

R.M. OF SOURIS VALLEY NO. 7
Financial Statements
Year Ended December 31, 2020

R.M. OF SOURIS VALLEY NO. 7
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Year Ended December 31, 2020

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Management's Responsibility

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

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

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

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



Mrs. Erica Pederson, Administrator



Mr. Glenn Walkeden, Reeve

Oungre, SK

Independent Auditor's report

To the Council of the R.M. of Souris Valley No. 7:

Qualified Opinion

We have audited the financial statements of the R.M. of Souris Valley No. 7 (the Municipality), which comprise the statement of financial position as at December 31, 2020, and the statements of operations and accumulated surplus, change in net financial assets and cash flows for the year then ended, and notes to the 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 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

We were not able to observe the counting of inventories at December 31, 2020 or satisfy ourselves by alternative means concerning inventory quantities at that date. Since opening inventories enter into the determination of the financial performance and cash flows, we were unable to determine whether adjustments might have been necessary in respect of the surplus of revenues over expenses for the year reported in the statement of operations and the cash flows from operating activities reported in the statement of cash flows. As a result, our audit opinion on the financial statements for the year ended December 31, 2020 is modified 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 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 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

Our audit was conducted for the purposes of forming an opinion on the financial statements taken as a whole. Schedules 1, 2, 3, 7 and 10 are presented for purposes of additional information and are not a required part of the 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 financial statements taken as a whole.

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 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.

(continues)

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

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

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

Weyburn, Canada
May 21, 2021



Chartered Professional Accountants

R.M. OF SOURIS VALLEY NO. 7
Statement of Financial Position
As at December 31, 2020

Statement 1

	2020	2019
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	\$ 1,240,734	\$ 4,097,366
Taxes Receivable - Municipal (Note 3)	18,085	19,585
Other Accounts Receivable (Note 4)	37,818	46,105
Land for Resale (Note 5)	625	625
Investments (Note 6)	7,723,159	3,610,672
Debt Charges Recoverable	-	-
Other	-	-
Total financial assets	9,020,421	7,774,353
LIABILITIES		
Bank indebtedness (Note 7)	-	-
Accounts Payable	16,503	76,224
Accrued Liabilities Payable	-	25,934
Deposits	-	-
Deferred Revenue (Note 8)	19,625	-
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Long-Term Debt (Note 9)	-	-
Lease Obligations	-	-
Total liabilities	36,128	102,158
NET FINANCIAL ASSETS	8,984,293	7,672,195
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	5,005,257	4,901,069
Prepayments and Deferred Charges	144	144
Stock and supplies	815,102	488,894
Other	-	-
Total Non-Financial Assets	5,820,503	5,390,107
ACCUMULATED SURPLUS (Schedule 8)	\$ 14,804,796	\$ 13,062,302

R.M. OF SOURIS VALLEY NO. 7
Statement of Operations and Accumulated Surplus
As at December 31, 2020

Statement 2

	Budget 2020	2020	2019
REVENUES			
Taxes and Other Unconditional Revenue (Schedule 1)	\$ 3,700,040	\$ 3,712,578	\$ 3,650,011
Fees and Charges (Schedule 4, 5)	65,330	63,782	120,393
Conditional Grants (Schedule 4, 5)	5,000	34,379	27,635
Tangible Capital Assets Sales - Gain (Loss) (Schedule 4, 5)	-	(66,511)	41,101
Land Sales - Gain (Loss) (Schedule 4, 5)	-	500	-
Investment Income and Commissions (Schedule 4, 5)	3,000	141,813	100,236
Restructurings (Schedule 4, 5)	-	-	-
Other Revenues (Schedule 4, 5)	-	-	-
Total Revenues	3,773,370	3,886,541	3,939,376
EXPENSES			
General Government Services (Schedule 3)	318,300	288,125	292,251
Protective Services (Schedule 3)	30,600	46,018	49,932
Transportation Services (Schedule 3)	2,764,700	1,674,161	1,532,752
Environmental and Public Health Services (Schedule 3)	185,960	162,295	142,161
Planning and Development Services (Schedule 3)	-	-	-
Recreation and Cultural Services (Schedule 3)	10,000	14,410	9,610
Utility Services (Schedule 3)	13,700	16,846	16,704
Restructurings (Schedule 3)	-	-	-
Total Expenses	3,323,260	2,201,855	2,043,410
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	450,110	1,684,686	1,895,966
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	12,000	57,808	31,449
Surplus (Deficit) of Revenues over Expenses	462,110	1,742,494	1,927,415
Accumulated Surplus (Deficit), Beginning of Year	13,062,302	13,062,302	11,134,887
ACCUMULATED SURPLUS - END OF YEAR	\$ 13,524,412	\$ 14,804,796	\$ 13,062,302

R.M. OF SOURIS VALLEY NO. 7

Statement of Change in Net Financial Assets

As at December 31, 2020

Statement 3

	Budget 2020	2020	2019
Surplus (Deficit)	\$ 462,110	\$ 1,742,494	\$ 1,927,415
(Acquisition) of tangible capital assets	(370,000)	(541,554)	(328,979)
Amortization of tangible capital assets	-	240,855	249,280
Acquisition of amortization of tangible capital assets	-	-	-
Proceeds on disposal of tangible capital assets	-	130,000	41,101
Loss (gain) on the disposal of tangible capital assets	-	66,511	(41,101)
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (Deficit) of capital expenses over expenditures	(370,000)	(104,188)	(79,699)
(Acquisition) of supplies inventories	-	(326,208)	80,353
(Acquisition) of prepaid expense	-	-	-
Consumption of supplies inventory	-	-	-
Use of prepaid expense	-	-	-
Surplus (Deficit) of expenses of other non-financial over expenditures	-	(326,208)	80,353
Increase/Decrease in Net Financial Assets	92,110	1,312,098	1,928,069
Net Financial Assets (Debt) - Beginning of Year	7,672,195	7,672,195	5,744,126
Net Financial Assets (Debt) - End of Year	\$ 7,764,305	\$ 8,984,293	\$ 7,672,195

R.M. OF SOURIS VALLEY NO. 7

Statement of Cash Flows

As at December 31, 2020

Statement 4

Cash provided by (used for) the following activities

	2020	2019
Operating:		
Surplus (Deficit)	\$ 1,742,494	\$ 1,927,415
Amortization	240,855	249,280
Loss (gain) on disposal of tangible capital assets	66,511	(41,101)
	-	-
	<u>2,049,860</u>	<u>2,135,594</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	1,500	31,409
Other Receivables	8,287	(42,420)
Accrued Liabilities Payable	(25,934)	25,934
Accounts Payable	(59,721)	(53,458)
Deferred Revenue	19,625	-
Stock and supplies	(326,208)	80,353
	<u>(382,451)</u>	<u>41,818</u>
Cash provided by operating transactions	<u>1,667,409</u>	<u>2,177,412</u>
Capital:		
Acquisition of capital assets	(541,554)	(328,979)
Proceeds from the disposal of capital assets	130,000	41,101
Cash applied to capital transactions	<u>(411,554)</u>	<u>(287,878)</u>
Investing:		
Investments	(4,112,487)	(2,027,012)
Other	-	-
Cash provided by (applied to) investing transactions	<u>(4,112,487)</u>	<u>(2,027,012)</u>
Financing:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	-	-
Other financing	-	-
Cash provided by (applied to) financing transactions	<u>-</u>	<u>-</u>
Change in Cash and Temporary Investments during the year	<u>(2,856,632)</u>	<u>(137,478)</u>
Cash and Temporary Investments - Beginning of Year	<u>4,097,366</u>	<u>4,234,844</u>
Cash and Temporary Investments - End of Year (Note 2)	<u>\$ 1,240,734</u>	<u>\$ 4,097,366</u>

1. **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 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 external entities consolidated into this Municipality.

(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.

(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.

(continues)

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

(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.

(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>
General Assets	
Land	Indefinite
Land Improvements	5 to 20 Years
Buildings	40 Years
Vehicles & Equipment	
Vehicles	10 & 20 Years
Machinery and Equipment	10 & 20 Years
Infrastructure Assets	
Water and Sewer	40 Years
Road Network Assets	40 Years
Sidewalks	15 Years
Hydrants	25 Years
Culverts and storm drains	35 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.

(continues)

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

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 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) **Landfill liability:**

The Municipality does not maintain a waste disposal site.

(n) **Trust Funds:**

Funds held in trust for others, under a trust agreement or statute, are not included in the financial statements as they are not controlled by the Municipality.

(o) **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.

(p) **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.

(q) **Measurement Uncertainty:**

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

The measurement of materials and supplies is 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.

(continues)

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

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

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

The segments (functions) are as follows:

General Government: Provides for the administration of the Municipality.

Protective Services: Comprised of expenses for Police and Fire protection.

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

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

Planning and Development: Provides for neighbourhood development and sustainability.

Recreation and Culture: Provides for community services through the provision of recreation and leisure services.

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

(s) **Budget Information:**

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on June 18, 2020.

(t) **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.

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R.M. OF SOURIS VALLEY NO. 7

Notes to Financial Statements

As at December 31, 2020

1. Significant accounting policies (continued)

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
Cash and Temporary Investments	\$ 574,365	\$ 917,085
Temporary Investments	550,559	3,064,665
Restricted Cash	115,810	115,616
Total Cash and Temporary Investments	\$ 1,240,734	\$ 4,097,366

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

Temporary investments consist of guaranteed investment certificates, maturing between September 2021 to October 2021 (2019 - September 2020) and bearing interest at an average rate of 0.63% (2019 - 1.425%).

Restricted cash consists of funds restricted for the use of the Special Service Area of Tribune and the Zion Cemetery in their daily operations.

3. Taxes Receivable - Municipal

	2020	2019
<u>Municipal</u>		
- Current	\$ 15,296	\$ 12,216
- Arrears	3,307	7,887
	18,603	20,102
Less - allowance for uncollectibles	(518)	(518)
	18,085	19,585
<u>School</u>		
- Current	1,252	4,522
- Arrears	804	4,505
	2,056	9,027
Other - Oungre Memorial Regional Park	1,618	2,000
Total taxes and grants in lieu receivable	21,759	30,612
Deduct taxes receivable to be collected on behalf of other organizations	(3,674)	(11,027)
Total Taxes Receivable - Municipal	\$ 18,085	\$ 19,585

R.M. OF SOURIS VALLEY NO. 7

Notes to Financial Statements

As at December 31, 2020

4. Other Accounts Receivable

	<u>2020</u>	<u>2019</u>
Federal Government	\$ 21,723	\$ 10,527
Provincial government	10,896	9,076
Local government	-	-
Utility	-	-
Trade	5,199	26,502
Other	-	-
Total Other Accounts Receivable	37,818	46,105
Less: allowance for uncollectibles	-	-
Net Other Accounts Receivable	\$ 37,818	\$ 46,105

5. Land for Resale

	<u>2020</u>	<u>2019</u>
Tax Title Property	\$ 625	\$ 625
Allowance for market value adjustment	-	-
Net Tax Title Property	625	625
Land for Resale	-	-
Allowance for market value adjustment	-	-
Net Other Land	-	-
Total Land for Resale	\$ 625	\$ 625

6. Investments

	<u>2020</u>	<u>2019</u>
Long-term Investments		
Sask. Assoc. of Rural Municipalities - Self Insurance Fund	\$ 73,019	\$ 68,428
Radius Credit Union term deposit	7,649,640	3,541,744
Prairie Sky Co-operative Equity	500	500
Total Investments	\$ 7,723,159	\$ 3,610,672

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.

The Radius Credit Union term deposit is measured at cost. The term deposit consists of guaranteed investment certificates with an average interest rate of 1.87% (2019 - 1.55%), maturing between October 2022 to June 2024 (2019 - June 2023). It has been classified as long-term in accordance with the nature and intent of the investments.

Prairie Sky Co-op equity is recorded at cost.

7. Bank Indebtedness

At December 31, 2020, the Municipality had lines of credit totaling \$100,000 (2019 - \$100,000), bearing interest at 3.95% (2019 - 4.95%) per annum, none of which were drawn. The line of credit is secured by a general security agreement.

R.M. OF SOURIS VALLEY NO. 7

Notes to Financial Statements

As at December 31, 2020

8. Deferred Revenue

	<u>2020</u>	<u>2019</u>
Prepaid Taxes		
Balance, beginning of year	\$ -	\$ -
Add: Amount received during the year	9,158	-
Less: Amount recognized as revenue during the year	-	-
Balance, end of year	<u>9,158</u>	-
Gas Tax Funding		
Balance, beginning of year	-	-
Add: Amount received during the year	10,467	-
Less: Amount recognized as revenue during the year	-	-
Balance, end of year	<u>10,467</u>	-
Total Deferred Revenue	<u>\$ 19,625</u>	<u>\$ -</u>

9. Long-term Debt

The debt limit of the Municipality is \$3,740,413 (2019 - 3,426,612). 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. 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 \$26,254 (2019 - \$25,478). 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 financial statements. Rather, the plan is accounted for as a defined contribution plan where the contributions are expensed when made.

	<u>2020</u>	<u>2019</u>
<u>Details of MEPP</u>		
Number of active members	5	5
Member contribution rates (percentage of salary):		
Employee contribution - general members	9.00%	9.00%
Employer contribution - general members	9.00%	9.00%
Member contributions for the year	26,254	25,478
Employer contributions for the year	26,254	25,478
Financial position of the plan:		
Plan assets	***	2,819,222,000
Plan liabilities	***	2,160,754,000
Accounting pension surplus	<u>\$ -</u>	<u>\$ 658,468,000</u>

***2020 MEPP financial information not yet available.
2020 year's maximum pensionable amount (YMPE) \$58,700

R.M. OF SOURIS VALLEY NO. 7

Notes to Financial Statements

As at December 31, 2020

11. Commitments

The Municipality has made the following commitments:

A donation of \$150,000 to Radville & District Health Centre Foundation Inc. to be paid in installments of \$15,000 per year over 10 years. There are two years remaining on this commitment.

A donation of \$150,000 to Estevan Regional Nursing Home to be paid in installments of \$15,000 per year over 10 years. There are two years remaining on this commitment.

A donation of \$300,000 to Weyburn and District Hospital Foundation Inc. to be paid in installments of \$20,000 per year over 15 years. There are seven years remaining on this commitment.

On June 27, 2019, Council signed an agreement with the Province of Saskatchewan, the Rural Municipalities of Lake Alma, Laurier and Surprise Valley, for the rehabilitation of Highways 18 and 28. The four rural municipalities together are responsible for the lower of 25% of the project or \$7,407,250. The Rural Municipality of Souris Valley is responsible for their proportionate share (28%) of the lower of 25% or \$7,407,250. As of December 31, 2020 the first installment has been paid.

12. Budget Data

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

	<u>2020</u>
Budget surplus per Statement of Operations	462,110
Less: Capital expenditures	<u>(370,000)</u>
Approved budget	<u>\$ 92,110</u>

13. 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.

R.M. OF SOURIS VALLEY NO. 7

Schedule of Taxes and Other Unconditional Revenue

As at December 31, 2020

Schedule 1

	Budget 2020	2020	2019
TAXES			
General municipal tax levy	\$ 3,782,840	\$ 3,779,288	\$ 3,720,227
Abatements and adjustments	(22,600)	(27,100)	(22,618)
Discount on current year taxes	(177,820)	(182,743)	(177,825)
Net Municipal Taxes	3,582,420	3,569,445	3,519,784
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	3,620	1,352	3,625
Special tax levy	-	-	-
Other	-	-	-
Total Taxes	3,586,040	3,570,797	3,523,409
UNCONDITIONAL GRANTS			
Revenue Sharing	100,000	123,111	107,054
Organized Hamlet	-	-	-
Other	-	-	-
Total Unconditional Grants	100,000	123,111	107,054
GRANTS IN LIEU OF TAXES			
Federal	10,000	14,504	15,184
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
Transgas	-	-	-
Central Services	-	-	-
SaskTel	4,000	4,166	4,364
Other - Safe Restart	-	-	-
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty land Entitlement	-	-	-
Other	-	-	-
Other Government Transfers			
S.P.C. Surcharge	-	-	-
SaskEnergy Surcharge	-	-	-
Other	-	-	-
Total Grants in Lieu of Taxes	14,000	18,670	19,548
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 3,700,040	\$ 3,712,578	\$ 3,650,011

R.M. OF SOURIS VALLEY NO. 7

Schedule of Operating and Capital Revenue by Function

As at December 31, 2020

Schedule 2 - 1

	Budget 2020	2020	2019
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and charges	\$ 26,000	\$ 16,411	\$ 66,462
- Custom work	-	-	-
- Sales of supplies	1,830	507	2,361
- Other - Communities in Transition	10,000	11,598	11,598
Total Fees and Charges	37,830	28,516	80,421
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain (loss)	-	500	-
- Investment income and commissions	3,000	141,813	100,236
- Other	-	-	-
Total Other Segmented Revenue	40,830	170,829	180,657
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	40,830	170,829	180,657
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring revenue	-	-	-
Total General Government Services	40,830	170,829	180,657
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and charges	-	-	6,565
Total Fees and Charges	-	-	6,565
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	-	-	6,565
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	6,565
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring revenue	-	-	-
Total Protective Services	\$ -	\$ -	\$ 6,565

R.M. OF SOURIS VALLEY NO. 7

Schedule of Operating and Capital Revenue by Function

As at December 31, 2020

Schedule 2 - 2

	Budget 2020	2020	2019
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ 4,000	\$ 5,865	\$ 6,386
- Custom work	-	-	-
- Sales of supplies	-	-	-
- Road Maintenance and Restoration	-	-	-
Agreements	15,000	16,436	16,240
- Frontage	-	-	-
- Other	-	-	-
Total Fees and Charges	19,000	22,301	22,626
- Tangible capital asset sales - gain (loss)	-	(66,511)	41,101
- Other	-	-	-
Total Other Segmented Revenue	19,000	(44,210)	63,727
Conditional Grants			
- RIRG (CTP)	-	-	-
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	19,000	(44,210)	63,727
Capital			
Conditional Grants			
- Federal Gas Tax	12,000	15,552	31,449
- ICIP	-	-	-
- RIRG (Heavy Haul, CTP, Municipal Bridges)	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (MEEP)	-	42,256	-
Total Capital	12,000	57,808	31,449
Restructuring revenue	-	-	-
Total Transportation Services	31,000	13,598	95,176
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	-	-	-
- Waste and Disposal Fees	-	-	-
- Other	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other	5,000	16,841	27,635
Total Conditional Grants	5,000	16,841	27,635
Total Operating	5,000	16,841	27,635
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- ICIP	-	-	-
- TAPD	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring revenue	-	-	-
Total Environmental and Public Health Services	\$ 5,000	\$ 16,841	\$ 27,635

R.M. OF SOURIS VALLEY NO. 7

Schedule of Operating and Capital Revenue by Function

As at December 31, 2020

Schedule 2 - 3

	Budget 2020	2020	2019
PLANNING AND DEVELOPMENT SERVICES			
Operating			
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	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring revenue	-	-	-
Total Planning and Development Services	-	-	-
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenues			
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	-	17,538	-
Total Conditional Grants	-	17,538	-
Total Operating	-	17,538	-
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- ICIP	-	-	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring revenue	-	-	-
Total Recreation and Cultural Services	\$ -	\$ 17,538	\$ -

R.M. OF SOURIS VALLEY NO. 7

Schedule of Operating and Capital Revenue by Function

As at December 31, 2020

Schedule 2 - 4

	Budget 2020	2020	2019
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Water	8,500	12,965	10,781
- Sewer	-	-	-
- Other	-	-	-
Total Fees and Charges	8,500	12,965	10,781
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	8,500	12,965	10,781
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	8,500	12,965	10,781
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- ICIP	-	-	-
- New Building Canada Fund (NCF, NRP)	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring revenue	-	-	-
Total Utility Services	8,500	12,965	10,781
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 85,330	\$ 231,771	\$ 320,814

SUMMARY

Total Other Segmented Revenue	\$ 68,330	\$ 139,584	\$ 261,730
Total Conditional Grants	5,000	34,379	27,635
Total Capital Grants and Contributions	12,000	57,808	31,449
Restructuring Revenue	-	-	-
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 85,330	\$ 231,771	\$ 320,814

R.M. OF SOURIS VALLEY NO. 7

Total Expenses by Function

As at December 31, 2020

Schedule 3 - 1

	Budget 2020	2020	2019
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 48,800	\$ 40,930	\$ 47,496
Wages and benefits	154,100	136,513	144,910
Professional/Contractual services	50,700	40,996	42,935
Utilities	11,200	6,710	6,436
Maintenance, materials and supplies	34,000	30,073	21,487
Grants and contributions			
- operating	2,500	14,750	2,300
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance For Uncollectibles	-	-	(134)
Other	17,000	18,153	26,821
General Government Services	318,300	288,125	292,251
Restructuring	-	-	-
Total General Government Services	318,300	288,125	292,251
PROTECTIVE SERVICES			
Police Protection			
Wages and benefits	-	-	-
Professional/Contractual Services	12,000	11,993	11,576
Utilities	-	-	-
Maintenance, materials and supplies	-	-	-
Grants and contributions			
- Operating	-	-	-
- Capital	-	-	-
Other	-	-	-
Fire Protection			
Wages and benefits	-	-	-
Professional/Contractual Services	1,500	6,742	311
Utilities	1,600	-	125
Maintenance, materials and supplies	15,500	6,918	27,711
Grants and contributions			
- Operating	-	-	-
- Capital	-	-	-
Amortization	-	20,365	10,209
Interest	-	-	-
Other	-	-	-
Protective Services	30,600	46,018	49,932
Restructuring	-	-	-
Total Protective Services	30,600	46,018	49,932
TRANSPORTATION SERVICES			
Wages and Benefits	493,200	401,395	396,451
Professional/Contractual Services	787,000	784,062	105,621
Utilities	17,000	12,693	15,107
Maintenance, materials and supplies	265,500	185,500	241,831
Gravel	1,002,000	74,595	539,245
Grants and contributions			
- Operating	-	-	-
- Capital	-	-	-
Amortization	200,000	215,916	234,497
Interest	-	-	-
Other	-	-	-
Transportation Services	2,764,700	1,674,161	1,532,752
Restructuring	-	-	-
Total Transportation Services	\$ 2,764,700	\$ 1,674,161	\$ 1,532,752

R.M. OF SOURIS VALLEY NO. 7

Total Expenses by Function

As at December 31, 2020

Schedule 3 - 2

	Budget 2020	2020	2019
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and Benefits	\$ -	\$ -	\$ -
Professional/Contractual Services	126,000	101,004	84,995
Utilities	-	-	-
Maintenance, materials and supplies	2,000	3,131	1,701
Grants and contributions			
- Operating	2,500	7,500	5,000
Waste disposal	-	-	-
Public Health	55,000	50,000	50,000
- Capital	-	-	-
Waste disposal	-	-	-
Public Health	460	660	465
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Environmental and Public Health Services	185,960	162,295	142,161
Restructuring	-	-	-
Total Environmental and Public Health Services	185,960	162,295	142,161
PLANNING AND DEVELOPMENT SERVICES			
Wages and Benefits	-	-	-
Professional/Contractual Services	-	-	-
Grants and contributions			
- Operating	-	-	-
- Capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Planning and Development Services	-	-	-
Restructuring	-	-	-
Total Planning and Development Services	-	-	-
RECREATION AND CULTURAL SERVICES			
Wages and Benefits	-	-	-
Professional/Contractual Services	10,000	9,410	9,610
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions			
- Operating	-	-	-
- Capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other	-	5,000	-
Recreation and Cultural Services	10,000	14,410	9,610
Restructuring	-	-	-
Total Recreation and Cultural Services	\$ 10,000	\$ 14,410	\$ 9,610

R.M. OF SOURIS VALLEY NO. 7

Total Expenses by Function

As at December 31, 2020

Schedule 3 - 3

	Budget 2020	2020	2019
UTILITY SERVICES			
Wages and Benefits	\$ -	\$ -	\$ -
Professional/Contractual Services	-	-	-
Utilities	11,500	10,372	10,238
Maintenance, materials and supplies	-	-	-
Grants and contributions			
- Operating	-	-	-
- Capital	-	-	-
Amortization	-	4,574	4,574
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other	2,200	1,900	1,892
Utility Services	13,700	16,846	16,704
Restructuring	-	-	-
Total Utility Services	13,700	16,846	16,704
TOTAL EXPENSES BY FUNCTION	\$ 3,323,260	\$ 2,201,855	\$ 2,043,410

R.M. OF SOURIS VALLEY NO. 7

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
Revenues (Schedule 2)								
Fees and Charges	\$ 28,516	\$ -	\$ 22,301	\$ -	\$ -	\$ -	\$ 12,965	\$ 63,782
Tangible Capital Asset Sales - Gain (Loss)	-	-	(66,511)	-	-	-	-	(66,511)
Land Sales - Gain (Loss)	500	-	-	-	-	-	-	500
Investment Income and Commissions	141,813	-	-	-	-	-	-	141,813
Other Revenues	-	-	-	-	-	-	-	-
Grants - Conditional	-	-	-	16,841	-	17,538	-	34,379
- Capital	-	-	57,808	-	-	-	-	57,808
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	170,829	-	13,598	16,841	-	17,538	12,965	231,771
Expenses (Schedule 3)								
Wages and Benefits	177,443	-	401,395	-	-	-	-	578,838
Professional/Contractual Services	40,996	18,735	784,062	101,004	-	9,410	-	954,207
Utilities	6,710	-	12,693	-	-	-	10,372	29,775
Maintenance Material and Supplies	30,073	6,918	260,095	3,131	-	-	-	300,217
Grants and Contributions	14,750	-	-	58,160	-	-	-	72,910
Amortization	-	20,365	215,916	-	-	-	4,574	240,855
Interest	-	-	-	-	-	-	-	-
Allowance for Uncollectibles	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	18,153	-	-	-	-	5,000	1,900	25,053
Total Expenses	288,125	46,018	1,674,161	162,295	-	14,410	16,846	2,201,855
Surplus (Deficit) by Function	(117,296)	(46,018)	(1,660,563)	(145,454)	-	3,128	(3,881)	(1,970,084)
Taxes and other unconditional revenue (Schedule 1)								<u>3,712,578</u>
Net Surplus (Deficit)								<u>\$ 1,742,494</u>

See notes to financial statements

R.M. OF SOURIS VALLEY NO. 7

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
Revenues (Schedule 2)								
Fees and Charges	\$ 80,421	\$ 6,565	\$ 22,626	\$ -	\$ -	\$ -	\$ 10,781	\$ 120,393
Tangible Capital Asset Sales - Gain (Loss)	-	-	41,101	-	-	-	-	41,101
Land Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Investment Income and Commissions	100,236	-	-	-	-	-	-	100,236
Other Revenues	-	-	-	-	-	-	-	-
Grants - Conditional	-	-	-	27,635	-	-	-	27,635
- Capital	-	-	31,449	-	-	-	-	31,449
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	180,657	6,565	95,176	27,635	-	-	10,781	320,814
Expenses (Schedule 3)								
Wages and Benefits	192,406	-	396,451	-	-	-	-	588,857
Professional/Contractual Services	42,935	11,887	105,621	84,995	-	9,610	-	255,048
Utilities	6,436	125	15,107	-	-	-	10,238	31,906
Maintenance Material and Supplies	21,487	27,711	781,076	1,701	-	-	-	831,975
Grants and Contributions	2,300	-	-	55,465	-	-	-	57,765
Amortization	-	10,209	234,497	-	-	-	4,574	249,280
Interest	-	-	-	-	-	-	-	-
Allowance for Uncollectibles	(134)	-	-	-	-	-	-	(134)
Restructurings	-	-	-	-	-	-	-	-
Other	26,821	-	-	-	-	-	1,892	28,713
Total Expenses	292,251	49,932	1,532,752	142,161	-	9,610	16,704	2,043,410
Surplus (Deficit) by Function	(111,594)	(43,367)	(1,437,576)	(114,526)	-	(9,610)	(5,923)	(1,722,596)
Taxes and other unconditional revenue (Schedule 1)								<u>3,650,011</u>
Net Surplus (Deficit)								<u>\$ 1,927,415</u>

See notes to financial statements

R.M. OF SOURIS VALLEY NO. 7

Schedule of Tangible Capital Assets by Object

As at December 31, 2020

Schedule 6

	2020								2019 Total
	General Assets					Infrastructure Assets	General/ Infrastructure	Total	
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets	Assets Under Construction		
Asset cost									
Opening Asset costs	\$ 958	\$ -	\$ 384,279	\$ -	\$ 2,070,873	\$ 3,964,972	\$ -	\$ 6,421,082	\$ 6,092,103
Additions during the year	-	-	-	-	541,554	-	-	541,554	328,979
Disposals and write-downs during the year	-	-	-	-	(327,517)	-	-	(327,517)	-
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-
Closing Asset Costs	958	-	384,279	-	2,284,910	3,964,972	-	6,635,119	6,421,082
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	-	-	82,803	-	671,078	766,132	-	1,520,013	1,270,733
Add: Amortization acquired from amalgamation	-	-	-	-	-	-	-	-	-
Add: Amortization taken	-	-	8,261	-	141,844	90,750	-	240,855	249,280
Less: Accumulated amortization on disposals	-	-	-	-	(131,006)	-	-	(131,006)	-
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-
Closing Accumulated Amortization Costs	-	-	91,064	-	681,916	856,882	-	1,629,862	1,520,013
Net Book Value	\$ 958	\$ -	\$ 293,215	\$ -	\$ 1,602,994	\$ 3,108,090	\$ -	\$ 5,005,257	\$ 4,901,069

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

R.M. OF SOURIS VALLEY NO. 7

Schedule of Tangible Capital Assets by Function

As at December 31, 2020

Schedule 7

	2020							Total	2019 Total
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer		
Asset cost									
Opening Asset costs	\$ -	\$ 362,086	\$ 5,867,919	\$ 1	\$ -	\$ -	\$ 191,076	\$ 6,421,082	\$ 6,092,103
Additions during the year	-	-	541,554	-	-	-	-	541,554	328,979
Disposals and write-downs during the year	-	-	(327,517)	-	-	-	-	(327,517)	-
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-
Closing Asset Costs	-	362,086	6,081,956	1	-	-	191,076	6,635,119	6,421,082
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	-	62,894	1,371,418	-	-	-	85,701	1,520,013	1,270,733
Add: Amortization acquired from amalgamation	-	-	-	-	-	-	-	-	-
Add: Amortization taken	-	20,365	215,916	-	-	-	4,574	240,855	249,280
Less: Accumulated amortization on disposals	-	-	(131,006)	-	-	-	-	(131,006)	-
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-
Closing Accumulated Amortization Costs	-	83,259	1,456,328	-	-	-	90,275	1,629,862	1,520,013
Net Book Value	\$ -	\$ 278,827	\$ 4,625,628	\$ 1	\$ -	\$ -	\$ 100,801	\$ 5,005,257	\$ 4,901,069

See notes to financial statements

R.M. OF SOURIS VALLEY NO. 7

Schedule of Accumulated Surplus

As at December 31, 2020

Schedule 8

	2019	Changes	2020
UNAPPROPRIATED SURPLUS	\$ 7,306,960	\$ 1,638,306	\$ 8,945,266
APPROPRIATED RESERVES			
Machinery and Equipment	1,994	-	1,994
Public Reserve	794,638	-	794,638
Capital Trust	-	-	-
Utility	-	-	-
Total Appropriated	796,632	-	796,632
ORGANIZED HAMLETS			
Organized Hamlet of Oungre	4,779	-	4,779
Special Service Area - Tribune	52,862	-	52,862
Total Organized Hamlets	57,641	-	57,641
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6, 7)	4,901,069	104,188	5,005,257
Less: Related debt	-	-	-
Net Investment in Tangible Capital Assets	4,901,069	104,188	5,005,257
Total Accumulated Surplus	\$ 13,062,302	\$ 1,742,494	\$ 14,804,796

R.M. OF SOURIS VALLEY NO. 7
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)	
Taxable Assessment	\$ 98,446,325	\$ 6,985,738	\$ -	\$ -	\$ 104,275,975	\$ -	\$ 209,708,038
Regional Park Assessment	-	-	-	-	-	-	-
Total Assessment	98,446,325	6,985,738	-	-	104,275,975	-	209,708,038
Mill Rate Factor(s)	1.0000	0.5000	-	-	4.2000	-	-
Total Base/Minimum Tax (generated for each property class)	-	-	-	-	-	-	-
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 689,124	\$ 24,450	\$ -	\$ -	\$ 3,065,714	\$ -	\$ 3,779,288

MILL RATES:

Average Municipal *
 Average School
 Potash Mill Rate
 Uniform Municipal Mill Rate

MILLS
18.0217
5.5894
-
7.0000

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

R.M. OF SOURIS VALLEY NO. 7

Schedule of Council Remuneration

As at December 31, 2020

Schedule 10

	Name	Remuneration	Reimbursed Costs	Total
Reeve	Glenn Walkeden	\$ 9,150	\$ 1,401	\$ 10,551
Councillor	Curtis Forrester	2,550	121	2,671
Councillor	James Joice	5,100	577	5,677
Councillor	Rick Chapman	5,650	657	6,307
Councillor	Kevin Skjerdal	700	42	742
Councillor	Garry Kuntz	1,050	23	1,073
Councillor	Mervin Hutt	4,450	430	4,880
Councillor	Robert Forrester	2,200	101	2,301
Councillor	Larry Skjerdal	4,550	545	5,095
Total		\$ 35,400	\$ 3,897	\$ 39,297