

**RURAL MUNICIPALITY OF REDBERRY NO. 435**  
**Consolidated Financial Statements**  
**Year Ended December 31, 2020**

**RURAL MUNICIPALITY OF REDBERRY NO. 435**  
**Index to Consolidated Financial Statements**  
**Year Ended December 31, 2020**

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## Management's Responsibility

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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 judgments and estimates by management are 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 fulfills 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.

Grant Thornton LLP, 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.

  
Les Welkie, Reeve

  
Mark Misquith, Administrator

Hafford, SK

Date:

*19*  
December 14, 2021

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## INDEPENDENT AUDITOR'S REPORT

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To the Council of the Rural Municipality of Redberry No. 435

### *Qualified Opinion*

We have audited the consolidated financial statements of the Rural Municipality of Redberry No. 435 (the Municipality), which comprise the consolidated statement of financial position as at December 31, 2020, and the consolidated statements of operations and accumulated surplus and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible 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 Municipality as at December 31, 2020, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

### *Basis for Qualified Opinion*

The Municipality's consolidated financial statements include cash and temporary investments of \$244,878, other accounts receivable of \$489, accounts payable of \$20,445, net financial assets of \$224,922, tangible capital assets of \$177,701 and accumulated surplus of \$402,623 as at December 31, 2020 and fees and charges revenue of \$273,563, expenses of \$174,018 surplus of \$99,454 for the year then ended related to the Redberry Regional Park Authority. We were unable to obtain sufficient appropriate audit evidence for the completeness or the occurrence of these balances as management was unable to provide appropriate supporting documentation. Consequently, we were unable to determine whether any adjustments to these consolidated financial statement line items were necessary.

Additionally, we were not able to observe the counting of inventories at December 31, 2020 and December 31, 2019 or satisfy ourselves by alternative means concerning inventory quantities as at those dates. As a result of this matter, we were unable to determine whether adjustments might have been necessary in respect of the surplus of revenues over expenses and cash flows from operating activities for the years ended December 31, 2020 and December 31, 2019, inventory reported in stock and supplies on the statement of financial position as at December 31, 2020 and December 31, 2019 and accumulated surplus (deficit) as at December 31, 2020, January 1, 2020 and December 31, 2019. Our audit opinion on the financial statements for the year ended December 31, 2019 was modified accordingly because of the possible effects of this limitation in scope.

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 Consolidated 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 consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with those requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

### *Other Matter*

### *Supplemental Information*

Our audit was conducted for the purposes of forming an opinion on the consolidated financial statements taken as a whole. Schedules 1, 2, 3, 7, 9 and 10 are presented for purposes of additional information and are not a required part of the consolidated financial statements. Such information has been subjected to the auditing procedures applied, only to the extent necessary to express an opinion, in the audit of the consolidated financial statements taken as a whole.

### *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 Municipality's ability to continue as a going concern, disclosing, as applicable, matters relating 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.

*Auditor's 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 auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 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 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 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.

Saskatoon, Canada  
December 14, 2021

*Grant Thornton LLP*

Chartered Professional Accountants

**RURAL MUNICIPALITY OF REDBERRY NO. 435**  
**Consolidated Statement of Financial Position**  
**As at December 31, 2020**  
**Statement 1**

	2020	2019
<b>FINANCIAL ASSETS</b>		
Cash and Temporary Investments (Note 2)	\$ 1,721,545	\$ 1,167,569
Taxes Receivable - Municipal (Note 3)	77,546	81,153
Other Accounts Receivable (Note 4)	141,129	153,188
Land for Resale (Note 5)	-	17,121
Long-Term Investments (Note 6)	92,907	80,578
	-	-
	-	-
<b>Total financial assets</b>	<b>2,033,127</b>	<b>1,499,609</b>
<b>LIABILITIES</b>		
Bank indebtedness	-	-
Accounts Payable	63,006	42,627
Accrued Liabilities Payable	-	-
Deposits	1,600	1,600
Deferred Revenue	59,244	-
Accrued Landfill Costs	-	-
Liability for Contaminated Sites (Note 8)	-	-
Other Liabilities	-	-
Long-Term Debt (Note 9)	-	-
Lease Obligations	-	-
<b>Total liabilities</b>	<b>123,850</b>	<b>44,227</b>
<b>NET FINANCIAL ASSETS</b>	<b>1,909,277</b>	<b>1,455,382</b>
<b>NON-FINANCIAL ASSETS</b>		
Tangible Capital Assets(Schedule 6, 7)	3,665,409	3,819,588
Prepayments and Deferred Charges	1,025	7,679
Stock and Supplies	120,030	108,640
Other	-	-
<b>Total Non-Financial Assets</b>	<b>3,786,464</b>	<b>3,935,907</b>
<b>ACCUMULATED SURPLUS (Schedule 8)</b>	<b>\$ 5,695,741</b>	<b>\$ 5,391,289</b>

See notes to financial statements

**RURAL MUNICIPALITY OF REDBERRY NO. 435****Consolidated Statement of Operations and Accumulated Surplus****As at December 31, 2019****Statement 2**

	Budget 2020	2020	2019
<b>REVENUES OTHER THAN PROVINCIAL/FEDERAL CAPITAL GRANTS AND CONTRIBUTIONS</b>			
Taxes and Other Unconditional Revenue (Schedule 1)	\$ 1,255,560	\$ 1,284,650	\$ 1,209,615
Fees and Charges (Schedule 4, 5)	93,000	346,060	283,107
Conditional Grants (Schedule 4, 5)	58,500	67,147	69,593
Tangible Capital Assets Sales - Gain (Loss) (Schedule 4, 5)	-	-	(2,521)
Land Sales - Gain (Loss) (Schedule 4, 5)	-	(4,621)	-
Investment Income and Commissions (Schedule 4, 5)	12,500	10,403	12,537
Restructurings (Schedule 4, 5)	-	-	-
Other Revenues (Schedule 4, 5)	-	-	10,000
<b>Total Revenues other than Provincial/Federal Capital Grants and Contributions</b>	<b>1,419,560</b>	<b>1,703,639</b>	<b>1,582,331</b>
<b>EXPENSES</b>			
General Government Services (Schedule 3)	237,300	205,953	268,601
Protective Services (Schedule 3)	46,500	38,750	32,211
Transportation Services (Schedule 3)	1,229,515	983,565	924,089
Environmental and Public Health Services (Schedule 3)	-	2,656	24,592
Planning and Development Services (Schedule 3)	2,500	-	1,362
Recreation and Cultural Services (Schedule 3)	25,500	168,263	209,377
Utility Services (Schedule 3)	-	-	-
Restructurings (Schedule 3)	-	-	-
<b>Total Expenses</b>	<b>1,541,315</b>	<b>1,399,187</b>	<b>1,460,232</b>
<b>Surplus (Deficit) of Revenues over Expenses before Provincial/Federal Capital Grants and Contributions</b>	<b>(121,755)</b>	<b>304,452</b>	<b>122,099</b>
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	51,500	-	45,392
<b>Surplus (Deficit) of Revenues over Expenses</b>	<b>(70,255)</b>	<b>304,452</b>	<b>167,491</b>
Accumulated Surplus (Deficit), Beginning of Year	5,391,289	5,391,289	5,223,798
<b>ACCUMULATED SURPLUS - END OF YEAR</b>	<b>\$ 5,321,034</b>	<b>\$ 5,695,741</b>	<b>\$ 5,391,289</b>

See notes to financial statements

**RURAL MUNICIPALITY OF REDBERRY NO. 435**

**Consolidated Statement of Change in Net Financial Assets**

**As at December 31, 2020**

**Statement 3**

	Budget 2020	2020	2019
<b>Surplus (Deficit)</b>	\$ (70,255)	\$ 304,452	\$ 167,491
(Acquisition) of tangible capital assets	-	(82,523)	(111,174)
Amortization of tangible capital assets	-	236,702	236,781
Proceeds on disposal of tangible capital assets	-	-	33,478
Loss (gain) on the disposal of tangible capital assets	-	-	2,521
Transfer of assets/liabilities in restructuring transactions	-	-	-
<b>Surplus (Deficit) of capital expenses over expenditures</b>	-	154,179	161,606
(Acquisition) of supplies inventories	-	(120,030)	(108,640)
(Acquisition) of prepaid expense	-	(1,025)	(7,679)
Consumption of supplies inventory	-	108,640	144,257
Use of prepaid expense	-	7,679	6,680
<b>Surplus (Deficit) of expenses of other non-financial over expenditures</b>	-	(4,736)	34,618
<b>Increase/Decrease in Net Financial Assets</b>	(70,255)	453,895	363,715
<b>Net Financial Assets (Debt) - Beginning of Year</b>	1,455,382	1,455,382	1,091,667
<b>Net Financial Assets (Debt) - End of Year</b>	\$ 1,385,127	\$ 1,909,277	\$ 1,455,382

See notes to financial statements



**RURAL MUNICIPALITY OF REDBERRY NO. 435****Consolidated Statement of Cash Flows****As at December 31, 2019****Statement 4**

<b>Cash provided by (used for) the following activities</b>		
	<b>2020</b>	<b>2019</b>
<b>Operating:</b>		
Surplus (Deficit)	<b>\$ 304,452</b>	<b>\$ 167,491</b>
Amortization	<b>236,702</b>	<b>236,781</b>
Loss (gain) on disposal of tangible capital assets	<b>-</b>	<b>2,521</b>
	<b>541,154</b>	<b>406,793</b>
Change in assets/liabilities		
Taxes Receivable - Municipal	<b>3,607</b>	<b>35,894</b>
Other Receivables	<b>12,059</b>	<b>21,564</b>
Land for Resale	<b>17,121</b>	<b>(17,121)</b>
Accounts Payable	<b>20,379</b>	<b>(207,431)</b>
Deferred Revenue	<b>59,244</b>	<b>-</b>
Prepayments and Deferred Charges	<b>6,654</b>	<b>(999)</b>
Stock and Supplies	<b>(11,390)</b>	<b>35,617</b>
Accrued Landfill Costs	<b>-</b>	<b>(10,000)</b>
	<b>107,674</b>	<b>(142,476)</b>
<b>Cash provided by operating transactions</b>	<b>648,828</b>	<b>264,317</b>
<b>Capital:</b>		
Acquisition of capital assets	<b>(82,523)</b>	<b>(111,174)</b>
Proceeds from the disposal of capital assets	<b>-</b>	<b>33,478</b>
<b>Cash applied to capital transactions</b>	<b>(82,523)</b>	<b>(77,696)</b>
<b>Investing:</b>		
Long-Term Investments	<b>(12,329)</b>	<b>(2,491)</b>
Other	<b>-</b>	<b>-</b>
<b>Cash provided by (applied to) investing transactions</b>	<b>(12,329)</b>	<b>(2,491)</b>
<b>Financing:</b>		
Debt charges recovered	<b>-</b>	<b>-</b>
Long-term debt issued	<b>-</b>	<b>-</b>
Long-term debt repaid	<b>-</b>	<b>(14,000)</b>
Other financing	<b>-</b>	<b>-</b>
<b>Cash provided by (applied to) financing transactions</b>	<b>-</b>	<b>(14,000)</b>
<b>Change in Cash and Temporary Investments during the year</b>	<b>553,976</b>	<b>170,130</b>
<b>Cash and Temporary Investments - Beginning of Year</b>	<b>1,167,569</b>	<b>997,439</b>
<b>Cash and Temporary Investments - End of Year (Note 2)</b>	<b>\$ 1,721,545</b>	<b>\$ 1,167,569</b>

See notes to financial statements

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:

**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.

(a) **Reporting Entity:**

The consolidated 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. There are no organizations owned or controlled by the municipality.

Membership in government partnerships are recorded using proportional consolidation based on the membership percentage held. Financial assets, financial liabilities, non-financial assets, accumulated surplus, revenues, and expenses of the government partnership are proportionally consolidated into the financial statement line items that represent the nature of the amounts in the government partnership. Government partnerships included in these financial statements are as follows:

Entity: Redberry Regional Park Authority

All inter-organizational transactions and balances have been eliminated.

(b) **Collection of funds for other authorities:**

Collection of funds by the municipality for school boards, municipal hail and conservation and development authorities are collected and remitted in accordance with relevant legislation.

(c) **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 and stipulations have been met; and
- c) reasonable estimates of the amounts can be made.

Unearned government transfer amounts received will be recorded as deferred revenue until eligibility criteria or stipulations are met.

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

Government transfers to individuals and other entities are recognized as an expense when the transfers are authorized and all eligibility criteria have been met.

(d) **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. Resources restricted by agreement with an external party are recognized as revenue in the municipality's financial statements in the period in which the resources are used for the purpose or purposes specified. An externally restricted inflow received before this criterion has been met is recorded as a liability until the resources are used for the purpose or purposes specified.

(e) **Local Improvement Charges:**

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

(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.

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Notes to Consolidated Financial Statements

As at December 31, 2020

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1. **Significant accounting policies (continued)**

(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) **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.

(i) **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, provided the revenues are expected to be collected. Requisitions operate as a flow through and are excluded from municipal revenue.

(j) **Investments:**

Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment. Investments with terms of 91 days to one year have been classified as other short-term investments and investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment.

The long term investments in the Saskatchewan Association of Rural Municipalities - Self insurance fund are accounted for on the equity basis. The balance represents the balances receivable should the municipality decide to leave the self-insurance program and includes upfront contributions to the plan, additional premium payments, allocations of investment income on the funds on deposit, self-insurance claims paid and other claims administration costs. The municipality has the ability to withdraw from the plan with notice. Beyond the return of the municipality's fund balance, it has no further claim to the residual net assets of SARM.

(k) **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.

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## 1. Significant accounting policies (continued)

(l) **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 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. 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	5 to 20 Years
Buildings	10 to 50 Years
Vehicles & Equipment	
Vehicles	5 to 10 Years
Machinery and Equipment	5 to 10 Years

**Infrastructure Assets**

Infrastructure Assets	30 to 75 Years
Water & Sewer	30 to 75 Years
Road Network Assets	30 to 75 Years

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

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

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

**Leases:** All leases are recorded on the 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 a tangible capital asset. 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 lease 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.

(m) **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.

(n) **Employee benefit plans:**

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

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1. **Significant accounting policies (continued)**

(o) **Liability for Contaminated Sites:**

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

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

Any revisions to an amount previously recognized are accounted for in the period in which the revisions are made.

(p) **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 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.

(q) **Basis of segmentation/Segment report:**

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

(r) **Budget Information:**

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on May 12, 2020.

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# RURAL MUNICIPALITY OF REDBERRY NO. 435

## Notes to Consolidated Financial Statements

As at December 31, 2020

### 1. Significant accounting policies (continued)

#### (s) New Accounting Standards and Amendments to Standards:

##### **Future Accounting 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. 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.

### 2. Cash and Temporary Investments

	2020	2019
Innovation Credit Union - operating	\$ 1,397,837	\$ 938,836
CIBC - savings	63,901	90,934
CIBC - municipal reserve	14,429	14,350
Petty cash	500	500
<b>Restricted Cash</b>		
Redberry Regional Park - operating	207,706	86,976
Redberry Regional Park - short term investments	37,172	35,973
<b>Total Cash and Temporary Investments</b>	<b>\$ 1,721,545</b>	<b>\$ 1,167,569</b>

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

**RURAL MUNICIPALITY OF REDBERRY NO. 435**

**Notes to Consolidated Financial Statements**

**As at December 31, 2020**

**3. Taxes Receivable - Municipal**

	2020	2019
<u>Municipal</u>		
Taxes Receivable - Municipal	\$ 48,728	\$ 39,304
- arrears	28,818	41,849
	77,546	81,153
Less - allowance for uncollectibles	-	-
Total municipal taxes receivable	77,546	81,153
<u>School</u>		
- current	10,517	11,267
- arrears	6,694	9,552
Total school taxes receivable	17,211	20,819
Other	4,075	7,592
Total taxes and grants in lieu receivable	98,832	109,564
Deduct taxes receivable to be collected on behalf of other organizations	(21,286)	(28,411)
<b>Total Taxes Receivable - Municipal</b>	<b>\$ 77,546</b>	<b>\$ 81,153</b>

**4. Other Accounts Receivable**

	2020	2019
Federal Government	\$ 7,063	\$ 10,057
Provincial Government	133,577	133,577
Local Government	489	500
Utility	-	-
Trade	-	9,054
Other	-	-
Total Other Accounts Receivable	141,129	153,188
Less: allowance for uncollectibles	-	-
<b>Net Other Accounts Receivable</b>	<b>\$ 141,129</b>	<b>\$ 153,188</b>

**5. Land for Resale**

	2020	2019
Tax Title Property	\$ -	\$ 17,121
Land for Resale	-	-
Allowance for market value adjustment	-	-
Net Other Land	-	-
<b>Total Land for Resale</b>	<b>\$ -</b>	<b>\$ 17,121</b>

**RURAL MUNICIPALITY OF REDBERRY NO. 435****Notes to Consolidated Financial Statements****As at December 31, 2020****6. Investments**

	2020	2019
<b>Long-term Investments</b>		
SARM - Liability Insurance Investment	\$ 92,892	\$ 80,563
Hafford Co-operative Association - member shares	15	15
<b>Total Investments</b>	<b>\$ 92,907</b>	<b>\$ 80,578</b>

The long term investments in the Saskatchewan Association of Rural Municipalities (SARM) - Self Insurance Fund are accounted for on the equity basis. The balance represents the balances receivable should the municipality decide to leave the self-insurance program and includes upfront contributions to the plan, additional premium payments, allocations of investment income on the funds on deposit, self-insurance claims paid and other claims administration costs. The municipality has the ability to withdraw from the plan with notice. Beyond the return of the municipality's fund balance, it has no further claim to the residual net assets of SARM.

Hafford Co-operative member shares are recorded at acquisition cost.

**7. Deferred Revenue**

	2020	
<b>Municipal Economic Enhancement Program</b>		
Balance - Beginning of Year	\$ -	
Funds received during the year	49,155	
Funds used during the year	-	
Balance - End of Year	49,155	
<b>Federal Gas Tax</b>		
Balance - Beginning of Year	-	-
Funds received during the year	10,089	-
Funds used during the year	-	-
Balance - End of Year	10,089	-
<b>Grand total</b>	<b>\$ 59,244</b>	<b>\$ -</b>

**8. Liability for Contaminated Sites**

The municipality does not currently have a liability for any contaminated sites in the community. All properties that have environmentally risky histories are still under the ownership of the corporation or individual that operated on the property and all property tax and/or other liabilities to the municipality are current. There is currently no risk that any of these properties will become the responsibility of the municipality.

**9. Long-term Debt**

a) The debt limit of the municipality is \$1,104,362. 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)).

**10. Contingent Liabilities**

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



**RURAL MUNICIPALITY OF REDBERRY NO. 435****Notes to Consolidated Financial Statements****As at December 31, 2020****11. Pension Plan**

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality pension expense in 2020 was \$56,994. 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.

Every three years, an actuarial valuation is performed to assess the financial position of the plan and the adequacy of plan funding. Any actuarially determined deficiency is the responsibility of the participating employers and employees, which could affect future contribution rates and/or benefits. Contributions to MEPP are not segregated in separate accounts or restricted to provide benefits to the employees of a particular employer. As a result, individual employers are not able to identify their share of the underlying assets and liabilities, and the net pension assets or liabilities for the plan are not recognized in these consolidated financial statements. Rather, the plan is accounted for as a defined contribution plan where the contributions are expensed when made.

	2020	2019
<b>Details of MEPP</b>		
Number of active members	26,397	26,397
Member contribution rates (percentage of salary):		
Employee contribution - general members	9.00%	9.00%
Employer contribution - general members	9.00%	9.00%
Employee contribution - designated members (police officers and firefighters)	12.50%	12.50%
Employer contribution - designated members (police officers and fire fighters)	12.50%	12.50%
Member contributions for the year	28,497	28,567
Employer contributions for the year	28,497	28,567
Financial position of the plan:		
Plan assets	3,221,426,000	2,819,222,000
Plan liabilities	2,382,526,000	2,160,754,000
Accounting pension surplus	\$ 838,900,000	\$ 658,468,000

2020 year's maximum pensionable amount (YMPE) \$58,700

**12. Comparative Figures**

Certain of the prior year comparative figures may have been restated to conform to the current year's presentation.

**13. Related Parties**

The consolidated financial statements include transactions with related parties. The municipality is related to Redberry Regional Park Authority under the common control of the Council.

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

**14. Budget Data**

The reconciliation of the approved budget for the current year to the budget figures reported in these financial statements is as follows:

	2020
Budget surplus per Statement of Operations	(70,255)
Less: Capital expenditures	(60,000)
Add: Transfers to other funds	131,500
	<u>\$ 1,245</u>

**15. Impacts of COVID-19**

The outbreak of a novel strain of coronavirus ("COVID-19") was declared a global pandemic by the World Health Organization in March 2020. COVID-19 has severely impacted many economies around the globe. In many countries, including Canada, businesses were forced to cease or limit operations for long periods of time. Measures taken to contain the spread of the virus, including travel bans, quarantines, social distancing, and closures of non-essential services have triggered significant disruptions to businesses worldwide, resulting in an economic slowdown. Global stock markets have also experienced great volatility and a significant weakening. Governments and central banks have responded with monetary and fiscal interventions to stabilize economic conditions.

During this time, the Municipality has remained fully operational but with restrictions on the number of individuals in the office at one time. Board meetings have been conducted remotely which has reduced the cost of Board meeting expenses. The Municipality has received government grants to assist with development plans. There have been no disruptions to tax revenue and a decrease in operational expense due to recreational events not taking place. It is not possible to reliably estimate the duration and severity of these consequences, as well as their impact on the financial position and results of the organization for future periods.

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**RURAL MUNICIPALITY OF REDBERRY NO. 435**

**Schedule of Taxes and Other Unconditional Revenue**

**As at December 31, 2020**

**Schedule 1**

	Budget 2020	2020	2019
<b>TAXES</b>			
General municipal tax levy	\$ 830,000	\$ 845,158	\$ 846,636
Abatements and adjustments	-	-	-
Discount on current year taxes	(34,000)	(47,871)	(37,915)
<b>Net Municipal Taxes</b>	<b>796,000</b>	<b>797,287</b>	<b>808,721</b>
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	14,000	17,265	12,631
Special tax levy	-	-	-
Other - tax service fees	-	330	-
<b>Total Taxes</b>	<b>810,000</b>	<b>814,882</b>	<b>821,352</b>
<b>UNCONDITIONAL GRANTS</b>			
Revenue Sharing	421,000	421,459	358,707
Organized Hamlet	-	-	-
Other - Safe restart	-	20,402	-
<b>Total Unconditional Grants</b>	<b>421,000</b>	<b>441,861</b>	<b>358,707</b>
<b>GRANTS IN LIEU OF TAXES</b>			
Federal	17,560	-	207
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
Transgas	-	81	250
Central Services	-	-	-
SaskTel	-	-	-
Other	7,000	5,289	6,562
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other	-	-	-
Other Government Transfers			
S.P.C. Surcharge	-	-	-
Sask Energy Surcharge	-	-	-
Other - INAC grant in lieu	-	22,537	22,537
<b>Total Grants in Lieu of Taxes</b>	<b>24,560</b>	<b>27,907</b>	<b>29,556</b>
<b>TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE</b>	<b>\$ 1,255,560</b>	<b>\$ 1,284,650</b>	<b>\$ 1,209,615</b>

**RURAL MUNICIPALITY OF REDBERRY NO. 435**

**Schedule of Operating and Capital Revenue by Function**

**As at December 31, 2020**

**Schedule 2 - 1**

	Budget 2020	2020	2019
<b>GENERAL GOVERNMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
- Custom work	\$ 500	\$ 658	\$ 1,002
- Other - Rental income	17,000	16,285	18,631
Total Fees and Charges	17,500	16,943	19,633
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain (loss)	-	(4,621)	-
- Investment income and commissions	12,500	10,403	12,537
- Other - Donation	-	-	-
Total Other Segmented Revenue	30,000	22,725	32,170
Conditional Grants			
- Student Employment	-	-	3,097
- Other	-	-	-
Total Conditional Grants	-	-	3,097
<b>Total Operating</b>	<b>30,000</b>	<b>22,725</b>	<b>35,267</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total General Government Services</b>	<b>30,000</b>	<b>22,725</b>	<b>35,267</b>
<b>PROTECTIVE SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and charges	-	9,000	-
Total Fees and Charges	-	9,000	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	-	9,000	-
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	<b>-</b>	<b>9,000</b>	<b>-</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	-	-	-
- Other	-	-	-
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Protective Services</b>	<b>\$ -</b>	<b>\$ 9,000</b>	<b>\$ -</b>

See notes to financial statements

**RURAL MUNICIPALITY OF REDBERRY NO. 435**
**Schedule of Operating and Capital Revenue by Function**
**As at December 31, 2020**
**Schedule 2 - 2**

	Budget 2020	2020	2019
<b>TRANSPORTATION SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Custom work	15,000	20,106	14,331
- Sales of supplies	20,500	12,172	30,099
- Road Maintenance and Restoration			
Agreements	40,000	14,276	4,844
- Frontage	-	-	-
- Other	-	-	-
Total Fees and Charges	75,500	46,554	49,274
- Tangible capital asset sales - gain (loss)	-	-	(2,521)
- Other - Donations	-	-	-
Total Other Segmented Revenue	75,500	46,554	46,753
Conditional Grants			
- MREP (CTP)	58,500	58,500	58,500
- Student Employment	-	-	-
- Local	-	5,500	5,824
Total Conditional Grants	58,500	64,000	64,324
<b>Total Operating</b>	<b>134,000</b>	<b>110,554</b>	<b>111,077</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	51,500	-	45,392
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Heavy Haul	-	-	-
- MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other - Grants	-	-	-
<b>Total Capital</b>	<b>51,500</b>	<b>-</b>	<b>45,392</b>
<b>Total Transportation Services</b>	<b>185,500</b>	<b>110,554</b>	<b>156,469</b>
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges	-	-	-
- Other	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other - Landfill closure expense recoveries	-	-	10,000
Total Other Segmented Revenue	-	-	10,000
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other, pest control	-	975	-
Total Conditional Grants	-	975	-
<b>Total Operating</b>	<b>-</b>	<b>975</b>	<b>10,000</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	-	-	-
- TAPD	-	-	-
- Transit for Disabled	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Environmental and Public Health Services</b>	<b>\$ -</b>	<b>\$ 975</b>	<b>\$ 10,000</b>

See notes to financial statements

**RURAL MUNICIPALITY OF REDBERRY NO. 435**
**Schedule of Operating and Capital Revenue by Function**
**As at December 31, 2020**
**Schedule 2 - 3**

	Budget 2020	2020	2019
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Maintenance and Development Charges	-	-	-
- Other	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	-	-	-
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
<b>Total Capital</b>	-	-	-
<b>Total Planning and Development Services</b>	-	-	-
<b>RECREATION AND CULTURAL SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenues			
Fees and Charges	-	-	-
- Other - Redberry Regional Park Authority	-	273,563	214,200
Total Fees and Charges	-	273,563	214,200
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	-	273,563	214,200
Conditional Grants			
- Student Employment	-	-	-
- Local Government	-	-	-
- Donations	-	-	-
- Other - Sask Lotto	-	2,172	2,172
Total Conditional Grants	-	2,172	2,172
<b>Total Operating</b>	-	275,735	216,372
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
<b>Total Capital</b>	-	-	-
<b>Total Recreation and Cultural Services</b>	\$ -	\$ 275,735	\$ 216,372

See notes to financial statements

**RURAL MUNICIPALITY OF REDBERRY NO. 435**

**Schedule of Operating and Capital Revenue by Function**

**As at December 31, 2020**

**Schedule 2 - 4**

	Budget 2020	2020	2019
<b>UTILITY SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Water	-	-	-
- Sewer	-	-	-
- Other	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	-	-	-
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
<b>Total Capital</b>	-	-	-
<b>Total Utility Services</b>	-	-	-
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>\$ 215,500</b>	<b>\$ 418,989</b>	<b>\$ 418,108</b>

**SUMMARY**

Total Other Segmented Revenue	\$ 105,500	\$ 351,842	\$ 303,123
Total Conditional Grants	58,500	67,147	69,593
Total Capital Grants and Contributions	51,500	-	45,392
Restructuring Revenue	-	-	-
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>\$ 215,500</b>	<b>\$ 418,989</b>	<b>\$ 418,108</b>

**RURAL MUNICIPALITY OF REDBERRY NO. 435**
**Total Expenses by Function**
**As at December 31, 2020**
**Schedule 3 - 1**

	Budget 2020	2020	2019
<b>GENERAL GOVERNMENT SERVICES</b>			
Council remuneration and travel	\$ 32,000	\$ 30,419	\$ 61,816
Wages and benefits	119,500	96,191	103,857
Professional/Contractual services	32,300	48,995	60,112
Utilities	10,500	9,432	8,701
Maintenance, materials and supplies	32,000	19,491	32,865
Grants and contributions			
Grants and contributions - operating	11,000	800	625
- capital	-	-	-
Amortization	-	625	625
Allowance For Uncollectibles	-	-	-
Other - Sundry	-	-	-
<b>General Government Services</b>	<b>237,300</b>	<b>205,953</b>	<b>268,601</b>
<b>Total General Government Services</b>	<b>237,300</b>	<b>205,953</b>	<b>268,601</b>
<b>PROTECTIVE SERVICES</b>			
<b>Police Protection</b>			
Wages and benefits	-	-	-
Professional/Contractual Services	16,500	16,472	15,900
Utilities	-	-	-
Maintenance, Materials and Supplies	-	-	-
Grants and contributions			
Grants and Contributions - operating	-	-	-
- capital	-	-	-
Other	-	-	-
<b>Fire Protection</b>			
Wages and benefits	-	-	-
Professional/Contractual Services	24,000	10,876	10,428
Utilities	-	-	-
Maintenance, Materials and Supplies	-	-	-
Grants and contributions			
Grants and Contributions - operating	-	-	-
- capital	-	-	-
Amortization	6,000	11,402	5,883
Interest	-	-	-
Other	-	-	-
<b>Protective Services</b>	<b>46,500</b>	<b>38,750</b>	<b>32,211</b>
<b>Total Protective Services</b>	<b>46,500</b>	<b>38,750</b>	<b>32,211</b>
<b>TRANSPORTATION SERVICES</b>			
Wages and Benefits	447,000	339,353	370,840
Professional/Contractual Services	51,500	22,539	22,953
Utilities	-	3,281	11,127
Maintenance, Materials and Supplies	414,015	303,312	281,554
Gravel	110,000	104,975	31,141
Grants and contributions			
Grants and Contributions - operating	-	-	-
- capital	-	-	-
Amortization	207,000	210,105	206,474
Interest	-	-	-
Other	-	-	-
<b>Transportation Services</b>	<b>1,229,515</b>	<b>983,565</b>	<b>924,089</b>
<b>Total Transportation Services</b>	<b>\$ 1,229,515</b>	<b>\$ 983,565</b>	<b>\$ 924,089</b>

See notes to financial statements



**RURAL MUNICIPALITY OF REDBERRY NO. 435**

**Total Expenses by Function**

**As at December 31, 2020**

**Schedule 3 - 2**

	Budget 2020	2020	2019
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
Wages and Benefits	\$ -	\$ -	\$ -
Professional/Contractual Services	-	-	1,280
Utilities	-	-	-
Maintenance, Materials and Supplies	-	2,656	23,312
Grants and contributions	-	-	-
Grants and contributions - operating	-	-	-
[] Waste disposal	-	-	-
[] Public Health	-	-	-
- capital	-	-	-
[] Waste disposal	-	-	-
[] Public Health	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
<b>Environmental and Public Health Services</b>	-	<b>2,656</b>	<b>24,592</b>
<b>Total Environmental and Public Health Services</b>	-	<b>2,656</b>	<b>24,592</b>
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
Wages and Benefits	-	-	-
Professional/Contractual Services	2,500	-	1,362
Grants and contributions	-	-	-
Grants and Contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
<b>Planning and Development Services</b>	<b>2,500</b>	<b>-</b>	<b>1,362</b>
<b>Total Planning and Development Services</b>	<b>2,500</b>	<b>-</b>	<b>1,362</b>
<b>RECREATION AND CULTURAL SERVICES</b>			
Wages and Benefits	-	-	-
Professional/Contractual Services	-	-	9,297
Utilities	-	-	-
Maintenance, Materials, and Supplies	25,500	4,668	4,313
Grants and contributions	-	-	-
Grants and Contributions - operating	-	18,172	8,172
- capital	-	-	-
Amortization - Redberry Regional Park Authority	-	14,570	23,799
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other - Redberry Regional Park Authority	-	130,853	163,796
<b>Recreation and Cultural Services</b>	<b>25,500</b>	<b>168,263</b>	<b>209,377</b>
<b>Total Recreation and Cultural Services</b>	<b>\$ 25,500</b>	<b>\$ 168,263</b>	<b>\$ 209,377</b>

**RURAL MUNICIPALITY OF REDBERRY NO. 435****Total Expenses by Function****As at December 31, 2020****Schedule 3 - 3**

	Budget 2020	2020	2019
<b>UTILITY SERVICES</b>			
Wages and Benefits	\$ -	\$ -	\$ -
Professional/Contractual Services	-	-	-
Utilities	-	-	-
Maintenance, Materials and Supplies	-	-	-
Grants and contributions	-	-	-
Grants and Contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other	-	-	-
<b>Utility Services</b>	-	-	-
<b>TOTAL EXPENSES BY FUNCTION</b>	<b>\$ 1,541,315</b>	<b>\$ 1,399,187</b>	<b>\$ 1,460,232</b>

**RURAL MUNICIPALITY OF REDBERRY NO. 435**  
**Consolidated Schedule of Segment Disclosure by Function**  
**As at December 31, 2020**

**Schedule 4**

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and Charges	\$ 16,943	\$ 9,000	\$ 46,554	\$ -	\$ -	\$ 273,563	\$ -	\$ 346,060
Tangible Capital Asset Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Land Sales - Gain (Loss)	(4,621)	-	-	-	-	-	-	(4,621)
Investment Income and Commissions	10,403	-	-	-	-	-	-	10,403
Other Revenues	-	-	-	-	-	-	-	-
Grants - Conditional	-	-	64,000	975	-	2,172	-	67,147
- Capital	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
<b>Total Revenues</b>	<b>22,725</b>	<b>9,000</b>	<b>110,554</b>	<b>975</b>	<b>-</b>	<b>275,735</b>	<b>-</b>	<b>418,989</b>
<b>Expenses (Schedule 3)</b>								
Wages and Benefits	126,610	-	339,353	-	-	-	-	465,963
Professional/Contractual Services	48,995	27,348	22,539	-	-	-	-	98,882
Utilities	9,432	-	3,281	-	-	-	-	12,713
Maintenance Material and Supplies	19,491	-	408,287	2,656	-	4,668	-	435,102
Grants and Contributions	800	-	-	-	-	18,172	-	18,972
Amortization	625	11,402	210,105	-	-	14,570	-	236,702
Interest	-	-	-	-	-	-	-	-
Allowance for Uncollectibles	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
<b>Total Expenses</b>	<b>205,953</b>	<b>38,750</b>	<b>983,565</b>	<b>2,656</b>	<b>-</b>	<b>168,263</b>	<b>-</b>	<b>1,399,187</b>
<b>Surplus (Deficit) by Function</b>	<b>(183,228)</b>	<b>(29,750)</b>	<b>(873,011)</b>	<b>(1,681)</b>	<b>-</b>	<b>107,472</b>	<b>-</b>	<b>(980,198)</b>
Taxes and other unconditional revenue (Schedule 1)								
<b>Net Surplus (Deficit)</b>								<b>1,284,650</b>
								<b>\$ 304,452</b>

See notes to financial statements

**RURAL MUNICIPALITY OF REDBERRY NO. 435**  
**Consolidated Schedule of Segment Disclosure by Function**

As at December 31, 2019

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public	Planning and Development	Recreation and Culture	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and Charges	\$ 19,633	\$ -	\$ 49,274	\$ -	\$ -	\$ 214,200	\$ -	\$ 283,107
Tangible Capital Asset Sales - Gain (Loss)	-	-	(2,521)	-	-	-	-	(2,521)
Land Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Investment Income and Commissions	12,537	-	-	-	-	-	-	12,537
Other Revenues	-	-	-	10,000	-	-	-	10,000
Grants - Conditional	3,097	-	64,324	-	-	2,172	-	69,593
- Capital	-	-	45,392	-	-	-	-	45,392
Restructurings	-	-	-	-	-	-	-	-
<b>Total Revenues</b>	<b>35,267</b>	<b>-</b>	<b>156,469</b>	<b>10,000</b>	<b>-</b>	<b>216,372</b>	<b>-</b>	<b>418,108</b>
<b>Expenses (Schedule 3)</b>								
Wages and Benefits	165,673	-	370,840	-	-	-	-	536,513
Professional/ Contractual Services	60,112	26,328	22,953	1,280	1,362	9,297	-	121,332
Utilities	8,701	-	11,127	-	-	-	-	19,828
Maintenance Material and Supplies	32,865	-	312,695	23,312	-	4,313	-	373,185
Grants and Contributions	625	-	-	-	-	8,172	-	8,797
Amortization	625	5,883	206,474	-	-	23,799	-	236,781
Interest	-	-	-	-	-	-	-	-
Allowance for Uncollectibles	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	163,796	-	163,796
<b>Total Expenses</b>	<b>268,601</b>	<b>32,211</b>	<b>924,089</b>	<b>24,592</b>	<b>1,362</b>	<b>209,377</b>	<b>-</b>	<b>1,460,232</b>
<b>Surplus (Deficit) by Function</b>	<b>(233,334)</b>	<b>(32,211)</b>	<b>(767,620)</b>	<b>(14,592)</b>	<b>(1,362)</b>	<b>6,995</b>	<b>-</b>	<b>(1,042,124)</b>
Taxes and other unconditional revenue (Schedule 1)								<b>1,209,615</b>
<b>Net Surplus (Deficit)</b>								<b>\$ 167,491</b>

See notes to financial statements

RURAL MUNICIPALITY OF REDBERRY NO. 435

Consolidated Schedule of Tangible Capital Assets by Object

As at December 31, 2020

Schedule 6

	2020								
	General Assets					Infrastructure Assets	General/ Infrastructure		
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets	Assets Under Construction	Total	2019 Total
<b>Asset cost</b>									
Opening Asset costs	\$ 251,616	\$ 19,433	\$ 455,432	\$ 186,641	\$ 2,393,668	\$ 4,854,479	\$ -	\$ 8,161,269	\$ 8,095,095
Additions during the year	-	-	-	28,190	54,333	-	-	82,523	111,174
Disposals and write-downs during the year	-	-	-	-	(22,483)	-	-	(22,483)	(45,000)
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
<b>Closing Asset Costs</b>	<b>251,616</b>	<b>19,433</b>	<b>455,432</b>	<b>214,831</b>	<b>2,425,518</b>	<b>4,854,479</b>	<b>-</b>	<b>8,221,309</b>	<b>8,161,269</b>
<b>Accumulated Amortization Cost</b>									
Opening Accumulated Amortization Costs	-	17,006	109,527	126,526	1,165,939	2,922,683	-	4,341,681	4,113,900
Add: Amortization taken	-	484	5,746	12,233	121,640	96,599	-	236,702	236,781
Less: Accumulated amortization on disposals	-	-	-	-	(22,483)	-	-	(22,483)	(9,000)
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
<b>Closing Accumulated Amortization Costs</b>	<b>-</b>	<b>17,490</b>	<b>115,273</b>	<b>138,759</b>	<b>1,265,096</b>	<b>3,019,282</b>	<b>-</b>	<b>4,555,900</b>	<b>4,341,681</b>
<b>Net Book Value</b>	<b>\$ 251,616</b>	<b>\$ 1,943</b>	<b>\$ 340,159</b>	<b>\$ 76,072</b>	<b>\$ 1,160,422</b>	<b>\$ 1,835,197</b>	<b>\$ -</b>	<b>\$ 3,665,409</b>	<b>\$ 3,819,588</b>

1. Total contributed donated assets received in 2020: \$ -
2. List of assets recognized at nominal value in 2020 are:
  - a) Infrastructure Assets \$ -
  - b) Vehicles \$ -
  - c) Machinery and Equipment \$ -
3. Amount of interest capitalized in 2020: \$ -

See notes to financial statements

**RURAL MUNICIPALITY OF REDBERRY NO. 435**  
**Consolidated Schedule of Tangible Capital Assets by Function**  
**As at December 31, 2020**

**Schedule 7**

	2020								
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	2019 Total
<b>Asset cost</b>									
Opening Asset costs	\$ 78,590	\$ 58,368	\$ 7,396,470	\$ -	\$ -	\$ 627,841	\$ -	\$ 8,161,269	\$ 8,095,095
Additions during the year	5,072	-	28,190	-	-	49,261	-	82,523	111,174
Disposals and write-downs during the year	-	-	-	-	-	(22,483)	-	(22,483)	(45,000)
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
<b>Closing Asset Costs</b>	<b>83,662</b>	<b>58,368</b>	<b>7,424,660</b>	<b>-</b>	<b>-</b>	<b>654,619</b>	<b>-</b>	<b>8,221,309</b>	<b>8,161,269</b>
<b>Accumulated Amortization Cost</b>									
Opening Accumulated Amortization Costs	79,215	55,516	3,722,119	-	-	484,831	-	4,341,681	4,113,900
Add: Amortization taken	625	11,402	210,105	-	-	14,570	-	236,702	236,781
Less: Accumulated amortization on disposals	-	-	-	-	-	(22,483)	-	(22,483)	(9,000)
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
<b>Closing Accumulated Amortization Costs</b>	<b>79,840</b>	<b>66,918</b>	<b>3,932,224</b>	<b>-</b>	<b>-</b>	<b>476,918</b>	<b>-</b>	<b>4,555,900</b>	<b>4,341,681</b>
<b>Net Book Value</b>	<b>\$ 3,822</b>	<b>\$ (8,550)</b>	<b>\$ 3,492,436</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 177,701</b>	<b>\$ -</b>	<b>\$ 3,665,409</b>	<b>\$ 3,819,588</b>

See notes to financial statements

**RURAL MUNICIPALITY OF REDBERRY NO. 435**

**Consolidated Schedule of Accumulated Surplus**

**As at December 31, 2020**

**Schedule 8**

	2019	Changes	2020
<b>UNAPPROPRIATED SURPLUS</b>	<b>\$ 1,309,823</b>	<b>\$ 303,886</b>	<b>\$ 1,613,709</b>
<b>APPROPRIATED RESERVES</b>			
Machinery and Equipment	-	-	-
Public Reserve	-	-	-
Capital Trust	14,000	-	14,000
Utility	-	-	-
Other (Redberry Regional Park Authority)	247,878	154,745	402,623
<b>Total Appropriated</b>	<b>261,878</b>	<b>154,745</b>	<b>416,623</b>
<b>ORGANIZED HAMLETS</b>			
Organized Hamlet of	-	-	-
<b>Total Organized Hamlets</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET INVESTMENT IN TANGIBLE CAPITAL ASSETS</b>			
Tangible capital assets (Schedule 6, 7)	3,819,588	(154,179)	3,665,409
Less: Related debt	-	-	-
<b>Net Investment in Tangible Capital Assets</b>	<b>3,819,588</b>	<b>(154,179)</b>	<b>3,665,409</b>
<b>Total Accumulated Surplus</b>	<b>\$ 5,391,289</b>	<b>\$ 304,452</b>	<b>\$ 5,695,741</b>

**RURAL MUNICIPALITY OF REDBERRY NO. 435**

**Schedule of Mill Rates and Assessments**

**As at December 31, 2020**

**Schedule 9**

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
<b>Taxable Assessment</b>	\$106,208,380	\$ 4,045,820	\$ -	\$ -	\$ 92,100	\$ -	<b>\$110,346,300</b>
<b>Regional Park Assessment</b>	-	-	-	3,512,160	-	-	<b>3,512,160</b>
<b>Total Assessment</b>	<b>106,208,380</b>	<b>4,045,820</b>	<b>-</b>	<b>3,512,160</b>	<b>92,100</b>	<b>-</b>	<b>113,858,460</b>
<b>Mill Rate Factor(s)</b>	1.0000	1.0000	-	5.0000	1.0000	-	-
<b>Total Base/Minimum Tax (generated for each property class)</b>	-	-	-	-	-	-	-
<b>Total Municipal Tax Levy (include base and/or minimum tax and special levies)</b>	<b>\$ 796,563</b>	<b>\$ 30,344</b>	<b>\$ -</b>	<b>\$ 17,561</b>	<b>\$ 691</b>	<b>\$ -</b>	<b>\$ 845,158</b>

**MILL RATES:**

**Average Municipal \***

**Average School**

**Potash Mill Rate**

**Uniform Municipal Mill Rate**

**MILLS**

7.4229
1.6125
-
7.5000

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

See notes to financial statements



**RURAL MUNICIPALITY OF REDBERRY NO. 435****Schedule of Council Remuneration****As at December 31, 2020****Schedule 10**

		<b>Name</b>	<b>Remuneration</b>	<b>Reimbursed Costs</b>	<b>Total</b>
<b>Position</b>					
<b>Reeve</b>		Les Welkie	\$ 5,940	\$ 1,102	\$ 7,042
Councillor		Eugene Sass	3,870	356	4,226
Councillor		Mervin Sydoruk	3,510	2,077	5,587
Councillor		John Ogenchuk	3,105	93	3,198
Councillor		Kevin Boyko	2,880	-	2,880
Councillor		Russell Krysak	2,700	286	2,986
Councillor		Dale Roth	2,790	1,477	4,267
Councillor		Cole Flath	225	8	233
<b>Total</b>			<b>\$ 25,020</b>	<b>\$ 5,399</b>	<b>\$ 30,419</b>