

R.M. OF SHERWOOD NO. 159
Financial Statements
December 31, 2020

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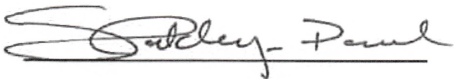
Management's Responsibility

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

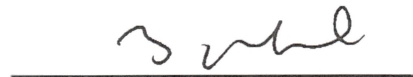
In discharging its responsibilities for the integrity and fair presentation of the financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately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

Dudley & Company LLP, an independent firm of Chartered Professional Accountants, is appointed by the Council to audit the financial statements and report directly to them; their report is attached to the financial statements. The external auditors have full and free access to both the Council and management to communicate their audit findings.



Council



Administration

INDEPENDENT AUDITORS' REPORT

To the Reeve and Councillors
R.M. of Sherwood No. 159

Opinion

We have audited the financial statements of the **R.M. OF SHERWOOD NO. 159**, which comprise the statement of financial position as at December 31, 2020 and the statements of operations, changes in net debt and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the municipality as at December 31, 2020, and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the municipality in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

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

In preparing the financial statements, management is responsible for assessing the municipality's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management intends to dissolve 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 Financial Statements

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

Independent Auditors' Report (continued)

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

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

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


Dudley & Company LLP
Chartered Professional Accountants

Regina, Saskatchewan
June 9, 2021

R.M. OF SHERWOOD NO. 159
Statement of Financial Position
As at December 31, 2020

Statement 1

	2020	2019
ASSETS		
Financial Assets		
Cash & Temporary Investments (Note 2)	\$ 9,541,860	\$ 6,205,652
Taxes Receivable - Municipal (Note 3)	312,343	488,133
Other Accounts Receivable (Note 4)	253,445	480,272
Land for Resale (Note 5)	5,381	5,381
SARM (Note 6)	152,111	137,852
Other Investments (Note 6)	12,433	11,801
Local Improvement Long-Term Receivable	1,118,505	-
Total Financial Assets	11,396,078	7,329,091
LIABILITIES		
Bank Indebtedness (Note 7)	-	-
Accounts Payable (Note 8)	494,874	208,657
Accrued Liabilities Payable	-	-
Deposits	52,507	46,459
Deferred Revenue (Note 9)	155,209	105,795
Accrued Landfill Costs	-	-
Other Liabilities	87,019	82,372
Long-Term Debt (Note 10)	19,771,951	20,266,173
Lease Obligations	-	-
Liability for Contaminated Sites	-	-
Total Liabilities	20,561,560	20,709,456
NET FINANCIAL ASSETS (NET DEBT)	(9,165,482)	(13,380,365)
Tangible Capital Assets (Schedules 6, 7)	41,355,976	42,086,636
Prepayment and Deferred Charges	43,985	6,302
Stock and Supplies	174,131	216,820
Other	-	-
Total Non-Financial Assets	41,574,092	42,309,758
Accumulated Surplus (Deficit) (Schedule 8)	\$ 32,408,610	\$ 28,929,393

The accompanying notes form an integral part of these financial statements.

R.M. OF SHERWOOD NO. 159
Statement of Operations
For the year ended December 31, 2020

Statement 2

		2020 Budget	2020	2019
Revenues				
Taxes and Other Unconditional Revenue	(Schedule 1)	\$ 6,109,859	\$ 6,054,605	\$ 5,740,854
Fees and Charges	(Schedule 4, 5)	2,524,850	1,072,937	2,363,504
Conditional Grants	(Schedule 4, 5)	28,600	31,731	28,687
Tangible Capital Assets Sales- Gain (Loss)	(Schedule 4, 5)	-	-	(51,482)
Land Sales - Gain	(Schedule 4, 5)	10,000	-	-
Investment Income and Commissions	(Schedule 4, 5)	61,100	132,711	119,513
Other Revenues	(Schedule 4, 5)	1,000	315,911	28,098
Restructurings	(Schedule 4, 5)	-	-	-
Total Revenues		8,735,409	7,607,895	8,229,174
Expenses				
General Government Services	(Schedule 3)	1,521,100	1,212,004	1,415,921
Protective Services	(Schedule 3)	414,000	363,875	360,789
Transportation Services	(Schedule 3)	3,096,830	3,600,306	3,610,504
Environmental and Public Health Services	(Schedule 3)	34,800	32,757	36,523
Planning and Development Services	(Schedule 3)	522,000	340,704	969,777
Recreation and Cultural Services	(Schedule 3)	17,000	17,384	16,837
Utility Services	(Schedule 3)	1,003,922	631,054	340,078
Restructurings	(Schedule 3)	-	-	-
Total Expenses		6,609,652	6,198,084	6,750,429
Surplus (Deficit) before Other Capital Contributions		2,125,757	1,409,811	1,478,745
Capital Grants and Other Capital Contributions (Schedule 4, 5)		230,457	2,069,406	150,111
Surplus (Deficit) of Revenues over Expenses		2,356,214	3,479,217	1,628,856
Accumulated Surplus (Deficit), Beginning of Year		28,929,393	28,929,393	27,300,537
Accumulated Surplus (Deficit), End of Year		\$ 31,285,607	\$ 32,408,610	\$ 28,929,393

The accompanying notes form an integral part of these financial statements.

R.M. OF SHERWOOD NO. 159
Statement of Changes in Net Debt
For the year ended December 31, 2020

Statement 3

	2020 Budget	2020	2019
Surplus (Deficit)	\$ 2,356,214	\$ 3,479,217	\$ 1,628,856
(Acquisition) of tangible capital assets	(1,551,324)	(546,018)	(4,094,336)
Amortization of tangible capital assets	-	1,276,678	1,249,945
Proceeds on disposal of tangible capital assets	-	-	80,808
Loss (gain) on disposal of tangible capital assets	-	-	51,482
Surplus (Deficit) of capital expenses over expenditures	(1,551,324)	730,660	(2,712,101)
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expense	-	(37,683)	-
Consumption of supplies inventory	-	42,689	81,214
Use of prepaid expense	-	-	13,465
Surplus (Deficit) of expenses of other non-financial over expenditures	-	5,006	94,679
Change in Net Debt	804,890	4,214,883	(988,566)
Net Financial Assets - Beginning of Year	(13,380,365)	(13,380,365)	(12,391,799)
Net Debt - End of Year	\$ (12,575,475)	\$ (9,165,482)	\$ (13,380,365)

The accompanying notes form an integral part of these financial statements.

R.M. OF SHERWOOD NO. 159
Statement of Cash Flows
For the year ended December 31, 2020

Statement 4

	2020	2019
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	\$ 3,479,217	\$ 1,628,856
Amortization	1,276,678	1,249,945
Loss (gain) on disposal of tangible capital assets	-	51,482
	4,755,895	2,930,283
Changes in assets / liabilities		
Taxes Receivable - Municipal	175,790	(171,011)
Other Receivables	226,827	315,452
Land for Resale	-	-
Other Financial Assets	(632)	-
Accounts and Accrued Liabilities Payable	286,217	(1,549,730)
Deposits	6,048	13,854
Deferred Revenues	49,414	105,287
Other Liabilities	4,647	(2,500)
Stock and Supplies for Use	42,689	81,214
Prepayments and Deferred Charges	(37,683)	13,465
Other	(1,118,505)	-
Net cash from (used for) operations	4,390,707	1,736,314
Capital:		
Acquisition of Capital Assets	(546,018)	(4,094,336)
Proceeds from the Disposal of Capital Assets	-	80,808
Other Capital	-	-
Net cash from (used for) capital	(546,018)	(4,013,528)
Investing:		
Long-Term Investments	(14,259)	(20,255)
Other Investments	-	-
Net cash from (used for) investing	(14,259)	(20,255)
Financing:		
Long-Term Debt Issued	19,218,505	2,052,677
Long-Term Debt Repaid	(19,712,727)	(425,348)
Other Financing	-	-
Net cash from (used for) financing	(494,222)	1,627,329
Increase (Decrease) in cash resources	3,336,208	(670,140)
Cash and Investments - Beginning of Year	6,205,652	6,875,792
Cash and Investments - End of Year	\$ 9,541,860	\$ 6,205,652

The accompanying notes form an integral part of these financial statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The 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 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 financial statements report 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.

(b) 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.

(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 either expenses or revenues in the period that the events giving rise to the transfer occur, providing:

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

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

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

(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.

(e) Local Improvement Charges:

Local improvement projects financed by frontage taxes recognize the taxes as capital revenue once the project is complete and the prepayments period has concluded. Any frontage taxes not prepaid are then reported as a long-term asset to be reduced by the principle portion of each annual frontage tax levy.

R.M. OF SHERWOOD NO. 159
Notes to the Financial Statements
For the year ended December 31, 2020

(f) Net Financial Assets:

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

(g) Non-Financial Assets:

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

(h) 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. Requisitions from other taxing authorities operate as a flow through and are excluded from municipal revenue.

(j) Investments:

Portfolio investments are valued at cost, less any provision 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 Rural Municipalities - Self Insurance Fund are accounted for on the modified equity basis.

(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 and 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.

R.M. OF SHERWOOD NO. 159
Notes to the Financial Statements
For the year ended December 31, 2020

(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 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; these, and the tangible capital assets that are recognized at a nominal value, are disclosed on Schedule 6. The cost of tangible capital assets less any estimated residual value are amortized over the asset's estimated useful life using the straight-line method of amortization. The municipality's tangible capital asset useful lives are estimated as follows:

<u>Assets</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	15 years
Buildings	20 to 45 years
Vehicles and Equipment	
Vehicles	10 years
Machinery and Equipment	5 to 20 years
Infrastructure Assets	
Infrastructure Assets	25 to 75 years
Water and Sewer	25 to 75 years
Road Network Assets	40 years

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

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

Capitalization of Interest: The municipality capitalizes interest incurred while a tangible capital asset is under construction.

Leases: All leases are recorded on the financial statements as either a capital or operating lease. Any lease that transfers 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. Any other lease not meeting the before mentioned criteria is classified as an operating lease and rental payments are expensed as incurred.

(m) Landfill Liability:

The municipality of **R.M. OF SHERWOOD NO. 159** does not maintain a waste disposal site.

(n) Employee Benefit Plans:

Contributions to the municipality's defined benefit plans are expensed when contributions are due and payable. Under the defined benefit multiemployer plans, the municipality's obligations are limited to their contributions.

R.M. OF SHERWOOD NO. 159
Notes to the Financial Statements
For the year ended December 31, 2020

(o) 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 revenues and expenses during the period. Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

The measurement of stock and supplies inventories, if any, are based on estimates of volume and quality.

The "Opening Assets 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.

(p) 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: The General Government segment provides for the administration of the municipality.

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

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

Environmental and Public Health: The Environmental segment provides waste disposal and other environmental services. The Public Health segment provides for items relating to public health services in the municipality.

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

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

Utility Services: The Utility Services segment provides for delivery of water.

R.M. OF SHERWOOD NO. 159
Notes to the Financial Statements
For the year ended December 31, 2020

(q) Budget Information:

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on June 16, 2020.

(r) New 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.

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

R.M. OF SHERWOOD NO. 159
Notes to the Financial Statements
For the year ended December 31, 2020

2. Cash and Temporary Investments

	2020	2019
Cash on hand	\$ 150	\$ 150
Chequing	2,996,396	1,665,564
Savings	6,545,314	4,539,938
Total Cash and Temporary Investments	\$ 9,541,860	\$ 6,205,652

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

3. Taxes and Grants in Lieu Receivable

	2020	2019
Municipal - Current	\$ 279,823	\$ 336,098
- Arrears	52,520	172,035
	332,343	508,133
- Less Allowance for Uncollectables	(20,000)	(20,000)
Total Municipal Taxes Receivable	312,343	488,133

School - Current	252,238	318,470
- Arrears	31,258	196,306
Total School Taxes Receivable	283,496	514,776

Other	106,402	143,372
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Total Taxes and Grants in Lieu Receivable	702,241	1,146,281
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Deduct taxes to be collected on behalf of other organizations	(389,898)	(658,148)
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Total Taxes and Grants in Lieu Receivable	\$ 312,343	\$ 488,133
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4. Other Accounts Receivable

	2020	2019
Provincial government and agencies	\$ 328	\$ 8,716
GST rebate	124,686	289,520
Other	67,764	184,077
Utility accounts receivable	78,967	54,959
Total Other Accounts Receivable	271,745	537,272

Less Allowance for Uncollectables	18,300	57,000
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Net Other Accounts Receivable	\$ 253,445	\$ 480,272
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R.M. OF SHERWOOD NO. 159
Notes to the Financial Statements
For the year ended December 31, 2020

5. Land for Resale	2020	2019
Tax title Property - municipal share	\$ 5,081	\$ 5,081
Allowance for market value adjustment	-	-
Net Tax Title Property	5,081	5,081
Other land	300	300
Allowance for market value adjustment	-	-
Net Other Land	300	300
Total Land for Resale	\$ 5,381	\$ 5,381

6. SARM and Other Long-Term Investments	2020	2019
SARM self-insurance plans	\$ 152,111	\$ 137,852
Credit union equity	11,801	11,801
Security deposit	632	-
Total SARM and Other Long-Term Investments	\$ 164,544	\$ 149,653

The long term investments in the Saskatchewan Association of Rural Municipalities - Self Insurance Funds are accounted for on the modified equity basis.

7. Credit Arrangements

At December 31, 2020, the Municipality had an authorized Conexus Credit Union line of credit of \$1,000,000, none of which was drawn. The following has been collateralized in connection with this line of credit:

- General security agreement.

8. Accounts Payable	2020	2019
Trade payables	\$ 151,577	\$ 149,884
Holdbacks	7,214	7,214
Sales tax collections	635	339
Accrued debenture interest payable	285,075	-
Other taxing authorities	26,459	14,618
East Cottonwood Watershed	23,914	36,602
Total Accounts Payable	\$ 494,874	\$ 208,657

9. Deferred Revenue	2020	2019
Overpaid taxes	\$ 465	\$ 465
Prepaid bulk water	22	23
Prepaid local improvement levies	154,722	105,307
Total Deferred Revenue	\$ 155,209	\$ 105,795

R.M. OF SHERWOOD NO. 159
Notes to the Financial Statements
For the year ended December 31, 2020

10. Long-Term Debt

a) The debt limit of the municipality is \$6,665,590. 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)). Municipalities require Saskatchewan Municipal Board approval to incur future debt in excess of their limit.

b) Loans: Two loans are repayable to Conexus Credit Union; the first at \$10,424 per month (including interest at P +1.25%), for the purpose of financing the cost of a road resurfacing project (capital), and the second at \$10,775 per month (including interest at P +0.5%), for the purpose of financing the unprepaid owners' share of a local improvement project (operating).

Future principal and interest payments to the Credit Union are estimated as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2020	\$ -	\$ -	\$ -	\$ 282,353
2021	203,955	50,428	254,383	291,587
2022	210,874	43,509	254,383	301,128
2023	218,031	36,352	254,383	310,984
2024	225,434	28,949	254,383	321,167
2025	222,286	21,293	243,579	317,248
Thereafter	591,371	44,673	636,044	341,706
Balance	\$ 1,671,951	\$ 225,204	\$ 1,897,155	\$ 2,166,173

c) Debenture debt: Debenture debt is repayable to Municipal Financing Corporation of Saskatchewan at \$1,005,007 per year for 25 years (including interest at 2.7%), for the purpose of financing the water treatment plant and water main expansion in the Sherwood Industrial Park. The project's construction was previously interim-financed with a Bank of Nova Scotia interest-only short-term construction loan, which was paid out with the proceeds from this long-term debenture of the same amount.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2020	\$ -	\$ -	\$ -	\$ 18,100,000
2021	516,307	488,700	1,005,007	-
2022	530,247	474,760	1,005,007	-
2023	544,564	460,443	1,005,007	-
2024	559,267	445,740	1,005,007	-
2025	574,367	430,640	1,005,007	-
Thereafter	15,375,248	4,724,891	20,100,139	-
Balance	\$18,100,000	\$ 7,025,174	\$ 25,125,174	\$ 18,100,000

R.M. OF SHERWOOD NO. 159
Notes to the Financial Statements
For the year ended December 31, 2020

11. 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.

12. 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's pension expense in 2020 was \$121,118 (2019 - \$112,870). 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.

13. Related Parties

The financial statements include transactions with related parties. The municipality is related to key management personnel (council and senior management) and their close family members. Transactions with these related parties are in the normal course of operations and are settled on normal trade terms.

14. Fair Value

The fair value of the financial assets and liabilities approximates their carrying value due to their short-term nature. The fair value of the municipality's long term debt approximates the carrying value as the terms and conditions are comparable to current market conditions, or they are due in a relatively short period of time.

15. Interest Rate Risk

The rural municipality is not exposed to significant interest rate risk of its monetary current assets and current liabilities due to their short-term maturity. The rural municipality is exposed to interest rate cash flow risk on its long-term liabilities with a floating interest rate that is reset as market rates change. The interest rates and maturity dates of the debts are disclosed in Note 10.

16. Credit Risk

The municipality is exposed to credit risk on the accounts receivable. The municipality does not have significant exposure to any individual creditor. Accounts receivable by type/source are disclosed in Notes 3 and 4.

17. Contractual Rights

Contractual rights are rights to economic resources arising from contracts or agreements that will result in an asset and revenue in the future. Significant contractual rights of the municipality include current development agreements that include provisions for future fees, such as:

Agreement 1 contains \$882,375 in fees, with \$497,330 for drainage and roadways and \$3,329 for planning, both due within 14 days of the date of the building permit application, and \$381,716 for water and sewer, due within 10 years or when the municipality provides those services whichever comes first.

Agreement 2 contains \$698,444 in fees, with \$562,604 for water, drainage and roadways 50% of which is due within 14 days of plan approval and the remaining 50% due within one year of plan approval, and \$135,840 for sewer, due within 10 years or when the municipality provides that service whichever comes first.

R.M. OF SHERWOOD NO. 159
Notes to the Financial Statements
For the year ended December 31, 2020

18. Significant Event - COVID-19 Pandemic

The COVID-19 pandemic is complex and continues to evolve. It has caused material disruption to businesses and has resulted in an economic slowdown. The municipality continues to assess and monitor the impact of COVID-19 on its financial condition. The magnitude and duration of COVID-19 is uncertain and, accordingly, it is difficult to reliably measure the potential future impact on the municipality's financial position and operations.

R.M. OF SHERWOOD NO. 159
Schedule of Taxes and Other Unconditional Revenue
For the year ended December 31, 2020

Schedule 1

	2020 Budget	2020	2019
TAXES			
General municipal tax levy	\$ 5,575,903	\$ 5,580,581	\$ 5,384,246
Abatements and adjustments	(50,000)	(1,384)	(1,534)
Discount on current year taxes	(190,000)	(166,403)	(178,720)
Net Municipal Taxes	5,335,903	5,412,794	5,203,992
Potash tax share	71,000	71,681	64,314
Trailer license fees	7,200	5,702	7,381
Penalties on tax arrears	20,350	31,850	29,497
Special tax levy	221,976	-	-
Other - Tax loss compensation and retro B.O.R.	-	-	1,276
Total Taxes	5,656,429	5,522,027	5,306,460
UNCONDITIONAL GRANTS			
Revenue Sharing	208,230	208,252	183,094
Organized Hamlet	-	-	-
Other - Safe Restart	-	58,103	-
Total Unconditional Grants	208,230	266,355	183,094
GRANTS IN LIEU OF TAXES			
Federal	-	2,785	8,359
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	2,700	2,757	2,620
Central Services	213,000	228,434	213,597
SaskTel	4,800	4,814	4,814
Other - Wildlife and other	2,700	835	(4,688)
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	20,000	20,387	20,387
Treaty Land Entitlement	2,000	6,211	6,211
Other -	-	-	-
Other Government Transfers			
S.P.C. Surcharges	-	-	-
SaskEnergy Surcharge	-	-	-
Other -	-	-	-
Total Grants in Lieu of Taxes	245,200	266,223	251,300
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 6,109,859	\$ 6,054,605	\$ 5,740,854

R.M. OF SHERWOOD NO. 159
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2020

Schedule 2-1

	2020 Budget	2020	2019
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work (tax certificates, office services, assessment appeal fees)	\$ 4,500	\$ 24,045	\$ 20,236
- Sales of supplies and other	500	87	17,216
- Other - Licences and permits	206,500	96,563	280,842
Total Fees and Charges	211,500	120,695	318,294
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain	10,000	-	-
- Investment income and commissions	61,100	132,711	119,513
- Other - Insurance and other recoveries	1,000	315,911	28,098
Total Other Segmented Revenue	283,600	569,317	465,905
Conditional Grants			
- Employment/training	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	283,600	569,317	465,905
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Can/Sask Municipal Rural Infrastructure	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total General Government Services	\$ 283,600	\$ 569,317	\$ 465,905

PROTECTIVE SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Other - Fines and fire fees	\$ 170,000	\$ 187,986	\$ 184,671
Total Fees and Charges	170,000	187,986	184,671
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	170,000	187,986	184,671
Conditional Grants			
- Student Employment	-	-	-
- Local Government	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	170,000	187,986	184,671

Capital

Conditional Grants			
- Federal Gas Tax	-	-	-
- Can/Sask Municipal Rural Infrastructure	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total Protective Services	\$ 170,000	\$ 187,986	\$ 184,671

R.M. OF SHERWOOD NO. 159
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2020

Schedule 2-2

	2020 Budget	2020	2019
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 21,000	\$ 19,948	\$ 146,435
- Sales of supplies	16,000	5,493	50,350
- Road maintenance fees	45,000	32,985	19,202
- Mitigation	13,250	14,399	13,250
- Other -	-	-	-
Total Fees and Charges	95,250	72,825	229,237
- Tangible capital asset sales - gain (loss)	-	-	(51,482)
- Other -	-	-	-
Total Other Segmented Revenue	95,250	72,825	177,755
Conditional Grants			
- MREP (CTP)	12,600	12,600	12,600
- WSA - Drainage project	-	-	-
- Other - Sask Highways access maint. sharing	1,000	1,000	-
Total Conditional Grants	13,600	13,600	12,600
Total Operating	108,850	86,425	190,355
Capital			
Conditional Grants			
- Federal Gas Tax	57,466	86,199	116,895
- Can/Sask Municipal Rural Infrastructure	-	-	-
- Heavy Haul	33,000	33,216	33,216
- Designated Municipal Roads and Bridges	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other - MEEP	139,991	139,991	-
- Other capital revenue - Local improvement	-	1,810,000	-
Total Capital	230,457	2,069,406	150,111
Total Transportation Services	\$ 339,307	\$ 2,155,831	\$ 340,466

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Waste and disposal fees	\$ -	\$ -	\$ -
- Other - Sale of pest control supplies	500	839	701
Total Fees and Charges	500	839	701
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	500	839	701
Conditional Grants			
- Student Employment	-	-	-
- Local Government	-	-	-
- Other - Pest and weed control	10,000	11,946	9,902
Total Conditional Grants	10,000	11,946	9,902
Total Operating	10,500	12,785	10,603

Capital

Conditional Grants			
- Federal Gas Tax	-	-	-
- Can/Sask Municipal Rural Infrastructure	-	-	-
- TAPD	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total Environmental and Public Health Services	\$ 10,500	\$ 12,785	\$ 10,603

R.M. OF SHERWOOD NO. 159

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

Schedule 2-3

	2020 Budget	2020	2019
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Planning fees and planning services	\$ 17,400	\$ 15,363	\$ 16,936
- Development charges and municipal reserve	1,175,400	944	929,234
Total Fees and Charges	1,192,800	16,307	946,170
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	1,192,800	16,307	946,170
Conditional Grants			
- Student Employment	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	1,192,800	16,307	946,170
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total Planning and Development Services	\$ 1,192,800	\$ 16,307	\$ 946,170

RECREATION AND CULTURAL SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Other -	\$ -	\$ -	\$ -
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- Local Government	-	-	-
- Donations	-	-	-
- Other - Saskatchewan Lotteries Trust	5,000	6,185	6,185
Total Conditional Grants	5,000	6,185	6,185
Total Operating	5,000	6,185	6,185
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total Recreation and Cultural Services	\$ 5,000	\$ 6,185	\$ 6,185

R.M. OF SHERWOOD NO. 159Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2020

Schedule 2-4

	2020 Budget	2020	2019
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water charges	\$ 749,000	\$ 579,475	\$ 592,275
- Infrastructure fees	99,800	81,199	68,171
- Other - Interest, connections, and other	6,000	13,611	23,985
Total Fees and Charges	854,800	674,285	684,431
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	854,800	674,285	684,431
Conditional Grants			
- Student Employment	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	854,800	674,285	684,431
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- New Building Canada Fund (SCF, NRP)	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total Utility Services	\$ 854,800	\$ 674,285	\$ 684,431

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 2,856,007	\$ 3,622,696	\$ 2,638,431
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SUMMARY

Total Other Segmented Revenue	\$ 2,596,950	\$ 1,521,559	\$ 2,459,633
Total Conditional Grants	28,600	31,731	28,687
Total Capital Grants and Contributions	230,457	2,069,406	150,111

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 2,856,007	\$ 3,622,696	\$ 2,638,431
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R.M. OF SHERWOOD NO. 159
Schedule of Total Expenses by Function
For the year ended December 31, 2020

Schedule 3-1

	2020 Budget	2020	2019
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 134,800	\$ 133,230	\$ 132,119
Wages and benefits	713,750	502,166	553,051
Professional/Contractual services	531,300	358,160	458,917
Utilities	60,500	44,314	49,647
Maintenance, materials, and supplies	59,250	41,671	53,747
Grants and contributions - operating	500	-	500
- capital	-	-	-
Amortization	-	115,715	101,971
Interest and service charges	5,000	886	3,971
Allowance for uncollectibles	15,000	15,799	57,899
Other - Sales tax adjustments and other	1,000	63	4,099
Total General Government Services	\$ 1,521,100	\$ 1,212,004	\$ 1,415,921

PROTECTIVE SERVICES

Police Protection and Bylaw Enforcement

Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services - police	45,000	46,913	45,282
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Other - Bylaw enforcement	24,000	-	169

Fire Protection

Wages and benefits	-	-	-
Professional/Contractual services (fire calls)	220,000	195,230	196,109
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions - operating (standby retainer)	125,000	121,732	119,229
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other -	-	-	-

Total Protective Services	\$ 414,000	\$ 363,875	\$ 360,789
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TRANSPORTATION SERVICES

Wages and benefits	\$ 1,295,620	\$ 1,058,389	\$ 945,561
Council remuneration and travel	-	-	-
Professional/Contractual services	387,760	282,557	315,947
Utilities	62,750	39,769	34,571
Maintenance, materials, and supplies	501,700	424,859	384,184
Gravel	750,000	580,168	688,547
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	1,140,613	1,125,798
Interest	99,000	73,951	115,896
Other -	-	-	-

Total Transportation Services	\$ 3,096,830	\$ 3,600,306	\$ 3,610,504
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R.M. OF SHERWOOD NO. 159
Schedule of Total Expenses by Function
For the year ended December 31, 2020

Schedule 3-2

	2020 Budget	2020	2019
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	22,800	21,685	18,687
Utilities	-	-	-
Maintenance, materials, and supplies	10,000	9,072	17,836
Grants and contributions - operating	-	-	-
- Waste disposal	-	-	-
- Public health	2,000	2,000	-
- capital	-	-	-
- Waste disposal	-	-	-
- Public health	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other -	-	-	-
Total Environmental and Public Health Services	\$ 34,800	\$ 32,757	\$ 36,523

PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	\$ 284,900	\$ 195,831	\$ 179,002
Professional/Contractual services	236,600	144,843	286,411
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	-	1,827
Interest	-	-	-
Other - Maintenance, materials, and supplies	500	30	477
Other - Return of fees previously received	-	-	502,060
Total Planning and Development Services	\$ 522,000	\$ 340,704	\$ 969,777

RECREATION AND CULTURAL SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services (library)	12,000	11,199	10,938
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions - operating	5,000	6,185	5,899
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other -	-	-	-
Total Recreation and Cultural Services	\$ 17,000	\$ 17,384	\$ 16,837

R.M. OF SHERWOOD NO. 159
Schedule of Total Expenses by Function
For the year ended December 31, 2020

Schedule 3-3

	2020 Budget	2020	2019
UTILITY SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	460,000	268,594	237,407
Utilities	70,500	43,410	55,845
Maintenance, materials, and supplies	32,500	13,625	26,307
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	20,350	20,349
Interest	440,922	285,075	-
Allowance for uncollectibles	-	-	170
Other -	-	-	-
Total Utility Services	\$ 1,003,922	\$ 631,054	\$ 340,078

TOTAL EXPENSES BY FUNCTION	\$ 6,609,652	\$ 6,198,084	\$ 6,750,429
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R.M. OF SHERWOOD NO. 159
Schedule of Segment Disclosure by Function
For the year ended December 31, 2020

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 120,695	\$ 187,986	\$ 72,825	\$ 839	\$ 16,307	\$ -	\$ 674,285	\$ 1,072,937
Investment Income and Commissions	132,711	-	-	-	-	-	-	132,711
Other Revenues	315,911	-	-	-	-	-	-	315,911
Grants - Conditional	-	-	13,600	11,946	-	6,185	-	31,731
- Capital	-	-	2,069,406	-	-	-	-	2,069,406
Total Revenues	569,317	187,986	2,155,831	12,785	16,307	6,185	674,285	3,622,696
Expenses (Schedule 3)								
Wages and Benefits	635,396	-	1,058,389	-	195,831	-	-	1,889,616
Professional/Contractual Services	358,160	242,143	282,557	21,685	144,843	11,199	268,594	1,329,181
Utilities	44,314	-	39,769	-	-	-	43,410	127,493
Maintenance, Materials, and Supplies	41,671	-	1,005,027	9,072	30	-	13,625	1,069,425
Grants and Contributions	-	121,732	-	2,000	-	6,185	-	129,917
Amortization	115,715	-	1,140,613	-	-	-	20,350	1,276,678
Interest	886	-	73,951	-	-	-	285,075	359,912
Allowance for Uncollectibles	15,799	-	-	-	-	-	-	15,799
Other	63	-	-	-	-	-	-	63
Total Expenses	1,212,004	363,875	3,600,306	32,757	340,704	17,384	631,054	6,198,084
Surplus (Deficit) by Function	\$ (642,687)	\$ (175,889)	\$ (1,444,475)	\$ (19,972)	\$ (324,397)	\$ (11,199)	\$ 43,231	\$ (2,575,388)

Taxation and Other Unconditional Revenue (Schedule 1)

\$ 6,054,605

Net Surplus (Deficit)

\$ 3,479,217

R.M. OF SHERWOOD NO. 159
Schedule of Segment Disclosure by Function
For the year ended December 31, 2019

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 318,294	\$ 184,671	\$ 229,237	\$ 701	\$ 946,170	\$ -	\$ 684,431	\$ 2,363,504
Tangible Capital Asset Sales- Gain(loss)	-	-	(51,482)	-	-	-	-	(51,482)
Investment Income and Commissions	119,513	-	-	-	-	-	-	119,513
Other Revenues	28,098	-	-	-	-	-	-	28,098
Grants - Conditional	-	-	12,600	9,902	-	6,185	-	28,687
- Capital	-	-	150,111	-	-	-	-	150,111
Total Revenues	465,905	184,671	340,466	10,603	946,170	6,185	684,431	2,638,431
Expenses (Schedule 3)								
Wages and Benefits	685,170	-	945,561	-	179,002	-	-	1,809,733
Professional/Contractual Services	458,917	241,560	315,947	18,687	286,411	10,938	237,407	1,569,867
Utilities	49,647	-	34,571	-	-	-	55,845	140,063
Maintenance, Materials, and Supplies	53,747	-	1,072,731	17,836	477	-	26,307	1,171,098
Grants and Contributions	500	119,229	-	-	-	5,899	-	125,628
Amortization	101,971	-	1,125,798	-	1,827	-	20,349	1,249,945
Interest	3,971	-	115,896	-	-	-	-	119,867
Allowance for Uncollectibles	57,899	-	-	-	-	-	170	58,069
Other	4,099	-	-	-	502,060	-	-	506,159
Total Expenses	1,415,921	360,789	3,610,504	36,523	969,777	16,837	340,078	6,750,429
Surplus (Deficit) by Function	\$ (950,016)	\$ (176,118)	\$ (3,270,038)	\$ (25,920)	\$ (23,607)	\$ (10,652)	\$ 344,353	\$ (4,111,998)

Taxation and Other Unconditional Revenue (Schedule 1) \$ 5,740,854

Net Surplus (Deficit) **\$ 1,628,856**

R.M. OF SHERWOOD NO. 159
Schedule of Tangible Capital Assets by Object
For the year ended December 31, 2020

Schedule 6

	2020						2019		
	General Assets					Infrastructure Assets	General / Infrastructure Assets Under Construction	Total	Total
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets			
Asset Cost									
Opening Asset Costs	\$ 1,348,970	\$ -	\$ 2,404,038	\$ 228,948	\$ 3,224,054	\$ 25,740,317	\$ 21,174,995	\$ 54,121,322	\$ 50,174,469
Additions during the year	-	-	-	22,260	43,096	207,018	273,644	546,018	4,094,336
Disposals and write-downs during the year	-	-	-	-	-	-	-	-	(147,483)
Transfers (from) assets under construction	3,346	415,334	7,785,168	-	3,245,618	9,513,659	(20,963,125)	-	-
Closing Asset Costs	\$ 1,352,316	\$ 415,334	\$ 10,189,206	\$ 251,208	\$ 6,512,768	\$ 35,460,994	\$ 485,514	\$ 54,667,340	\$ 54,121,322
Accumulated Amortization									
Opening Accum. Amort. Cost	\$ -	\$ -	\$ 335,559	\$ 64,662	\$ 1,153,218	\$ 10,481,247	\$ -	\$ 12,034,686	\$ 10,799,934
Add: Amortization taken	-	-	59,128	21,245	236,577	959,728	-	1,276,678	1,249,945
Less: Accum. Amort. on Disposals	-	-	-	-	-	-	-	-	(15,193)
Closing Accumulated Amort.	\$ -	\$ -	\$ 394,687	\$ 85,907	\$ 1,389,795	\$ 11,440,975	\$ -	\$ 13,311,364	\$ 12,034,686
Net Book Value	\$ 1,352,316	\$ 415,334	\$ 9,794,519	\$ 165,301	\$ 5,122,973	\$ 24,020,019	\$ 485,514	\$ 41,355,976	\$ 42,086,636

1. Total contributed/donated assets received in 2020:
2. List of assets recognized at nominal value are:
 - Infrastructure assets
 - Vehicles
 - Machinery and Equipment
3. Amount of interest capitalized in 2020:

\$ -
\$ -
\$ -
\$ -
\$ -
\$ -

R.M. OF SHERWOOD NO. 159
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 & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
Asset Cost									
Opening Asset Costs	\$ 2,465,813	\$ -	\$ 28,079,525	\$ -	\$ 11,152	\$ -	\$ 23,564,832	\$ 54,121,322	\$ 50,174,469
Additions during the year	35,199	-	251,808	-	-	-	259,011	546,018	4,094,336
Disposals and adjustments during the year	-	-	-	-	-	-	-	-	(147,483)
Closing Asset Costs	\$ 2,501,012	\$ -	\$ 28,331,333	\$ -	\$ 11,152	\$ -	\$ 23,823,843	\$ 54,667,340	\$ 54,121,322
Accumulated Amortization									
Opening Accum. Amort. Costs	\$ 329,758	\$ -	\$ 11,168,883	\$ -	\$ 11,152	\$ -	\$ 524,893	\$ 12,034,686	\$ 10,799,934
Add: Amortization taken	115,715	-	1,140,613	-	-	-	20,350	1,276,678	1,249,945
Disposals and adjustments during the year	-	-	-	-	-	-	-	-	(15,193)
Closing Accumulated Amortization	\$ 445,473	\$ -	\$ 12,309,496	\$ -	\$ 11,152	\$ -	\$ 545,243	\$ 13,311,364	\$ 12,034,686
Net Book Value	\$ 2,055,539	\$ -	\$ 16,021,837	\$ -	\$ -	\$ -	\$ 23,278,600	\$ 41,355,976	\$ 42,086,636

R.M. OF SHERWOOD NO. 159
Schedule of Accumulated Surplus
For the year ended December 31, 2020

Schedule 8

	2019	Changes	2020
UNAPPROPRIATED SURPLUS	\$ 2,631,901	\$ 535,487	\$ 3,167,388
APPROPRIATED RESERVES			
Bridges	1	-	1
Specific Municipal Office	-	4,000	4,000
Utility Reserves	386,798	249,966	636,764
General Reserve	1,877,072	1,744,163	3,621,235
Cash-in-lieu/Development charges	2,213,158	71,301	2,284,459
Total Appropriated	4,477,029	2,069,430	6,546,459
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible Capital Assets (Schedule 6)	42,086,636	(730,660)	41,355,976
Less: Related debt	(20,266,173)	1,604,960	(18,661,213)
Net Investment in Tangible Capital Assets	21,820,463	874,300	22,694,763
OTHER	-	-	-
Total Accumulated Surplus	\$ 28,929,393	\$ 3,479,217	\$ 32,408,610

R.M. OF SHERWOOD NO. 159
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 & Industrial	Potash Mine(s)	
Taxable Assessment	\$ 132,994,456	\$ 88,333,105	\$ 952,320	\$ 88,960	\$ 916,369,494	\$ -	\$ 1,138,738,335
Regional Park Assessment							-
Total Assessment							1,138,738,335
Mill Rate Factor(s)	1.490	0.990	0.990	0.990	0.930		
Total Minimum Tax	260	-	-	-	-		260
Total Municipal Tax Levy	\$ 971,129	\$ 428,504	\$ 4,620	\$ 432	\$ 4,175,896		\$ 5,580,581

MILL RATES:	MILLS
Average Municipal*	4.901
Average School*	5.948
Potash Mill Rate	-
Uniform Municipal Mill Rate	4.900

* 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).

R.M. OF SHERWOOD NO. 159
Schedule of Council Remuneration
For the year ended December 31, 2020

Schedule 10

Name	Elected Officials' Indemnity	Reimbursed Travel Costs	Total
Crassweller, Bradley	16,200	-	16,200
Culbert, Rod	16,200	-	16,200
Husum, Carl	18,000	-	18,000
Oakley-Paul, Susan	16,762	-	16,762
Paul, Grant	16,200	-	16,200
Poissant, Jeffrey	21,398	-	21,398
Wilke, John	16,200	-	16,200
Total	\$ 120,960	\$ -	\$ 120,960