

Rural Municipality of St. Peter No. 369

Financial Statements

December 31, 2020

Rural Municipality of St. Peter No. 369

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For the year ended December 31, 2020

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Management's Responsibility

To the Ratepayers of the Rural Municipality of St. Peter No. 369:

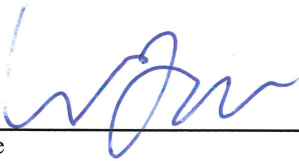
Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial statements.

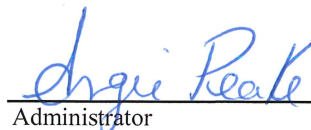
Council is composed entirely of council members who are neither management nor employees of the Municipality. Council is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the annual financial statements. Council fulfils these responsibilities by reviewing the financial information and discussing relevant matters with management. Council is also responsible for the appointment of the Municipality's external auditors.

MNP LLP is appointed by 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 with both management and Council to discuss their audit findings.

June 3, 2021



Reeve



Administrator

Independent Auditor's Report

To the Reeve and Councillors of the Rural Municipality of St. Peter No. 369:

Opinion

We have audited the financial statements of the Rural Municipality of St. Peter No. 369 (the "Municipality"), which comprise the statement of financial position as at December 31, 2020, and the statements of operations, changes in net financial assets, cash flows and the related schedules 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 the results of its operations, changes in its net financial assets 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Municipality in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter - Comparative Information

As part of our audit of the financial statements of the Municipality for the year ended December 31, 2020, we also audited the adjustments described in Note 15 that were applied to restate the financial statements for the year ended December 31, 2019. In our opinion, such adjustments are appropriate and have been properly applied.

Responsibilities of Management, Reeve, and Council for the Financial Statements

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

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

The Reeve and council are responsible for overseeing the Municipality's financial reporting process.

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 the Reeve and council 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.

Humboldt, Saskatchewan

June 3, 2021

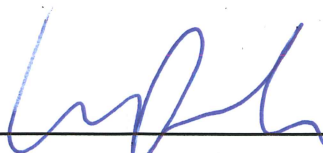
MNP LLP

Chartered Professional Accountants

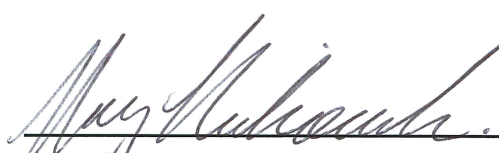
Rural Municipality of St. Peter No. 369
Statement of Financial Position
As at December 31, 2020

Statement 1

	2020	2019
<i>(restated - Note 15)</i>		
ASSETS		
Financial Assets		
Cash and Temporary Investments (Note 2)	626,079	874,135
Taxes Receivable - Municipal (Note 3)	133,720	153,883
Other Accounts Receivable (Note 4)	17,805	50,426
Land For Resale (Note 5)	-	-
Long-Term Investments (Note 6)	1,194,377	1,155,471
Total Financial Assets	1,971,981	2,233,915
LIABILITIES		
Accounts Payable	197,916	156,758
Accrued Liabilities Payable	4,273	6,498
Deferred Revenue (Note 8)	26,108	-
Long-Term Debt (Note 9)	559,749	541,389
Total Liabilities	788,046	704,645
NET FINANCIAL ASSETS	1,183,935	1,529,270
Non-Financial Assets		
Tangible Capital Assets (Schedule 6,7)	4,156,236	3,560,622
Prepayments and Deferred Charges	40	365
Stock and Supplies	661,252	478,933
Total Non-Financial Assets	4,817,528	4,039,920
Accumulated Surplus (Schedule 8)	6,001,463	5,569,190



Reeve



Councillor

Rural Municipality of St. Peter No. 369
Statement of Operations
For the year ended December 31, 2020

Statement 2

	2020 Budget	2020	2019
			(restated - Note 15)
Revenues			
Taxes and Other Unconditional Revenue (Schedule 1)	1,894,347	1,918,419	1,876,166
Fees and Charges (Schedule 4, 5)	53,200	69,650	67,602
Conditional Grants (Schedule 4, 5)	33,585	73,350	33,922
Tangible Capital Asset Sales - Gain (Loss) (Schedule 4, 5)	-	(10,850)	18,565
Land Sales - Loss (Schedule 4, 5)	-	-	(5,045)
Investment Income and Commissions (Schedule 4, 5)	36,000	47,241	41,580
Other Revenues (Schedule 4, 5)	5,000	5,500	8,392
Total Revenues	2,022,132	2,103,310	2,041,182
Expenses			
General Government Services (Schedule 3)	235,374	232,354	206,331
Protective Services (Schedule 3)	78,200	105,689	67,117
Transportation Services (Schedule 3)	1,400,101	1,409,174	1,447,119
Environmental and Public Health Services (Schedule 3)	47,191	41,765	39,378
Recreation and Cultural Services (Schedule 3)	11,957	11,957	11,764
Total Expenses	1,772,823	1,800,939	1,771,709
Surplus of Revenues over Expenses before Other Capital Contributions	249,309	302,371	269,473
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	45,607	129,902	97,774
Surplus of Revenues over Expenses	294,916	432,273	367,247
Accumulated Surplus, Beginning of Year, as previously stated	5,935,153	5,935,153	5,519,037
Correction of errors (Note 15)	(365,963)	(365,963)	(317,094)
Accumulated Surplus, Beginning of Year, as restated	5,569,190	5,569,190	5,201,943
Accumulated Surplus, End of Year	5,864,106	6,001,463	5,569,190

Rural Municipality of St. Peter No. 369
Statement of Change in Net Financial Assets
For the year ended December 31, 2020

Statement 3

	2020 Budget	2020	2019
			<i>(restated - Note 15)</i>
Surplus	294,916	432,273	367,247
Acquisition of tangible capital assets	(25,000)	(934,783)	(72,347)
Amortization of tangible capital assets	259,764	258,319	263,893
Proceeds on disposal of tangible capital assets	-	70,000	18,565
Loss (gain) on the disposal of tangible capital assets	-	10,850	(18,565)
Surplus (Deficit) of capital expenses over expenditures	234,764	(595,614)	191,546
Acquisition of supplies inventory	-	(182,319)	(30,492)
Use (acquisition) of prepaid expense	-	325	(241)
Deficit of expenses of other non-financial over expenditures	-	(181,994)	(30,733)
Increase (Decrease) in Net Financial Assets	529,680	(345,335)	528,060
Net Financial Assets - Beginning of Year	1,529,270	1,529,270	1,001,210
Net Financial Assets - End of Year	2,058,950	1,183,935	1,529,270

Rural Municipality of St. Peter No. 369
Statement of Cash Flow
For the year ended December 31, 2020

Statement 4

	2020	2019
Cash provided by (used for) the following activities		<i>(restated - Note 15)</i>
Operating:		
Surplus	432,273	367,247
Amortization	258,319	263,893
(Gain) Loss on disposal of tangible capital assets	10,850	(18,565)
	701,442	612,575
Change in assets/liabilities		
Taxes Receivable - Municipal	20,163	23,720
Other Accounts Receivable	32,621	(19,395)
Land for Resale	-	31,497
Accounts and Accrued Liabilities Payable	38,933	(20,852)
Deferred Revenue	26,108	-
Stock and Supplies for Use	(182,319)	(30,492)
Prepayments and Deferred Charges	325	(241)
Net cash from operations	637,273	596,812
Capital:		
Acquisition of capital assets	(934,783)	(72,347)
Proceeds from the disposal of capital assets	70,000	18,565
Net cash used for capital	(864,783)	(53,782)
Investing:		
Net change in long-term investments	(38,906)	(522,001)
Net cash used for investing	(38,906)	(522,001)
Financing:		
Long-term debt issued	410,700	-
Long-term debt repaid	(392,340)	(199,654)
Net cash from (used for) financing	18,360	(199,654)
Decrease in cash resources	(248,056)	(178,625)
Cash and Investments - Beginning of Year	874,135	1,052,760
Cash and Investments - End of Year	626,079	874,135

The accompanying notes are an integral part of these financial statements

Rural Municipality of St. Peter No. 369
Notes to the Financial Statements
For the year ended December 31, 2020

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:

- a) **Basis of Accounting:** The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting requires revenue to be recognized as they become available and measurable and expenses are recognized as they are incurred and measurable as a result of the receipt of goods and services and the creation of a legal obligation to pay.
- b) **Reporting Entity:** The financial statements consolidate the assets, liabilities and flow of resources of the Municipality. The entity is comprised of all of the organizations that are owned or controlled by the Municipality and are, therefore, accountable to Council for the administration of their financial affairs and resources. For the purposes of the financial statements of the Municipality, there are no additional organizations that require consolidation.
- c) **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. The amounts collected are disclosed in Note 3.
- d) **Government Transfers:** Government transfers are the transfer of assets from senior levels of government that are not 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 transfer is authorized;
 - b) eligibility criteria have been met; and
 - c) a reasonable estimate of the amount can be made.

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.
- e) **Deferred Revenue:** Fees and charges: Certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred or services performed.
- f) **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 operate as a flow through and are excluded from municipal revenue.

1. Significant accounting policies - continued

- j) **Investments:** Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment. Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment. The long term investment in the Saskatchewan Association of Rural Municipalities - Self insurance fund is accounted for on the 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 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 tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The cost of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. The Municipality's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	15 Yrs
Buildings	40 Yrs
Vehicles & Equipment	
Vehicles	10 Yrs
Machinery and Equipment	5 to 20 Yrs
Infrastructure Assets	
Infrastructure Assets	15 to 50 Yrs
Water & Sewer	40 Yrs
Road Network Assets	15 to 50 Yrs

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.

- m) **Employee Benefit Plans:** Contributions to the Municipality's defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the Municipality's obligations are limited to their contributions.
- n) **Measurement Uncertainty:** The preparation of financial statements in conformity with 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 management estimates of volume and quality.

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.

1. Significant accounting policies - continued

- o) **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: Protective services 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 expenses related 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, collecting and treating of wastewater and providing collection and disposal of solid waste.

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

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

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

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

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

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

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

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

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

Rural Municipality of St. Peter No. 369

Notes to the Financial Statements

For the year ended December 31, 2020

	2020	2019
2. Cash and Temporary Investments		
Cash	496,853	414,179
Temporary Investments	129,226	459,956
Total Cash and Temporary Investments	626,079	874,135

Cash and temporary investments include balances with banks, term deposits and short-term investments with maturities of three months or less.

3. Taxes and Grants in Lieu Receivable

Municipal - Current	61,499	74,197
- Arrears	72,221	79,686
	133,720	153,883
- Less Allowance for Uncollectibles	-	-
Total municipal taxes receivable	133,720	153,883
School - Current	18,658	21,881
- Arrears	4,134	7,141
Total school taxes receivable	22,792	29,022
Other - Current	2,476	15,398
- Arrears	257	146
Total other taxes receivable	2,733	15,544
Total taxes and grants in lieu receivable	159,245	198,449
Deduct taxes receivable to be collected on behalf of other organizations	(25,525)	(44,566)
Municipal and Grants in Lieu Taxes Receivable	133,720	153,883

4. Other Accounts Receivable

Federal government	10,538	10,961
Provincial government	-	29,000
Trade	689	3,774
Other receivable - accrued interest	6,578	6,691
Total Other Accounts Receivable	17,805	50,426
Less Allowance for Uncollectibles	-	-
Net Other Accounts Receivable	17,805	50,426

5. Land for Resale

Tax Title Property	-	-
Allowance for market value adjustment	-	-
Deduct portion due to other tax authority (school)	-	-
Total Land for Resale	-	-

Rural Municipality of St. Peter No. 369
Notes to the Financial Statements
For the year ended December 31, 2020

	2020	2019
6. Long-Term Investments		
Sask. Association of Rural Municipalities - Self Insurance Fund	114,210	107,033
St. Gregor Credit Union Equity	6,494	5,278
Co-operative Equity	28,122	28,119
St. Gregor Credit Union Term Deposits	1,045,551	1,015,041
Long-Term Investments	1,194,377	1,155,471

7. Bank Indebtedness

The Municipality has a line of credit available to a maximum of \$250,000, bearing interest at 5.00%, of which \$nil was drawn as of December 31, 2020 (2019 - \$nil).

8. Deferred Revenue

Municipal Economic Enhancement Program	26,108	-
Total Deferred Revenue	26,108	-

9. Long-Term Debt

The debt limit of the Municipality is \$1,654,401. 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)).

Transportation Services: St. Gregor Credit Union loan repaid during the year.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2020				166,862
2021	-	-	-	-
Balance	-	-	-	166,862

Transportation Services: St. Gregor Credit Union loan payable in annual instalments of \$137,300, including interest at 3.99%, due October 1, 2022. Secured by three John Deere Graders with a combined net book value of \$825,880 at December 31, 2020.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2020				122,356
2021	127,238	10,062	137,300	127,238
2022	124,943	4,978	129,921	124,933
Balance	252,181	15,040	267,221	374,527

Transportation Services: St. Gregor Credit Union loan payable in annual instalments of \$111,787, including interest at 3.49%, due November 1, 2023. Secured by two John Deere Rock Trucks with a combined net book value of \$392,200 at December 31, 2020 and funds on deposit.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2020				-
2021	101,053	10,734	111,787	-
2022	104,580	7,207	111,787	-
2023	101,935	3,552	105,487	-
Balance	307,568	21,493	329,061	-

Total Long-Term Debt	559,749	36,533	596,282	541,389
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Rural Municipality of St. Peter No. 369
Notes to the Financial Statements
For the year ended December 31, 2020

10. Contingent Liabilities

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

The Municipality, together with a number of other rural and urban municipalities, is a member of the Regional Authority of Carlton Trail - Waste Management District Ltd. ("REACT"). REACT is governed by the Department of Saskatchewan Environment and Resource Management ("SERM") and is responsible for waste collection, landfill operations and future site restoration costs. Expenditures that relate to on-going environmental and reclamation programs are charged against revenues as incurred. Future site restoration costs are recognized based on assumptions, engineering studies and estimates to the costs of future removal and site restoration. Changes to the underlying assumptions or legislative change in the future could have a material impact on the financial statements. As these costs are not readily determinable, the Municipality has not provided for future site restoration costs.

11. Commitment

During 2018, the Municipality entered into an agreement with the LeRoy Leisureland Regional Park Authority to aid in funding of the operation and capital improvements of the Park. The Municipality committed to \$1,560 per year for 5 years, commencing in 2018.

12. Budget

On April 6, 2020, the Council approved its operating budget on planned expenses relating to the current year funding and other current year sources of revenue.

13. Pension Plan

The Municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality pension expense in 2020 was \$36,644 (2019 - \$35,973). 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.

14. Significant Event

During the year, there was a global outbreak of COVID-19 (coronavirus), which has had a significant impact on businesses through the restrictions put in place by the Canadian, provincial and municipal governments regarding travel, business operations and isolation/quarantine orders. At this time, it is unknown the extent of the impact the COVID-19 outbreak may have on the Municipality as this will depend on future developments that are highly uncertain and that cannot be predicted with confidence. These uncertainties arise from the inability to predict the ultimate geographic spread of the disease, and the duration of the outbreak, including the duration of travel restrictions, business closures or disruptions, and quarantine/isolation measures that are currently, or may be put, in place by Canada and other countries to fight the virus.

15. Correction of Errors

During the year, it was identified that gravel inventory of prior years was incorrectly overstated in the amount of \$338,401. In order to correct this error, the 2019 financial statements have been restated to decrease stock and supplies by \$338,401, increase gravel expense (transportation services) by \$48,869, decrease revenues over expenses by \$48,869, decrease 2019 opening accumulated surplus by \$289,532 and decrease 2020 opening accumulated surplus by \$338,401.

During the year, it was identified that opening accumulated amortization cost was understated in the amount of \$27,562. In order to correct this error, the 2019 financial statements have been restated to decrease tangible capital assets by \$27,562, increase opening accumulated amortization costs - machinery and equipment by \$27,562, decrease 2019 opening accumulated surplus by \$27,562 and decrease 2020 opening accumulated surplus by \$27,562.

16. Comparative Figures

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

Rural Municipality of St. Peter No. 369
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	1,610,000	1,608,785	1,592,160
Abatements and adjustments	-	(10,961)	-
Discount on current year taxes	(65,000)	(68,551)	(65,328)
Net Municipal Taxes	1,545,000	1,529,273	1,526,832
Penalties on tax arrears	15,000	8,601	9,995
Total Taxes	1,560,000	1,537,874	1,536,827

UNCONDITIONAL GRANTS

Equalization (Revenue Sharing)	332,682	332,763	337,670
Safe Restart	-	46,113	-
Total Unconditional Grants	332,682	378,876	337,670

GRANTS IN LIEU OF TAXES

Provincial

SaskTel	1,665	1,669	1,669
Total Grants in Lieu of Taxes	1,665	1,669	1,669

TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	1,894,347	1,918,419	1,876,166
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Rural Municipality of St. Peter No. 369
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	-	1,285	282
- Other (Tax certificate fees)	500	450	450
Total Fees and Charges	500	1,735	732
- Investment income and commissions	36,000	47,241	41,580
- Land sales - loss	-	-	(5,045)
- Other	5,000	5,500	8,392
Total Other Segmented Revenue	41,500	54,476	45,659
Total Operating	41,500	54,476	45,659
Total General Government Services	41,500	54,476	45,659

PROTECTIVE SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Other (Fire fees)	8,000	12,947	11,684
Total Fees and Charges	8,000	12,947	11,684
Total Other Segmented Revenue	8,000	12,947	11,684
Conditional Grants			
- Local government	-	11,413	-
- Municipal Economic Enhancement Program	-	23,502	-
Total Conditional Grants	-	34,915	-
Total Operating	8,000	47,862	11,684
Total Protective Services	8,000	47,862	11,684

TRANSPORTATION SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Custom work	35,000	46,598	37,185
- Sales of supplies	7,500	6,082	15,801
- Other fees and charges	1,000	1,088	1,000
- Rental	1,200	1,200	1,200
Total Fees and Charges	44,700	54,968	55,186
- Tangible capital asset sales - gain (loss)	-	(10,850)	18,565
Total Other Segmented Revenue	44,700	44,118	73,751
Conditional Grants			
- Clearing the Path	29,000	33,390	29,000
Total Conditional Grants	29,000	33,390	29,000
Total Operating	73,700	77,508	102,751

Capital

Conditional Grants			
- Gas Tax	45,607	68,411	97,774
- Municipal Economic Enhancement Program	-	61,491	-
Total Capital	45,607	129,902	97,774
Total Transportation Services	119,307	207,410	200,525

Rural Municipality of St. Peter No. 369
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2020

Schedule 2 - 2

	2020 Budget	2020	2019
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Conditional Grants			
- Provincial government	4,585	5,045	4,922
Total Conditional Grants	4,585	5,045	4,922
Total Operating	4,585	5,045	4,922
Total Environmental and Public Health Services	4,585	5,045	4,922

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	173,392	314,793	262,790
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SUMMARY

Total Other Segmented Revenue	94,200	111,541	131,094
Total Conditional Grants	33,585	73,350	33,922
Total Capital Grants and Contributions	45,607	129,902	97,774
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	173,392	314,793	262,790

Rural Municipality of St. Peter No. 369

Schedule of Expenses by Function

For the year ended December 31, 2020

Schedule 3 - 1

	2020 Budget	2020	2019
			<i>(restated - Note 15)</i>
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	60,000	53,792	51,202
Wages and benefits	79,012	80,276	74,947
Professional/Contractual services	71,054	64,885	59,671
Utilities	10,500	9,427	9,988
Maintenance, materials and supplies	4,500	8,015	4,380
Grants and contributions - operating	3,000	7,496	2,996
Amortization	308	347	347
Other (Computer support, office cleaning)	7,000	8,116	2,800
Total Government Services	235,374	232,354	206,331

PROTECTIVE SERVICES

Police protection

Professional/Contractual services	40,000	37,231	35,937
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Fire protection

Professional/Contractual services	25,000	55,200	12,696
Grants and contributions - operating	13,200	13,258	18,484

Total Protective Services	78,200	105,689	67,117
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TRANSPORTATION SERVICES

Wages and benefits	545,045	516,143	511,553
Professional/Contractual Services	55,500	63,553	145,528
Utilities	2,400	2,425	2,399
Maintenance, materials, and supplies	307,700	337,226	279,015
Gravel	200,000	206,297	218,868
Amortization	259,456	257,972	263,546
Interest	30,000	25,558	26,210

Total Transportation Services	1,400,101	1,409,174	1,447,119
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Rural Municipality of St. Peter No. 369

Schedule of Expenses by Function

For the year ended December 31, 2020

Schedule 3 - 2

		2020 Budget	2020	2019
(restated - Note 15)				
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES				
	Wages and benefits	-	-	-
	Professional/Contractual services	43,191	37,665	35,378
	Grants and contributions - operating	4,000	4,100	4,000
Total Environmental and Public Health Services		47,191	41,765	39,378
RECREATION AND CULTURAL SERVICES				
	Grants and contributions - operating	11,957	11,957	11,764
Total Recreation and Cultural Services		11,957	11,957	11,764
TOTAL EXPENSES BY FUNCTION		1,772,823	1,800,939	1,771,709

Rural Municipality of St. Peter No. 369
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	1,735	12,947	54,968	-	-	-	-	69,650
Tangible Capital Asset Sales - Gain (Loss)	-	-	(10,850)	-	-	-	-	(10,850)
Land Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Investment Income and Commissions	47,241	-	-	-	-	-	-	47,241
Other Revenues	5,500	-	-	-	-	-	-	5,500
Grants - Conditional	-	34,915	33,390	5,045	-	-	-	73,350
- Capital	-	-	129,902	-	-	-	-	129,902
Total revenues	54,476	47,862	207,410	5,045	-	-	-	314,793
Expenses (Schedule 3)								
Wages & Benefits	134,068	-	516,143	-	-	-	-	650,211
Professional/Contractual Services	64,885	92,431	63,553	37,665	-	-	-	258,534
Utilities	9,427	-	2,425	-	-	-	-	11,852
Maintenance Materials and Supplies	8,015	-	543,523	-	-	-	-	551,538
Grants and Contributions	7,496	13,258	-	4,100	-	11,957	-	36,811
Amortization	347	-	257,972	-	-	-	-	258,319
Interest	-	-	25,558	-	-	-	-	25,558
Allowance for Uncollectibles	-	-	-	-	-	-	-	-
Other	8,116	-	-	-	-	-	-	8,116
Total expenses	232,354	105,689	1,409,174	41,765	-	11,957	-	1,800,939
Deficit by Function	(177,878)	(57,827)	(1,201,764)	(36,720)	-	(11,957)	-	(1,486,146)
Taxation and other unconditional revenue (Schedule 1)								1,918,419
Net Surplus								432,273

Rural Municipality of St. Peter No. 369
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
								<i>(restated - Note 15)</i>
Revenues (Schedule 2)								
Fees and Charges	732	11,684	55,186	-	-	-	-	67,602
Tangible Capital Asset Sales - Gain (Loss)	-	-	18,565	-	-	-	-	18,565
Land Sales - Gain (Loss)	(5,045)	-	-	-	-	-	-	(5,045)
Investment Income and Commissions	41,580	-	-	-	-	-	-	41,580
Other Revenues	8,392	-	-	-	-	-	-	8,392
Grants - Conditional	-	-	29,000	4,922	-	-	-	33,922
- Capital	-	-	97,774	-	-	-	-	97,774
Total revenues	45,659	11,684	200,525	4,922	-	-	-	262,790
Expenses (Schedule 3)								
Wages & Benefits	126,149	-	511,553	-	-	-	-	637,702
Professional/Contractual Services	59,671	48,633	145,528	35,378	-	-	-	289,210
Utilities	9,988	-	2,399	-	-	-	-	12,387
Maintenance Materials and Supplies	4,380	-	497,883	-	-	-	-	502,263
Grants and Contributions	2,996	18,484	-	4,000	-	11,764	-	37,244
Amortization	347	-	263,546	-	-	-	-	263,893
Interest	-	-	26,210	-	-	-	-	26,210
Allowance for Uncollectibles	-	-	-	-	-	-	-	-
Other	2,800	-	-	-	-	-	-	2,800
Total expenses	206,331	67,117	1,447,119	39,378	-	11,764	-	1,771,709
Deficit by Function	(160,672)	(55,433)	(1,246,594)	(34,456)	-	(11,764)	-	(1,508,919)
Taxation and other unconditional revenue (Schedule 1)								1,876,166
Net Surplus								367,247

Rural Municipality of St. Peter No. 369
Schedule of Tangible Capital Assets by Object
For the year ended December 31, 2020

Schedule 6

		2020						2019		
								(restated - Note 15)		
Assets		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	412,074	-	80,172	-	2,598,948	3,515,969	-	6,607,163	6,574,816
	Additions during the year	7,560	-	-	-	927,223	-	-	934,783	72,347
Disposals and write-downs during the year	-	-	-	-	(147,000)	-	-	(147,000)	(40,000)	
	Closing Asset Costs	419,634	-	80,172	-	3,379,171	3,515,969	-	7,394,946	6,607,163
Amortization	Accumulated Amortization Cost									
	Opening Accumulated Amortization Costs	-	-	64,797	-	858,956	2,122,788	-	3,046,541	2,822,647
	Add: Amortization taken	-	-	1,847	-	191,256	65,216	-	258,319	263,893
	Less: Accumulated amortization on disposals	-	-	-	-	(66,150)	-	-	(66,150)	(39,999)
	Closing Accumulated Amortization Costs	-	-	66,644	-	984,062	2,188,004	-	3,238,710	3,046,541
Net Book Value		419,634	-	13,528	-	2,395,109	1,327,965	-	4,156,236	3,560,622
1. Total contributed/donated assets received in 2020		\$	-							
2. List of assets recognized at nominal value in 2020 are:										
- Infrastructure Assets		\$	-							
- Vehicles		\$	-							
- Machinery and Equipment		\$	-							
3. Amount of interest capitalized in 2020		\$	-							

Rural Municipality of St. Peter No. 369
Schedule of Tangible Capital Assets by Function
For the year ended December 31, 2020

Schedule 7

		2020							2019 (restated - Note 15)	
Assets		General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
	Asset cost									
	Opening Asset costs	410,012	-	6,153,109	-	-	-	44,042	6,607,163	6,574,816
	Additions during the year	7,560	-	927,223	-	-	-	-	934,783	72,347
	Disposals and write-downs during the year	-	-	(147,000)	-	-	-	-	(147,000)	(40,000)
Closing Asset Costs		417,572	-	6,933,332	-	-	-	44,042	7,394,946	6,607,163
Amortization	Accumulated Amortization Cost									
	Opening Accumulated Amortization Costs	9,470	-	3,034,869	-	-	-	2,202	3,046,541	2,822,647
	Add: Amortization taken	347	-	256,871	-	-	-	1,101	258,319	263,893
	Less: Accumulated amortization on disposals	-	-	(66,150)	-	-	-	-	(66,150)	(39,999)
	Closing Accumulated Amortization Costs	9,817	-	3,225,590	-	-	-	3,303	3,238,710	3,046,541
Net Book Value		407,755	-	3,707,742	-	-	-	40,739	4,156,236	3,560,622

Rural Municipality of St. Peter No. 369
Schedule of Accumulated Surplus
For the year ended December 31, 2020

Schedule 8

	2019	Changes	2020
	<i>(restated - Note 15)</i>		
UNAPPROPRIATED SURPLUS	1,657,296	(144,981)	1,512,315

APPROPRIATED RESERVES

Machinery and Equipment	645,081	-	645,081
Other	2,100	-	2,100
Infrastructure	245,480	-	245,480
Total Appropriated	892,661	-	892,661

NET INVESTMENT IN TANGIBLE CAPITAL ASSETS

Tangible Capital Assets <i>(Schedule 6)</i>	3,560,622	595,614	4,156,236
Less: Related debt	(541,389)	(18,360)	(559,749)
Net Investment in Tangible Capital Assets	3,019,233	577,254	3,596,487

Total Accumulated Surplus	5,569,190	432,273	6,001,463
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Rural Municipality of St. Peter No. 369
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	162,610,570	21,646,110	-	-	4,784,500	-	189,041,180
Regional Park Assessment							-
Total Assessment							189,041,180
Mill Rate Factor(s)	1.00	0.90	-	-	1.50		
Total Base/Minimum Tax (generated for each property class)	-	-	-	-	-		-
Total Municipal Tax Levy (includes base and/or minimum tax and special levies)	1,382,190	165,593	-	-	61,002		1,608,785

MILL RATES:	MILLS
Average Municipal*	8.5102
Average School*	1.8605
Potash Mill Rate	-
Uniform Municipal Mill Rate	8.5000

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

Rural Municipality of St. Peter No. 369
Schedule of Council Remuneration
For the year ended December 31, 2020

Schedule 10

Name	Remuneration	Reimbursed Costs	Total
Glenn Ehalt	7,892	-	7,892
Paul Ulrich	5,881	-	5,881
Lyle Kunz	5,769	-	5,769
Justin Korte	5,640	-	5,640
Lyle Dosch	5,362	-	5,362
Jeff Hoffmann	4,914	-	4,914
Harvey Kiedrowski	4,740	-	4,740
Chris Braun	452	-	452
Total	40,650	-	40,650