial Statements  
For the year ended December 31, 2020

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**10. Employee Benefit Plans**

The municipality participates in a contributory defined benefit pension plan for all its employees. For defined benefit plans considered to be multi-employer plans, contributions are expensed when they are due and payable. The municipality currently participates in the Municipal Employees Pension Plan.

The contributions by the participating employers are not segregated in separate accounts or restricted to provide benefits to the employees of a particular employer. The portion of the annual benefit costs and of the asset surpluses (deficits) that are attributable to the municipality cannot be easily determined.

Accordingly, the multi-employer plans are accounted for on the defined contribution basis. No portion of the asset (deficit) surplus of the plan is recognized in these financial statements. The benefit expense reflected in the financial statements is equal to the municipality's contributions for the year.

All contributions by employees are matched equally by the employer. The contribution rates were updated on July 1, 2018. Employee contribution rates in effect for the year are as follows:

	<b>2020</b>	<b>2019</b>
General members	9.00 %	9.00 %
Designated members	12.50 %	12.50 %

Contributions to the plan during the year were as follows:

Benefit expense	\$ 16,549	\$ 14,849
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As per the most recently audited financial statements dated December 31, 2019, the plan surplus is \$658,468,000.

**11. Impact of COVID-19**

On March 11, 2020, the World Health Organization categorized COVID-19 as a pandemic. The potential economic effects within the municipality's environment and in the global markets, possible disruption in supply chains and measures being introduced at various levels of government to curtail the spread of the virus (such as travel restrictions, closures of non-essential municipal and private operations, imposition of quarantines and social distancing) could have a material impact on the municipality's operations. The extent of this outbreak and related containment measures on the municipality's operations cannot be reliably estimated at this time.

**12. Commitments**

The Village of Lebret and StarBlanket Cree Nation have agreed that title for the following properties NW 1-21-13 W2 Ext 113 Surface Parcel 131850794, NW 1-21-13 W2 Ext 114 Surface Parcel 131850806, and Blk A Plan 191376536 Ext 115 Surface Parcel 131850817 will initially be in the name of the Village of Lebret. After the property has been subdivided, StarBlanket Cree Nation will come onto the title as a fifty percent owner of the entire property.

**Village of Lebret**Schedule of Taxes and Other Unconditional Revenue  
For the year ended December 31, 2020

Schedule 1

	<b>2020 Budget</b> [Note 1(s)]	<b>2020 Actual</b>	<b>2019 Actual</b>
<b>Taxes</b>			
General municipal tax levy	382,225	382,225	377,607
Abatements and adjustments		( 15,478)	( 12,644)
Discount on current year taxes	( 42,000)	( 44,768)	( 40,421)
Net municipal taxes	<u>340,225</u>	<u>321,979</u>	<u>324,542</u>
Penalties on tax arrears	<u>22,111</u>	<u>22,111</u>	<u>21,062</u>
<b>Total Taxes</b>	<u>362,336</u>	<u>344,090</u>	<u>345,604</u>
<b>Unconditional Grants</b>			
Equalization (revenue sharing)	50,926	50,926	46,097
Safe Restart		<u>12,885</u>	
<b>Total Unconditional Grants</b>	<u>50,926</u>	<u>63,811</u>	<u>46,097</u>
<b>Grants In Lieu of Taxes</b>			
Federal	1,987	1,987	1,987
Provincial			
Provincial	1,286	1,286	1,286
S.P.C. surcharge	<u>9,959</u>	<u>10,708</u>	<u>11,015</u>
<b>Total Grants In Lieu of Taxes</b>	<u>13,232</u>	<u>13,981</u>	<u>14,288</u>
<b>Total Taxes and Other Unconditional Revenue</b>	<u>\$ 426,494</u>	<u>\$ 421,882</u>	<u>\$ 405,989</u>

*The notes to financial statements are an integral  
part of these financial statements.*

## Village of Lebret

Schedule of Operating and Capital Revenue by Function  
For the year ended December 31, 2020

Schedule 2-1

	2020 Budget [Note 1(s)]	2020 Actual	2019 Actual
<b>General Government Services</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and charges			
Custom work		21,001	900
Sale of supplies	150	156	150
Rentals	3,830	3,640	3,345
Licenses and permits	2,730	965	5,762
Expense recoveries		192	
Other	10,000	9,390	11,588
Total Fees and Charges	<u>16,710</u>	<u>35,344</u>	<u>21,745</u>
Land sales - gain	3,000		14,297
Investment income and commissions		126	171
Total Other Segmented Revenue	<u>19,710</u>	<u>35,470</u>	<u>36,213</u>
<b>Total General Government Services</b>	<b><u>\$ 19,710</u></b>	<b><u>\$ 35,470</u></b>	<b><u>\$ 36,213</u></b>
<b>Protective Services</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and charges			
Policing and fire fees		200	
Total Other Segmented Revenue	<u>0</u>	<u>200</u>	<u>0</u>
<b>Total Protective Services</b>	<b><u>\$ 0</u></b>	<b><u>\$ 200</u></b>	<b><u>\$ 0</u></b>
<b>Transportation Services</b>			
<b>Operating</b>			
Other Segmented Revenue			
Gain (loss) on sale of tangible capital assets		275	
Total Other Segmented Revenue	<u>0</u>	<u>275</u>	<u>0</u>
<b>Total Transportation Services</b>	<b><u>\$ 0</u></b>	<b><u>\$ 275</u></b>	<b><u>\$ 0</u></b>
<b>Environmental and Public Health Services</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and charges			
Waste and disposal fees	18,529	31,567	17,717
Total Other Segmented Revenue	<u>18,529</u>	<u>31,567</u>	<u>17,717</u>
<b>Total Environmental and Public Health Services</b>	<b><u>\$ 18,529</u></b>	<b><u>\$ 31,567</u></b>	<b><u>\$ 17,717</u></b>

*The notes to financial statements are an integral part of these financial statements.*

**Village of Lebret**

Schedule of Operating and Capital Revenue by Function  
For the year ended December 31, 2020

Schedule 2-2

	<b>2020 Budget</b> [Note 1(s)]	<b>2020 Actual</b>	<b>2019 Actual</b>
<b>Planning and Development Services</b>			
<b>Operating</b>			
<b>Recreation and Cultural Services</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and charges			
Other - Hall fees	500	1,455	1,720
Total Other Segmented Revenue	<u>500</u>	<u>1,455</u>	<u>1,720</u>
Conditional Grants			
Saskatchewan Lotteries	2,028	2,028	2,028
Donations	2,100	1,190	1,020
Total Conditional Grants	<u>4,128</u>	<u>3,218</u>	<u>3,048</u>
<b>Total Recreation and Cultural Services</b>	<u>\$ 4,628</u>	<u>\$ 4,673</u>	<u>\$ 4,768</u>
<b>Utility Services</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and charges			
Water	52,392	47,358	45,996
Sewer	42,317	39,423	51,162
Infrastructure	58,361	58,137	40,439
Licenses and permits	400	50	10
Total Fees and Charges	<u>153,470</u>	<u>144,968</u>	<u>137,607</u>
Total Other Segmented Revenue	<u>153,470</u>	<u>144,968</u>	<u>137,607</u>
Conditional Grants			
Gas tax			27,060
Star Blanket First Nation		77,943	86,237
Total Conditional Grants	<u>0</u>	<u>77,943</u>	<u>113,297</u>
<b>Total Utility Services</b>	<u>\$ 153,470</u>	<u>\$ 222,911</u>	<u>\$ 250,904</u>
<b>Total Operating and Capital Revenue by Function</b>	<u>\$ 196,337</u>	<u>\$ 295,096</u>	<u>\$ 309,602</u>
<b>Summary</b>			
Total Other Segmented Revenue	192,209	213,935	193,257
Total Conditional Grants	<u>4,128</u>	<u>81,161</u>	<u>116,345</u>
<b>Total Operating and Capital Revenue by Function</b>	<u>\$ 196,337</u>	<u>\$ 295,096</u>	<u>\$ 309,602</u>

*The notes to financial statements are an integral part of these financial statements.*

**Village of Lebret**  
 Total Expenses by Function  
 For the year ended December 31, 2020

Schedule 3-1

	2020 Budget [Note 1(s)]	2020 Actual	2019 Actual
<b>General Government Services</b>			
Council remuneration and travel	19,900	18,498	16,272
Wages and benefits	68,951	68,015	59,027
Contractual services	4,615	4,645	4,154
Contractual services - other	45,900	43,716	38,203
Utilities	11,350	12,552	9,846
Maintenance, materials and supplies	13,120	12,788	5,564
Grants and contributions - operating	216	216	195
Amortization		5,404	6,370
Insurance	13,500	12,676	11,740
Allowance for uncollectibles		78,700	43,695
Other	3,900	3,308	770
<b>Total General Government Services</b>	<b>\$ 181,452</b>	<b>\$ 260,518</b>	<b>\$ 195,836</b>
<b>Protective Services</b>			
Police protection			
Contractual services	11,000	10,687	10,312
Fire protection			
Contractual services	11,000	13,313	4,447
Maintenance, materials and supplies		127	
Amortization		75	75
<b>Total Protective Services</b>	<b>\$ 22,000</b>	<b>\$ 24,202</b>	<b>\$ 14,834</b>
<b>Transportation Services</b>			
Wages and benefits	49,104	49,699	49,318
Contractual services	13,752	9,930	7,832
Utilities	18,400	16,971	18,828
Gravel	6,500	2,460	5,976
Machinery costs/fuel/blades	12,500	7,088	8,651
Amortization		7,467	8,780
Other materials and supplies	9,850	4,776	15,938
<b>Total Transportation Services</b>	<b>\$ 110,106</b>	<b>\$ 98,391</b>	<b>\$ 115,323</b>

*The notes to financial statements are an integral part of these financial statements.*

**Village of Lebret**  
 Total Expenses by Function  
 For the year ended December 31, 2020

Schedule 3-2

	<b>2020 Budget</b> [Note 1(s)]	<b>2020 Actual</b>	<b>2019 Actual</b>
<b>Environmental and Public Health Services</b>			
Wages and benefits	21,340	23,406	23,326
Contractual services	21,516	20,697	22,526
Maintenance, materials and supplies	2,550	8,047	1,355
Amortization		4,174	4,174
<b>Total Environmental and Public Health Services</b>	<b>\$ 45,406</b>	<b>\$ 56,324</b>	<b>\$ 51,381</b>
<b>Planning and Development Services</b>			
Contractual services	1,500	11,504	300
Amortization		91	91
<b>Total Planning and Development Services</b>	<b>\$ 1,500</b>	<b>\$ 11,595</b>	<b>\$ 391</b>
<b>Recreation and Cultural Services</b>			
Contractual services	3,028	5,795	5,009
Utilities	2,800	2,972	2,759
Maintenance, materials and supplies	1,200	592	
Amortization		2,099	2,099
Libraries	2,472	2,473	2,426
<b>Total Recreation and Cultural Services</b>	<b>\$ 9,500</b>	<b>\$ 13,931</b>	<b>\$ 12,293</b>
<b>Utility Services</b>			
Wages and benefits	84,692	83,211	74,814
Contractual services	52,700	6,835	28,993
Utilities	8,175	8,241	7,518
Maintenance, materials and supplies	17,400	27,687	14,853
Amortization		14,670	14,670
Interest		4,015	
Allowance for uncollectibles		2,665	3,306
<b>Total Utility Services</b>	<b>\$ 162,967</b>	<b>\$ 147,324</b>	<b>\$ 144,154</b>
<b>Total Expenses by Function</b>	<b>\$ 532,931</b>	<b>\$ 612,285</b>	<b>\$ 534,212</b>

*The notes to financial statements are an integral  
 part of these financial statements.*

## Village of Lebret

Schedule of Segment Disclosure by Function  
For the year ended December 31, 2020

Schedule 4

	General Government	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Utilities Services	Total
<b>Revenues - schedule 2</b>								
Fees and charges	35,344	200		31,567		1,455	144,968	213,534
Tangible capital asset sales - gain			275					275
Investment income and commissions	126							126
Grants - conditional						3,218	77,943	81,161
<b>Total Revenues</b>	<b>35,470</b>	<b>200</b>	<b>275</b>	<b>31,567</b>	<b>0</b>	<b>4,673</b>	<b>222,911</b>	<b>295,096</b>
<b>Expenses - schedule 3</b>								
Wages and benefits	68,015		49,699	23,406			83,211	224,331
Professional/contractual services	66,859	24,000	9,930	20,697	11,504	5,795	6,835	145,620
Utilities	12,552		16,971			2,972	8,241	40,736
Maintenance materials and supplies	12,788	127	2,460	8,047		592	27,687	51,701
Machinery costs/fuel/blades			7,088					7,088
Grants and contributions	216							216
Amortization	5,404	75	7,467	4,174	91	2,099	14,670	33,980
Insurance	12,676							12,676
Libraries						2,473		2,473
Interest							4,015	4,015
Allowance for uncollectibles	78,700						2,665	81,365
Other	3,308		4,776					8,084
<b>Total Expenses</b>	<b>260,518</b>	<b>24,202</b>	<b>98,391</b>	<b>56,324</b>	<b>11,595</b>	<b>13,931</b>	<b>147,324</b>	<b>612,285</b>
<b>Surplus (Deficit) by Function</b>	<b>\$( 225,048)</b>	<b>\$( 24,002)</b>	<b>\$( 98,116)</b>	<b>\$( 24,757)</b>	<b>\$( 11,595)</b>	<b>\$( 9,258)</b>	<b>\$ 75,587</b>	<b>( 317,189)</b>
Taxation and other unconditional revenue - schedule 1								<u>421,882</u>
<b>Net Surplus</b>								<u><b>\$ 104,693</b></u>

*The notes to financial statements are an integral  
part of these financial statements.*

## Village of Lebret

Schedule of Segment Disclosure by Function  
For the year ended December 31, 2019

Schedule 5

	General Government	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Utilities Services	Total
<b>Revenues - schedule 2</b>								
Fees and charges	21,745			17,717		1,720	137,607	178,789
Land sales - gain	14,297							14,297
Investment income and commissions	171							171
Grants - conditional						3,048	113,297	116,345
<b>Total Revenues</b>	<b>36,213</b>	<b>0</b>	<b>0</b>	<b>17,717</b>	<b>0</b>	<b>4,768</b>	<b>250,904</b>	<b>309,602</b>
<b>Expenses - schedule 3</b>								
Wages and benefits	59,027		49,318	23,326			74,814	206,485
Professional/contractual services	58,629	14,759	7,832	22,526	300	5,009	28,993	138,048
Utilities	9,846		18,828			2,759	7,518	38,951
Maintenance materials and supplies	5,564		5,976	1,355			14,853	27,748
Machinery costs/fuel/blades			8,651					8,651
Grants and contributions	195							195
Amortization	6,370	75	8,780	4,174	91	2,099	14,670	36,259
Insurance	11,740							11,740
Libraries						2,426		2,426
Allowance for uncollectibles	43,695						3,306	47,001
Other	770		15,938					16,708
<b>Total Expenses</b>	<b>195,836</b>	<b>14,834</b>	<b>115,323</b>	<b>51,381</b>	<b>391</b>	<b>12,293</b>	<b>144,154</b>	<b>534,212</b>
<b>Surplus (Deficit) by Function</b>	<b>\$( 159,623)</b>	<b>\$( 14,834)</b>	<b>\$( 115,323)</b>	<b>\$( 33,664)</b>	<b>\$( 391)</b>	<b>\$( 7,525)</b>	<b>\$ 106,750</b>	<b>( 224,610)</b>
Taxation and other unconditional revenue - schedule 1								<u>405,989</u>
<b>Net Surplus</b>								<u><b>\$ 181,379</b></u>

*The notes to financial statements are an integral  
part of these financial statements.*



**Village of Lebrét**  
Schedule of Tangible Capital Assets by Object  
For the year ended December 31, 2020

Schedule 6

	2020							2019	
	General Assets					Infrastruct. Assets	General/ Infrastruct. Assets	Total	Total
	Land	Land Improve.	Buildings	Vehicles	Machinery & Equipment	Linear Assets	under Constr.		
Asset Cost									
Opening Asset Cost	92,395	0	377,761	51,713	277,945	804,898	207,328	1,812,040	1,597,618
Additions during the year							411,995	411,995	214,422
Disposals and write-down during the year					( 3,425)			( 3,425)	
Closing Asset Costs	92,395	0	377,761	51,713	274,520	804,898	619,323	2,220,610	1,812,040
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	0	0	186,793	43,365	219,781	352,579	0	802,518	766,259
Add: Amortization taken			8,719	4,174	7,063	14,024		33,980	36,259
Less: Accumulated amortization on disposals					3,425			3,425	
Closing Accumulated Amortization Costs	0	0	195,512	47,539	223,419	366,603	0	833,073	802,518
Net Book Value	\$ 92,395	\$ 0	\$ 182,249	\$ 4,174	\$ 51,101	\$ 438,295	\$ 619,323	\$ 1,387,537	\$ 1,009,522

*The notes to financial statements are an integral  
part of these financial statements.*

**Village of Lebret**  
 Schedule of Tangible Capital Assets by Function  
 For the year ended December 31, 2020

Schedule 7

	<u>2020</u>							<u>2019</u>	
	General Government	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Water & Sewer	Total	Total
Asset Cost									
Opening Asset Cost	303,781	6,152	326,114	41,738	2,741	90,451	1,041,063	1,812,040	1,597,618
Additions during the year							411,995	411,995	214,422
Disposals and write-down during the year			( 3,425)					( 3,425)	
Closing Asset Costs	<u>303,781</u>	<u>6,152</u>	<u>322,689</u>	<u>41,738</u>	<u>2,741</u>	<u>90,451</u>	<u>1,453,058</u>	<u>2,220,610</u>	<u>1,812,040</u>
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	121,620	3,827	222,495	33,389	1,823	24,245	395,119	802,518	766,259
Add: Amortization taken	5,404	75	7,467	4,174	91	2,099	14,670	33,980	36,259
Less: Accumulated amortization on disposals			3,425					3,425	
Closing Accumulated Amortization Costs	<u>127,024</u>	<u>3,902</u>	<u>226,537</u>	<u>37,563</u>	<u>1,914</u>	<u>26,344</u>	<u>409,789</u>	<u>833,073</u>	<u>802,518</u>
Net Book Value	<u>\$ 176,757</u>	<u>\$ 2,250</u>	<u>\$ 96,152</u>	<u>\$ 4,175</u>	<u>\$ 827</u>	<u>\$ 64,107</u>	<u>\$ 1,043,269</u>	<u>\$ 1,387,537</u>	<u>\$ 1,009,522</u>

*The notes to financial statements are an integral  
part of these financial statements.*

**Village of Lebret**  
Schedule of Accumulated Surplus  
For the year ended December 31, 2020

Schedule 8

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	2019	Changes	2020
<b>Unappropriated Surplus</b>	<u>332,401</u>	<u>586,675</u>	<u>919,076</u>
<b>Net Investments in Tangible Capital Assets</b>			
Tangible capital assets - schedule 6	1,009,522	378,015	1,387,537
Less: Related debt	<u>                    </u>	<u>860,000</u>	<u>860,000</u>
<b>Net Investment in Tangible Capital Assets</b>	<u>1,009,522</u>	<u>( 481,985)</u>	<u>527,537</u>
<b>Total Accumulated Surplus</b>	<u>\$ 1,341,923</u>	<u>\$ 104,690</u>	<u>\$ 1,446,613</u>

*The notes to financial statements are an integral  
part of these financial statements.*

**Village of Lebret**  
 Schedule of Mill Rates and Assessments  
 For the year ended December 31, 2020

Schedule 9

	<u>Property Class</u>					<b>Total</b>
	<b>Agriculture</b>	<b>Residential</b>	<b>Residential Condominium</b>	<b>Seasonal Residential</b>	<b>Commercial &amp; Industrial</b>	
Taxable Assessment	76,575	14,280,160			653,800	15,010,535
Regional Park Assessment						
Total Assessment						15,010,535
Mill Rate Factor(s)	1	1			1.0000	
Total Base/Minimum Tax (generated for each property class)	6,750	223,875			9,000	239,625
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	7,477	359,537			15,211	382,225
<b>Mill Rates:</b>						
<b>Average Municipal*</b>						
<b>Average School*</b>						
<b>Potash Mill Rate</b>						
<b>Uniform Municipal Mill Rate</b>	9.5000					

\*Average Mill Rates (multiply the total tax levy for each taxing authority by 1,000 and divide by the total assessment for the taxing authority).

*The notes to financial statements are an integral part of these financial statements.*

**Village of Lebret**

Schedule of Council Remuneration  
For the year ended December 31, 2020

Schedule 10

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<b>Name</b>	<b>Remuneration</b>	<b>Reimbursed Costs</b>	<b>Total</b>
Lloyd Virag	5,250		5,250
Bob Thachuk	2,977		2,977
Marvin Skinner	3,500	52	3,552
Grant Vipond	3,400		3,400
Ken Toth	2,400		2,400
Joanne Pelletier	700		700
	<u>18,227</u>	<u>52</u>	<u>18,279</u>
	<u>\$ 18,227</u>	<u>\$ 52</u>	<u>\$ 18,279</u>