

---

**RURAL MUNICIPALITY OF PAYNTON NO. 470**

**CONSOLIDATED FINANCIAL STATEMENTS**

**DECEMBER 31, 2020**

---



**Vantage**  
CHARTERED PROFESSIONAL ACCOUNTANTS

## Management's Responsibility

To the Ratepayers of Rural Municipality of Paynton No. 470

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

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

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

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

  
Reeve  
Administrator

June 9, 2021

## INDEPENDENT AUDITORS' REPORT

To the Council of  
Rural Municipality of Paynton No. 470  
Paynton, Saskatchewan

### ***Qualified Opinion***

We have audited the accompanying financial statements of the Rural Municipality of Paynton No. 470, which comprise the consolidated statement of financial position as at December 31, 2020, the consolidated statements of operations, change 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, except for the effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Rural Municipality of Paynton No. 470 as at December 31, 2020, and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

### ***Basis for Qualified Opinion***

The municipality has an interest in the Maidstone Waseca & District Fire Board which is a government partnership. The municipality has not recorded in its financial statements these interests using the proportionate consolidation method, which constitutes a departure from Canadian Public Sector Accounting Standards. The effect on the financial statements of the failure to consolidate has not been determined.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the Rural Municipality of Paynton No. 470 in accordance with the ethical requirements that are relevant to our audit of the consolidated 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 the 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 consolidated financial statements, management is responsible for assessing the Rural Municipality of Paynton No. 470'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.

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

### ***Auditors' Responsibilities 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 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 consolidated financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgement 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 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 auditors' report to the related disclosures in the consolidated 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 auditors' 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 consolidated financial statements, including the disclosures, and whether the consolidated 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.

The logo for Vantage Chartered Professional Accountants, featuring the word "Vantage" in a stylized, cursive script font.

Chartered Professional Accountants

North Battleford, Saskatchewan  
June 9, 2021

**Rural Municipality of Paynton No. 470**  
**Consolidated Statement of Financial Position**  
**As at December 31, 2020**

Statement 1

	2020	2019
FINANCIAL ASSETS	(Restated)	
Cash and Temporary Investments (Note 2)	3,527,338	2,853,893
Taxes Receivable - Municipal (Note 3)	12,735	25,979
Other Accounts Receivable (Note 4)	88,179	79,358
Land for Resale (Note 5)	2,122	5,561
Long-term Investments (Note 6)	81,320	72,075
Debt Charges Recoverable		
Other (Specify)		
<b>Total Financial Assets</b>	<b>3,711,694</b>	<b>3,036,866</b>

**LIABILITIES**

Bank Indebtedness (Note 7)		
Accounts Payable	44,926	98,186
Accrued Liabilities Payable		
Deposits		
Deferred Revenue		
Accrued Landfill Costs		
Liability for Contaminated Sites		
Other Liabilities		
Long-term Debt (Note 8)		
Lease Obligations		
<b>Total Liabilities</b>	<b>44,926</b>	<b>98,186</b>

<b>NET FINANCIAL ASSETS (DEBT)</b>	<b>3,666,768</b>	<b>2,938,680</b>
------------------------------------	------------------	------------------

**NON-FINANCIAL ASSETS**

Tangible Capital Assets (Schedule 6, 7)	11,618,584	11,929,888
Prepayments and Deferred Charges	4,384	122
Stock and Supplies	176,584	109,348
Other		
<b>Total Non-Financial Assets</b>	<b>11,799,552</b>	<b>12,039,358</b>

<b>Accumulated Surplus (Deficit) (Schedule 8)</b>	<b>15,466,320</b>	<b>14,978,038</b>
---	-------------------	-------------------

**Rural Municipality of Paynton No. 470**  
**Consolidated Statement of Operations**  
**For the year ended December 31, 2020**

Statement 2

	2020 Budget	2020	2019
<b>Revenues</b>			(Restated)
Taxes and Other Unconditional Revenue (Schedule 1)	1,717,499	1,806,066	1,512,353
Fees and Charges (Schedule 4, 5)	93,635	81,827	303,295
Conditional Grants (Schedule 4, 5)	57,754	17,172	15,308
Tangible Capital Asset Sales - Gain (Loss) (Schedule 4, 5)			(11,799)
Land Sales - Gain (Loss) (Schedule 4, 5)		1,242	
Investment Income and Commissions (Schedule 4, 5)	67,770	35,250	60,396
Restructurings (Schedule 4, 5)			
Other Revenues (Schedule 4, 5)		30,470	2,175
<b>Total Revenues</b>	<b>1,936,658</b>	<b>1,972,027</b>	<b>1,881,728</b>
<b>Expenses</b>			
General Government Services (Schedule 3)	273,390	271,221	288,250
Protective Services (Schedule 3)	185,087	38,584	65,135
Transportation Services (Schedule 3)	1,234,895	1,178,601	1,067,176
Environmental and Public Health Services (Schedule 3)	21,400	15,633	12,837
Planning and Development Services (Schedule 3)		20,163	
Recreation and Cultural Services (Schedule 3)	14,635	17,293	70,706
Utility Services (Schedule 3)	1,245	1,469	1,921
Restructurings (Schedule 3)			
<b>Total Expenses</b>	<b>1,730,652</b>	<b>1,542,964</b>	<b>1,506,025</b>
<b>Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions</b>	<b>206,006</b>	<b>429,063</b>	<b>375,703</b>
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	51,896	59,219	32,956
<b>Surplus (Deficit) of Revenues over Expenses</b>	<b>257,902</b>	<b>488,282</b>	<b>408,659</b>
<b>Accumulated Surplus (Deficit), Beginning of Year</b>	<b>14,978,038</b>	<b>14,978,038</b>	<b>14,569,379</b>
<b>Accumulated Surplus (Deficit), End of Year</b>	<b>15,235,940</b>	<b>15,466,320</b>	<b>14,978,038</b>

**Rural Municipality of Paynton No. 470**  
**Consolidated Statement of Change in Net Financial Assets**  
**For the year ended December 31, 2020**

Statement 3

	<b>2020 Budget</b>	<b>2020</b>	<b>2019</b>
			(Restated)
<b>Surplus (Deficit)</b>	257,902	488,282	408,659
(Acquisition) of tangible capital assets		(188,556)	(1,118,600)
Amortization of tangible capital assets		499,860	412,450
Proceeds on disposal of tangible capital assets			20,425
Loss (gain) on the disposal of tangible capital assets			11,799
Transfer of Assets/Liabilities in Restructuring Transactions			
<b>Surplus (Deficit) of capital revenue over expenditures</b>		<b>311,304</b>	<b>(673,926)</b>
(Acquisition) of supplies inventories		(67,236)	(4,064)
(Acquisition) of prepaid expense		(4,262)	
Consumption of supplies inventories			
Use of prepaid expense			35,508
<b>Surplus (Deficit) of expenses of other non-financial over expenditures</b>		<b>(71,498)</b>	<b>31,444</b>
<b>Increase (Decrease) in Net Financial Assets</b>	<b>257,902</b>	<b>728,088</b>	<b>(233,823)</b>
<b>Net Financial Assets - Beginning of Year</b>	2,938,680	2,938,680	3,172,503
<b>Net Financial Assets (Debt) - End of Year</b>	<b>3,196,582</b>	<b>3,666,768</b>	<b>2,938,680</b>

**Rural Municipality of Paynton No. 470**  
**Consolidated Statement of Cash Flow**  
**For the year ended December 31, 2020**

Statement 4

	2020	2019
		(Restated)
<b>Cash provided by (used for) the following activities</b>		
<b>Operating:</b>		
Surplus (Deficit)	488,282	408,659
Amortization	499,860	412,450
Loss (gain) on disposal of tangible capital assets		11,799
	988,142	832,908
<b>Change in assets/liabilities</b>		
Taxes Receivable - Municipal	13,244	(2,869)
Other Receivables	(8,821)	59,299
Land for Resale	3,439	(4,697)
Other Financial Assets		
Accounts and Accrued Liabilities Payable	(53,260)	66,365
Deposits		
Deferred Revenue		
Accrued Landfill costs		
Liability for Contaminated Sites		
Other Liabilities		
Stock and Supplies for Use	(67,236)	(4,064)
Prepayments and Deferred Charges	(4,262)	35,508
Other (Specify)		
<b>Cash provided by (applied to) operating transactions</b>	<b>871,246</b>	<b>982,450</b>
<b>Capital:</b>		
Acquisition of Tangible Capital Assets	(188,556)	(1,118,600)
Proceeds From the Disposal of Tangible Capital Assets		20,425
Other Capital		
<b>Cash provided by (applied to) capital transactions</b>	<b>(188,556)</b>	<b>(1,098,175)</b>
<b>Investing:</b>		
Long-term Investments	(9,245)	(13,012)
Other Investments		
<b>Cash provided by (applied to) investing transactions</b>	<b>(9,245)</b>	<b>(13,012)</b>
<b>Financing:</b>		
Debt Charges Recovered		
Long-term Debt Issued		
Long-term Debt Repaid		
Other Financing		
<b>Cash provided by (applied to) financing transactions</b>		
<b>Change in Cash and Temporary Investments during the year</b>	<b>673,445</b>	<b>(128,737)</b>
<b>Cash and Temporary Investments - Beginning of Year</b>	<b>2,853,893</b>	<b>2,982,630</b>
<b>Cash and Temporary Investments - End of Year</b>	<b>3,527,338</b>	<b>2,853,893</b>



**Rural Municipality of Paynton No. 470**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2020**

**1. Significant Accounting Policies**

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

- a) **Basis of Accounting:** The consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting requires revenues to be recognized as they become available and measurable and expenses are recognized as they are incurred and measurable as a result of the receipt of goods and services and the creation of a legal obligation to pay.
- b) **Reporting Entity:** The consolidated financial statements consolidates the assets, liabilities and flow of resources of the municipality. The entity is comprised of all of the organizations that are owned or controlled by the municipality and are, therefore, accountable to the Council for the administration of their financial affairs and resources. Entities included in these consolidated financial statements are as follows:

Entity

Paynton & District Fire Board

Paynton Park and Recreation Board

All inter-organizational transactions and balances have been eliminated.

- c) **Collection of Funds for Other Authorities:** Collection of funds by the municipality for the school board, municipal hail and conservation and development authorities are collected and remitted in accordance with 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 revenue in the period that the events giving rise to the transfer occur, providing:
  - a) the transfers are authorized;
  - b) any eligibility criteria have been met; and
  - c) reasonable 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.
- f) **Local Improvement Charges:** Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed.
- 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.

**Rural Municipality of Paynton No. 470**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2020**

**1. Significant Accounting Policies - continued**

- i) **Appropriated Reserves:** Reserves are established at the discretion of Council to designate surplus for future operating and capital transactions. Amounts so designated are described on Schedule 8.
- j) **Property Tax Revenue:** Property tax revenue is based on assessments determined in accordance with Saskatchewan Legislation and the formulas, principles, and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually by council following the guidance of the Government of Saskatchewan. Tax revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred. Requisitions operate as a flow through and are excluded from municipal revenue.
- k) **Investments:** Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment. Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment. The long-term investments in the Saskatchewan Association of Rural Municipalities - Self Insurance Fund and Property Insurance Fund are accounted for on the equity basis. The other investments are recorded at cost.
- l) **Inventories:** Inventories of materials and supplies expected to be used by the municipality are valued at the lower of cost or replacement cost. Inventories of land, materials and supplies held for resale are valued at the lower of cost or net realizable value. Cost is determined by the average cost method. Net realizable value is the estimated selling price in the ordinary course of business.
- 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 deflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of contribution. The cost of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. The tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The municipality's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
<b>General Assets</b>	
Land	Indefinite
Land Improvements	15 Yrs.
Buildings	40 Yrs.
Vehicles and Equipment	
Vehicles	10 Yrs.
Machinery and Equipment	5 to 10 Yrs.
<b>Infrastructure Assets</b>	
Water and Sewer	15 to 40 Yrs.
Road Network Assets	15 to 40 Yrs.

**Government Contributions:** Government contributions for the acquisition of tangible capital assets are reported as capital revenue and do not reduce the cost of the related asset.

**Works of Art and Other Unrecognized Assets:** Assets that have a historical or cultural significance, which include works of art, monuments and other cultural artifacts are not recognized as tangible capital assets because a reasonable estimate of future benefits associated with this property cannot be made.

**Capitalization of Interest:** The municipality does not capitalize interest incurred while a tangible capital asset is under construction.

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

1. Significant Accounting Policies - continued

- n) **Landfill Liability:** The municipality does not maintain a waste disposal site.
- o) **Trust Funds:** Funds held in trust for others, under a trust agreement or statute, are not included in the consolidated financial statements as they are not controlled by the municipality. Trust fund activities administered by the municipality are disclosed in Note 13.
- p) **Employee Benefit Plans:** Contributions to the municipality's defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the municipality's obligations are limited to their contributions.
- q) **Liability for Contaminated Sites:** Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all the following criteria are met:
  - a) an environmental standard exists;
  - b) contamination exceeds the environmental standard
  - c) the municipality:
    - i. is directly responsible; or
    - ii. accepts responsibility;
  - d) it is expected that future economic benefits will be given up; and
  - e) a reasonable estimate of the amount can be made

- r) **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. Taxes receivable and accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

The measurement of materials and supplies are based on estimates of volume and quality. The 'Opening Asset costs' of tangible capital assets have been estimated where actual costs were not available. Amortization is based on the estimated useful lives of tangible capital assets.

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

- s) **Basis of Segmentation/Segment Report:** The municipality has adopted 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 neighborhood development and sustainability.

Recreation and Cultural: 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.

- t) **Land Sales:** Land sales are recognized in the financial statements as revenues in the period in which the contract is signed and the ability to collect is reasonably assured.
- u) **Land for Resale:** Land for resale is recorded at the lower of cost to prepare the land for sale and the market value of the land. Costs to prepare the land for sale include leveling, grading and utility service connections. The land is considered available for sale when all the land preparation is completed.
- v) **Tax Title Property:** Property acquired through the tax enforcement process and temporarily held is recorded at the lesser of the carrying amount (cost equal to the outstanding taxes including any applicable penalties up to the date of acquisition plus any costs necessary to maintain after acquisition) and the net recoverable amount. Impairment losses are not reversed in subsequent years, if net recoverable value subsequently increases.

**Rural Municipality of Paynton No. 470**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2020**

**1. Significant Accounting Policies - continued**

- w) **Budget Information:** Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on July 8, 2020.

- x) **New Standards and Amendments to Standards:**  
**Effective for Fiscal Years Beginning On or After April 1, 2022:**

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

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

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

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

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

**Effective for Fiscal Years Beginning On or After April 1, 2023:**

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

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

**Rural Municipality of Paynton No. 470**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2020**

	2020	2019
<b>2. Cash and Temporary Investments</b>		
Cash	2,873,555	2,214,677
Temporary Investments	653,783	639,216
Restricted Cash		
<b>Total Cash and Temporary Investments</b>	<b>3,527,338</b>	<b>2,853,893</b>

Cash and temporary investments include balances with banks, Credit Unions, term deposits, marketable securities and short-term investments with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

The municipality has set aside funds (restricted cash) to finance future expenditures based upon appropriated reserves (Schedule 8) determined by council; these funds are internally restricted. The appropriated reserves are underfunded by \$28,185 as of December 31, 2020 and 2019. There are sufficient funds in the general accounts to fund the reserve.

	2020	2019
<b>3. Taxes Receivable - Municipal</b>		
Municipal - Current	8,301	22,631
- Arrears	6,641	11,194
	14,942	33,825
- Less Allowance for Uncollectibles	(2,207)	(7,846)
<b>Total Municipal Taxes Receivable</b>	<b>12,735</b>	<b>25,979</b>
School - Current	6,692	7,744
- Arrears	2,649	3,960
<b>Total School Taxes Receivable</b>	<b>9,341</b>	<b>11,704</b>
Other - Hail		
<b>Total Taxes and Grants in Lieu Receivable</b>	<b>22,076</b>	<b>37,683</b>
Deduct Taxes Receivable to be Collected on Behalf of Other Organizations	(9,341)	(11,704)
<b>Total Taxes Receivable - Municipal</b>	<b>12,735</b>	<b>25,979</b>

	2020	2019
<b>4. Other Accounts Receivable</b>		
Federal government	12,810	15,247
Provincial government		
Local government	19,020	25,274
Utility		
Trade	43,952	47,818
Other (Accrued interest)	12,397	12,428
<b>Total Other Accounts Receivable</b>	<b>88,179</b>	<b>100,767</b>
Less Allowance for Uncollectibles		(21,409)
<b>Net Other Accounts Receivable</b>	<b>88,179</b>	<b>79,358</b>

	2020	2019
<b>5. Land for Resale</b>		
Tax Title Property	2,373	5,812
Allowance for Market Value Adjustment	(251)	(251)
<b>Net Tax Title Property</b>	<b>2,122</b>	<b>5,561</b>
Other Land		
Allowance for Market Value Adjustment		
<b>Net Other Land</b>		
<b>Total Land for Resale</b>	<b>2,122</b>	<b>5,561</b>

**Rural Municipality of Paynton No. 470**

**Notes to the Consolidated Financial Statements**

**For the year ended December 31, 2020**

	2020	2019
<b>6. Long-term Investments</b>		(Restated)
Sask. Assoc. of Rural Municipalities - Self Insurance Fund	51,469	47,411
Sask. Assoc. of Rural Municipalities - Tax Loss Compensation Trust Fund		
Allowance for Market Value Adjustment		(3,000)
Synergy Credit Union - equity	26,244	22,775
Discovery Co-op. Ltd. - equity	3,607	4,889
Other (Specify)		
<b>Total Long-term Investments</b>	<b>81,320</b>	<b>72,075</b>

**7. Bank Indebtedness**

**Credit Arrangements**

At December 31, 2020 the municipality had a revolving operating line of credit totaling \$30,000, none of which was drawn. Interest on the line of credit is 2.45%. Security for the line of credit is the assignment of the municipality's municipal taxes receivable.

**8. Long-term Debt**

The debt limit of the municipality is \$1,777,456. 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(1)).

**9. Contractual Rights**

The municipality is a beneficiary of the Rural Municipal Tax Loss Compensation Trust Fund and is entitled to on-going annual payments from the trust under terms of the Rural Municipal Tax Loss Compensation Agreement dated October 6, 1993. The municipality's revenue from this fund in 2020 was \$5,249 (2019 - 5,587) with an entitlement balance of \$141,412 remaining at December 31, 2020 (2019 - 140,762).

**10. Contingent Liabilities**

The municipality is contingently liable under terms of the Saskatchewan Association of Rural Municipalities Self-Insurance and Property Insurance Plans for its proportionate share of claims and future claims in excess of the Plans' reserve fund.

**11. Pension Plan**

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality's pension expense in 2020 was \$37,115 (2019 - \$35,762). The benefits accrued to the municipality's employees from MEPP are calculated using the following: Pensionable Years of Service, Highest Average Salary, and the plan accrual rate.

**12. Comparative Figures**

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

**13. Trusts Administered by the Municipality**

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

	2020	2019
<b>a) Cemetery Trust</b>		
Balance - Beginning of Year	25,851	10,514
Revenue (Donations and purchase of plots)	1,250	1,100
Interest revenue	100	171
Expenditure		(324)
Transfer in (out)		14,390
<b>Balance - End of Year</b>	<b>27,201</b>	<b>25,851</b>
<b>b) 5 Community Planning Trust</b>		
Balance - Beginning of Year	7	7
Revenue (Specify)		
Interest revenue		
Expenditure		
<b>Balance - End of Year</b>	<b>7</b>	<b>7</b>

**Rural Municipality of Paynton No. 470****Notes to the Consolidated Financial Statements****For the year ended December 31, 2020****14. Related Parties**

The consolidated financial statements include transactions with related parties.

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

**15. Prior Period Adjustment**

During 2020 it was determined that the municipality had included assets of the Rural Municipal Tax Loss Compensation Trust Fund in their financial statements. As a beneficiary of the trust fund the municipality is entitled to annual payments but control of the assets resides with the Saskatchewan Association of Rural Municipalities, the appointed trustee. The 2019 and prior comparative figures have been restated to exclude the effects on the consolidated statements of financial position, operations, change in net financial assets and cash flow.

	<b>2019 Previously Reported</b>	<b>Adjustments</b>	<b>2019 Restated</b>
<b>Consolidated Statement of Financial Position</b>			
Long-term Investments	212,809	(140,734)	<b>72,075</b>
<b>Consolidated Statement of Operations</b>			
Revenues	1,886,406	(4,678)	<b>1,881,728</b>
Accumulated Surplus - Beginning of Year	14,705,435	(136,056)	<b>14,569,379</b>
Accumulated Surplus - End of Year	15,118,772	(140,734)	<b>14,978,038</b>
<b>Consolidated Statement of Change in Net Financial Assets</b>			
Net Financial Assets - Beginning of Year	3,308,559	(136,056)	<b>3,172,503</b>
Net Financial Assets - End of Year	3,079,414	(140,734)	<b>2,938,680</b>
<b>Consolidated Statement of Cash Flow</b>			
Surplus	413,337	(4,678)	<b>408,659</b>
Long-term Investments	(17,690)	4,678	<b>(13,012)</b>

**16. Subsequent Events**

In January 2020, the World Health Organization declared the outbreak of a novel coronavirus (COVID-19) as a “Public Health Emergency of International Concern.” This coronavirus continues to spread throughout the world and has adversely impacted global commercial activity and has contributed to significant declines and volatility in financial markets. The extent of COVID-19’s effect on the municipality’s operational and financial performance will depend on future developments, including the duration, spread and intensity of the pandemic, all of which are uncertain and difficult to predict. The rapid development and fluidity of this situation make it impossible to ascertain the ultimate adverse impact of the coronavirus outbreak. Nevertheless, the outbreak presents uncertainty and risk with respect to the municipality, its performance, and its financial results.

**Rural Municipality of Paynton No. 470**  
**Schedule of Taxes and Other Unconditional Revenue**  
**For the year ended December 31, 2020**

Schedule 1

	2020 Budget	2020	2019
<b>TAXES</b>			(Restated)
General municipal tax levy	1,839,664	1,839,664	1,483,678
Abatements and adjustments	(170,000)	(143,111)	
Discount on current year taxes	(70,000)	(16,691)	(71,188)
<b>Net Municipal Taxes</b>	<b>1,599,664</b>	<b>1,679,862</b>	<b>1,412,490</b>
Potash tax share			
Trailer license fees			
Penalties on tax arrears	3,500	2,112	3,551
Special tax levy			
Other (Specify)			
<b>Total Taxes</b>	<b>1,603,164</b>	<b>1,681,974</b>	<b>1,416,041</b>

**UNCONDITIONAL GRANTS**

Revenue Sharing	78,835	78,835	65,556
Safe Restart Program		15,212	
Organized Hamlet			
<b>Total Unconditional Grants</b>	<b>78,835</b>	<b>94,047</b>	<b>65,556</b>

**GRANTS IN LIEU OF TAXES**

Federal	18,000	17,325	18,294
Provincial			
S.P.C. Electrical			
SaskEnergy Gas			
TransGas	7,500	7,471	6,875
Central Services			
SaskTel			
Other (Specify)			
Local/Other			
Housing Authority			
C.P.R. Mainline			
Treaty Land Entitlement	10,000	5,249	5,587
Other (Specify)			
Other Government Transfers			
S.P.C. Surcharge			
SaskEnergy Surcharge			
Other (Specify)			
<b>Total Grants in Lieu of Taxes</b>	<b>35,500</b>	<b>30,045</b>	<b>30,756</b>

<b>TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE</b>	<b>1,717,499</b>	<b>1,806,066</b>	<b>1,512,353</b>
--	------------------	------------------	------------------



**Rural Municipality of Paynton No. 470**  
**Schedule of Operating and Capital Revenue by Function**  
**For the year ended December 31, 2020**

Schedule 2 - 1

	2020 Budget	2020	2019
<b>GENERAL GOVERNMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Custom work			
- Sales of supplies	2,870	2,361	4,159
- Other (Rental, pound fees)	3,300	2,577	2,807
Total Fees and Charges	6,170	4,938	6,966
- Tangible capital asset sales - gain (loss)		1,242	
- Land sales - gain			
- Investment income and commissions	65,500	33,793	58,145
- Other (Ratepayer meeting, expense recovery)		9,061	2,175
Total Other Segmented Revenue	71,670	49,034	67,286
Conditional Grants			
- Student Employment			
- Other (MAIP grant)		5,000	
Total Conditional Grants		5,000	
<b>Total Operating</b>	<b>71,670</b>	<b>54,034</b>	<b>67,286</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other (Specify)			
<b>Total Capital</b>			
<b>Restructuring Revenue (Specify, if any)</b>			
<b>Total General Government Services</b>	<b>71,670</b>	<b>54,034</b>	<b>67,286</b>

**PROTECTIVE SERVICES**

<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Other (Fire fees, rent)	31,500	7,074	45,560
Total Fees and Charges	31,500	7,074	45,560
- Tangible capital asset sales - gain (loss)			
- Investment income and commissions	1,450	766	1,435
- Other (Expense recovery)		21,409	
Total Other Segmented Revenue	32,950	29,249	46,995
Conditional Grants			
- Student Employment			
- Local government	55,535	11,107	13,489
- Other (Specify)			
Total Conditional Grants	55,535	11,107	13,489
<b>Total Operating</b>	<b>88,485</b>	<b>40,356</b>	<b>60,484</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Local government			
- Other (Specify)			
<b>Total Capital</b>			
<b>Restructuring Revenue (Specify, if any)</b>			
<b>Total Protective Services</b>	<b>88,485</b>	<b>40,356</b>	<b>60,484</b>

**Rural Municipality of Paynton No. 470**  
**Schedule of Operating and Capital Revenue by Function**  
**For the year ended December 31, 2020**

Schedule 2 - 2

	2020 Budget	2020	2019
<b>TRANSPORTATION SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Custom work	10,000	15,389	12,057
- Sales of supplies		4,082	
- Road Maintenance and Restoration Agreements			
- Frontage			
- Other (Permits, drilling fees and surface leases)	42,065	44,970	233,492
Total Fees and Charges	52,065	64,441	245,549
- Tangible capital asset sales - gain (loss)			(11,799)
- Other (Specify)			
Total Other Segmented Revenue	52,065	64,441	233,750
Conditional Grants			
- MREP (CTP)			
- Student Employment			
- Other (Specify)			
Total Conditional Grants			
<b>Total Operating</b>	52,065	64,441	233,750
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	15,045	22,568	32,956
- MREP (Heavy Haul, CTP, MEEP)	36,651	36,651	
- Provincial Disaster Assistance	200		
- Other (Specify)			
<b>Total Capital</b>	51,896	59,219	32,956
<b>Restructuring Revenue (Specify, if any)</b>			
<b>Total Transportation Services</b>	<b>103,961</b>	<b>123,660</b>	<b>266,706</b>

**ENVIRONMENTAL AND PUBLIC HEALTH SERVICES**

<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees			
- Other (Pest control, cemetery fees)	2,400	1,631	1,396
Total Fees and Charges	2,400	1,631	1,396
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	2,400	1,631	1,396
Conditional Grants			
- Student Employment			
- TAPD			
- Local government			
- Other (Cemetery donations, plant control)	600	396	200
Total Conditional Grants	600	396	200
<b>Total Operating</b>	3,000	2,027	1,596
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- TAPD			
- Provincial Disaster Assistance			
- Other (Specify)			
<b>Total Capital</b>			
<b>Restructuring Revenue (Specify, if any)</b>			
<b>Total Environmental and Public Health Services</b>	<b>3,000</b>	<b>2,027</b>	<b>1,596</b>

**Rural Municipality of Paynton No. 470**  
**Schedule of Operating and Capital Revenue by Function**  
**For the year ended December 31, 2020**

Schedule 2 - 3

	2020 Budget	2020	2019
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges			
- Other (Specify)			
Total Fees and Charges			
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue			
Conditional Grants			
- Student Employment			
- Other (Specify)			
Total Conditional Grants			
<b>Total Operating</b>			
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other (Specify)			
<b>Total Capital</b>			
<b>Restructuring Revenue (Specify, if any)</b>			
<b>Total Planning and Development Services</b>			

**RECREATION AND CULTURAL SERVICES**

<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Other (Rentals and sale of supplies)		1,405	1,735
Total Fees and Charges		1,405	1,735
- Tangible capital asset sales - gain (loss)			
- Investment income and commissions	820	691	816
- Other (Specify)			
Total Other Segmented Revenue	820	2,096	2,551
Conditional Grants			
- Student Employment			
- Local government			
- Other (TIP grant, community rink affordability)	1,619	669	1,619
Total Conditional Grants	1,619	669	1,619
<b>Total Operating</b>	2,439	2,765	4,170
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- Local government			
- Provincial Disaster Assistance			
- Other (Specify)			
<b>Total Capital</b>			
<b>Restructuring Revenue (Specify, if any)</b>			
<b>Total Recreation and Cultural Services</b>	2,439	2,765	4,170

**Rural Municipality of Paynton No. 470**  
**Schedule of Operating and Capital Revenue by Function**  
**For the year ended December 31, 2020**

Schedule 2 - 4

	2020 Budget	2020	2019
<b>UTILITY SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Water	1,500	2,338	2,089
- Sewer			
- Other (Specify)			
Total Fees and Charges	1,500	2,338	2,089
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	1,500	2,338	2,089
Conditional Grants			
- Student Employment			
- Other (Specify)			
Total Conditional Grants			
<b>Total Operating</b>	1,500	2,338	2,089
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- New Building Canada Fund (SCF, NRP)			
- Clean Water and Wastewater Fund			
- Provincial Disaster Assistance			
- Other (Specify)			
<b>Total Capital</b>			
<b>Restructuring Revenue (Specify, if any )</b>			
<b>Total Utility Services</b>	<b>1,500</b>	<b>2,338</b>	<b>2,089</b>
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>271,055</b>	<b>225,180</b>	<b>402,331</b>

**SUMMARY**

Total Other Segmented Revenue	161,405	148,789	354,067
Total Conditional Grants	57,754	17,172	15,308
Total Capital Grants and Contributions	51,896	59,219	32,956
Restructuring Revenue			
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>271,055</b>	<b>225,180</b>	<b>402,331</b>

**Rural Municipality of Paynton No. 470**

**Total Expenses by Function**

**For the year ended December 31, 2020**

Schedule 3 - 1

	2020 Budget	2020	2019
<b>GENERAL GOVERNMENT SERVICES</b>			
Council remuneration and travel	37,265	39,390	32,059
Wages and benefits	149,800	154,180	137,800
Professional/Contractual services	67,704	52,112	84,038
Utilities	1,700	1,752	1,725
Maintenance, materials and supplies	10,900	7,575	5,772
Grants and contributions - operating	6,000	4,545	855
- capital			
Amortization		11,234	11,401
Interest	20	11	36
Allowance for uncollectibles		422	14,564
Other (Specify)	1		
<b>General Government Services</b>	<b>273,390</b>	<b>271,221</b>	<b>288,250</b>
<b>Restructuring (Specify, if any)</b>			
<b>Total General Government Services</b>	<b>273,390</b>	<b>271,221</b>	<b>288,250</b>

**PROTECTIVE SERVICES**

**Police protection**

Wages and benefits			
Professional/Contractual services	22,175	12,282	11,855
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating			
- capital			
Other (Specify)			

**Fire protections**

Wages and benefits	6,000	3,431	5,645
Professional/Contractual services	62,732	2,802	14,656
Utilities	7,080	6,407	6,122
Maintenance, material and supplies	33,500	935	15,265
Grants and contributions - operating	3,600	3,600	3,174
- capital	50,000		
Amortization		9,127	8,418
Interest			
Other (Specify)			

<b>Protective Services</b>	<b>185,087</b>	<b>38,584</b>	<b>65,135</b>
<b>Restructuring (Specify, if any)</b>			
<b>Total Protective Services</b>	<b>185,087</b>	<b>38,584</b>	<b>65,135</b>

**TRANSPORTATION SERVICES**

Wages and benefits	358,500	353,349	346,197
Professional/Contractual Services	27,700	28,414	14,108
Utilities	12,040	10,603	9,811
Maintenance, materials and supplies	242,655	147,131	170,272
Gravel	269,000	161,152	135,704
Grants and contributions - operating			
- capital	325,000		
Amortization		477,952	391,084
Interest			
Other (Specify)			

<b>Transportation Services</b>	<b>1,234,895</b>	<b>1,178,601</b>	<b>1,067,176</b>
<b>Restructuring (Specify, if any)</b>			
<b>Total Transportation Services</b>	<b>1,234,895</b>	<b>1,178,601</b>	<b>1,067,176</b>

Rural Municipality of Paynton No. 470

Total Expenses by Function

For the year ended December 31, 2020

Schedule 3 - 2

	2020 Budget	2020	2019
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
Wages and benefits			
Professional/Contractual services	9,000	5,240	8,992
Utilities			
Maintenance, materials and supplies	12,400	10,393	3,845
Grants and contributions - operating			
o Waste disposal			
o Public Health			
- capital			
o Waste disposal			
o Public Health			
Amortization			
Interest			
Other (Specify)			
<b>Environmental and Public Health Services</b>	<b>21,400</b>	<b>15,633</b>	<b>12,837</b>
<b>Restructuring (Specify, if any)</b>			
<b>Total Environmental and Public Health Services</b>	<b>21,400</b>	<b>15,633</b>	<b>12,837</b>

**PLANNING AND DEVELOPMENT SERVICES**

Wages and benefits			
Professional/Contractual Services		20,163	
Grants and contributions - operating			
- capital			
Amortization			
Interest			
Other (Specify)			
<b>Planning and Development Services</b>		<b>20,163</b>	
<b>Restructuring (Specify, if any)</b>			
<b>Total Planning and Development Services</b>		<b>20,163</b>	

**RECREATION AND CULTURAL SERVICES**

Wages and benefits			
Professional/Contractual services	2,300	2,931	59,873
Utilities	5,600	5,507	5,715
Maintenance, materials and supplies	3,120	4,403	666
Grants and contributions - operating	3,615	3,616	3,616
- capital			
Amortization		836	836
Interest			
Allowance for uncollectibles			
Other (Specify)			
<b>Recreation and Cultural Services</b>	<b>14,635</b>	<b>17,293</b>	<b>70,706</b>
<b>Restructuring (Specify, if any)</b>			
<b>Total Recreation and Cultural Services</b>	<b>14,635</b>	<b>17,293</b>	<b>70,706</b>

	2020 Budget	2020	2019
UTILITY SERVICES			
Wages and benefits			
Professional/Contractual services	120	27	105
Utilities	400		380
Maintenance, materials and supplies	725	731	725
Grants and contributions - operating - capital			
Amortization		711	711
Interest			
Allowance for uncollectibles			
Other (Specify)			
Utility Services	1,245	1,469	1,921
Restructuring (Specify, if any )			
Total Utility Services	1,245	1,469	1,921
TOTAL EXPENSES BY FUNCTION	1,730,652	1,542,964	1,506,025

**Rural Municipality of Paynton No. 470**  
**Consolidated Schedule of Segment Disclosure by Function**  
**For the year ended December 31, 2020**

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental and Public Health	Planning and Development	Recreation and Cultural	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and Charges	4,938	7,074	64,441	1,631		1,405	2,338	81,827
Tangible Capital Asset Sales - Gain (Loss)								
Land Sales - Gain	1,242							1,242
Investment Income and Commissions	33,793	766				691		35,250
Other Revenues	9,061	21,409						30,470
Grants - Conditional	5,000	11,107		396		669		17,172
- Capital			59,219					59,219
Restructurings								
<b>Total Revenues</b>	<b>54,034</b>	<b>40,356</b>	<b>123,660</b>	<b>2,027</b>		<b>2,765</b>	<b>2,338</b>	<b>225,180</b>
<b>Expenses (Schedule 3)</b>								
Wages and Benefits	193,570	3,431	353,349					550,350
Professional/Contractual Services	52,112	15,084	28,414	5,240	20,163	2,931	27	123,971
Utilities	1,752	6,407	10,603			5,507		24,269
Maintenance, Materials and Supplies	7,575	935	308,283	10,393		4,403	731	332,320
Grants and Contributions	4,545	3,600				3,616		11,761
Amortization	11,234	9,127	477,952			836	711	499,860
Interest	11							11
Allowance for Uncollectibles	422							422
Restructurings								
Other								
<b>Total Expenses</b>	<b>271,221</b>	<b>38,584</b>	<b>1,178,601</b>	<b>15,633</b>	<b>20,163</b>	<b>17,293</b>	<b>1,469</b>	<b>1,542,964</b>
<b>Surplus (Deficit) by Function</b>	<b>(217,187)</b>	<b>1,772</b>	<b>(1,054,941)</b>	<b>(13,606)</b>	<b>(20,163)</b>	<b>(14,528)</b>	<b>869</b>	<b>(1,317,784)</b>

Taxation and Other Unconditional Revenue (Schedule 1)

**1,806,066**

**Net Surplus (Deficit)**

**488,282**



**Rural Municipality of Paynton No. 470**  
**Consolidated Schedule of Segment Disclosure by Function**  
**For the year ended December 31, 2019**

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental and Public Health	Planning and Development	Recreation and Cultural	Utility Services	Total (Restated)
<b>Revenues (Schedule 2)</b>								
Fees and Charges	6,966	45,560	245,549	1,396		1,735	2,089	303,295
Tangible Capital Asset Sales - Gain (Loss)			(11,799)					(11,799)
Land Sales - Gain								
Investment Income and Commissions	58,145	1,435				816		60,396
Other Revenues	2,175							2,175
Grants - Conditional		13,489		200		1,619		15,308
- Capital			32,956					32,956
Restructurings								
<b>Total Revenues</b>	<b>67,286</b>	<b>60,484</b>	<b>266,706</b>	<b>1,596</b>		<b>4,170</b>	<b>2,089</b>	<b>402,331</b>
<b>Expenses (Schedule 3)</b>								
Wages and Benefits	169,859	5,645	346,197					521,701
Professional/Contractual Services	84,038	26,511	14,108	8,992		59,873	105	193,627
Utilities	1,725	6,122	9,811			5,715	380	23,753
Maintenance, Materials and Supplies	5,772	15,265	305,976	3,845		666	725	332,249
Grants and Contributions	855	3,174				3,616		7,645
Amortization	11,401	8,418	391,084			836	711	412,450
Interest	36							36
Allowance for Uncollectibles	14,564							14,564
Restructurings								
Other								
<b>Total Expenses</b>	<b>288,250</b>	<b>65,135</b>	<b>1,067,176</b>	<b>12,837</b>		<b>70,706</b>	<b>1,921</b>	<b>1,506,025</b>
<b>Surplus (Deficit) by Function</b>	<b>(220,964)</b>	<b>(4,651)</b>	<b>(800,470)</b>	<b>(11,241)</b>		<b>(66,536)</b>	<b>168</b>	<b>(1,103,694)</b>
Taxation and Other Unconditional Revenue (Schedule 1)								<b>1,512,353</b>
<b>Net Surplus (Deficit)</b>								<b>408,659</b>

Rural Municipality of Paynton No. 470  
Consolidated Schedule of Tangible Capital Assets by Object  
For the year ended December 31, 2020

Schedule 6

		2020					2019		
		General Assets					General/ Infrastructure	Total	Total
		Land	Land Improvements	Buildings	Vehicles	Machinery and Equipment	Linear assets		
Assets	<b>Asset Cost</b>								
	Opening Asset costs	64,720		1,780,021	395,135	1,721,518	11,169,820	15,131,214	14,044,838
	Additions during the year					15,761	172,795	188,556	1,118,600
	Disposals and write-downs during the year								(32,224)
	Transfers (from) assets under construction								
	Transfer of Capital Assets related to restructuring (Schedule 11)								
	<b>Closing Asset Costs</b>	<b>64,720</b>		<b>1,780,021</b>	<b>395,135</b>	<b>1,737,279</b>	<b>11,342,615</b>	<b>15,319,770</b>	<b>15,131,214</b>
Amortization	<b>Accumulated Amortization Cost</b>								
	Opening Accumulated Amortization Costs			430,973	76,858	420,394	2,273,101	3,201,326	2,788,876
	Add: Amortization taken			37,263	38,513	153,818	270,266	499,860	412,450
	Less: Accumulated amortization on disposals								
	Transfer of Capital Assets related to restructuring (Schedule 11)								
	<b>Closing Accumulated Amortization Costs</b>			<b>468,236</b>	<b>115,371</b>	<b>574,212</b>	<b>2,543,367</b>	<b>3,701,186</b>	<b>3,201,326</b>
<b>Net Book Value</b>		<b>64,720</b>		<b>1,311,785</b>	<b>279,764</b>	<b>1,163,067</b>	<b>8,799,248</b>	<b>11,618,584</b>	<b>11,929,888</b>

Rural Municipality of Paynton No. 470  
Consolidated Schedule of Tangible Capital Assets by Function  
For the year ended December 31, 2020

Schedule 7

	2020							2019
	General Government	Protective Services	Transportation Services	Environmental and Public Health	Planning and Development	Recreation and Cultural	Water and Sewer	
<b>Assets</b>								
<b>Asset Cost</b>								
Opening Asset costs	485,538	125,922	14,401,428			89,898	28,428	15,131,214
Additions during the year		15,761	172,795					188,556
Disposals and write-downs during the year								(32,224)
Transfer of Capital Assets related to restructuring (Schedule 11)								
<b>Closing Asset Costs</b>	<b>485,538</b>	<b>141,683</b>	<b>14,574,223</b>			<b>89,898</b>	<b>28,428</b>	<b>15,319,770</b>
<b>Amortization</b>								
<b>Accumulated Amortization Cost</b>								
Opening Accumulated Amortization Costs	147,699	75,780	2,914,814			48,105	14,928	3,201,326
Add: Amortization taken	11,234	9,127	477,952			836	711	499,860
Less: Accumulated amortization on disposals								
Transfer of Capital Assets related to restructuring (Schedule 11)								
<b>Closing Accumulated Amortization Costs</b>	<b>158,933</b>	<b>84,907</b>	<b>3,392,766</b>			<b>48,941</b>	<b>15,639</b>	<b>3,701,186</b>
<b>Net Book Value</b>	<b>326,605</b>	<b>56,776</b>	<b>11,181,457</b>			<b>40,957</b>	<b>12,789</b>	<b>11,618,584</b>
								<b>11,929,888</b>

**Rural Municipality of Paynton No. 470**  
**Consolidated Schedule of Accumulated Surplus**  
**For the year ended December 31, 2020**

Schedule 8

	2019	Changes	2020
	(Restated)		
<b>UNAPPROPRIATED SURPLUS</b>	<b>3,019,965</b>	<b>799,586</b>	<b>3,819,551</b>
<b>APPROPRIATED RESERVES</b>			
Machinery and Equipment			
Public Reserve			
Capital Trust			
Utility			
Other (Paynton Park and Recreation Board)	28,185		28,185
<b>Total Appropriated</b>	<b>28,185</b>		<b>28,185</b>
<b>NET INVESTMENT IN TANGIBLE CAPITAL ASSETS</b>			
Tangible capital assets (Schedule 6, 7)	11,929,888	(311,304)	11,618,584
Less: Related debt			
<b>Net Investment in Tangible Capital Assets</b>	<b>11,929,888</b>	<b>(311,304)</b>	<b>11,618,584</b>
<b>Total Accumulated Surplus</b>	<b>14,978,038</b>	<b>488,282</b>	<b>15,466,320</b>

**Rural Municipality of Paynton No. 470**  
**Schedule of Mill Rates and Assessments**  
**For the year ended December 31, 2020**

## Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial and Industrial	Potash Mine(s)	
<b>Taxable Assessment</b>	50,554,975	7,171,265		25,120	82,065,300		139,816,660
<b>Regional Park Assessment</b>							
<b>Total Assessment</b>							139,816,660
<b>Mill Rate Factor(s)</b>	0.5700	1.8300		1.8300	5.0800		
<b>Total Base/Minimum Tax</b> (generated for each property class)	7,050	150			50		7,250
<b>Total Municipal Tax Levy</b> (include base and/or minimum tax and special levies)	119,285	52,607		184	1,667,588		1,839,664

[illegible]

<b>Average Municipal*</b>	13.1577
<b>Average School*</b>	6.2322
<b>Potash Mill Rate</b>	
<b>Uniform Municipal Mill Rate</b>	4.0000

**\* 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)

**Rural Municipality of Paynton No. 470**  
**Schedule of Council Remuneration**  
**For the year ended December 31, 2020**

Schedule 10

<b>Position</b>	<b>Name</b>	<b>Remuneration</b>	<b>Reimbursed Costs</b>	<b>Total</b>
Reeve	Kevin Garrett	4,875	2,978	7,853
Councillor	Albert Duhaime	3,000	1,776	4,776
Councillor	Ryan Sayers	1,750	828	2,578
Councillor	Kristin Shantz	2,575	1,139	3,714
Councillor	Adam Bugg	3,000	1,927	4,927
Councillor	Terance Gregson	3,525	1,865	5,390
Councillor	Clint Currie	2,750	1,849	4,599
Councillor	Sheldon Rhinehart	500	261	761
<b>Total</b>		<b>21,975</b>	<b>12,623</b>	<b>34,598</b>