

R. M. of Touchwood No. 248

FINANCIAL STATEMENTS

Year Ended December 31, 2020

R. M. of Touchwood No. 248

Punnichy, Saskatchewan

December 31, 2020

Table of Contents

	Page
Management's Responsibility	1
Independent Auditors' Report	2-3
Statement of Financial Position	4
Statement of Operations	5
Statement of Change in Net Financial Assets	6
Statement of Cash Flow	7
Notes to Financial Statements	8-15
Schedule of Taxes and Other Unconditional Revenue	16
Schedule of Operating and Capital Revenue by Function	17-18
Total Expenses by Function	19-20
Schedule of Segment Disclosure by Function	21-22
Schedule of Tangible Capital Assets by Object	23
Schedule of Tangible Capital Assets by Function	24
Schedule of Accumulated Surplus	25
Schedule of Mill Rates and Assessments	26
Schedule of Council Remuneration	27

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 is required.

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

Baker Tilly SK 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.


Reeve


Administrator

Independent Auditors' Report

To the Council
R. M. of Touchwood No. 248

Opinion

We have audited the financial statements of R. M. of Touchwood No. 248, (the municipality), which comprise the Statement of Financial Position as at December 31, 2020 and the Statements of Operations, Changes in Net Financial Assets and Cash Flow for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the municipality as at December 31, 2020, and results of its operations and its cash flow 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.

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

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

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

Council is responsible for overseeing the municipality's financial reporting process.



Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect 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.

Baker Tilly SK LLP

Baker Tilly SK LLP

Yorkton, SK
April 13, 2021

R. M. of Touchwood No. 248

Punnichy, Saskatchewan

Statement 1

Statement of Financial Position as at December 31, 2020

	2020	2019 (Note 12)
Assets		
Financial Assets		
Cash and temporary investments - note 3	1,482,662	1,321,101
Taxes receivable - municipal - note 4	81,166	104,787
Other accounts receivable - note 5	38,436	16,906
Land for resale - note 6	132	132
Long-term investments - note 7	76,255	70,910
Total Financial Assets	<u>1,678,651</u>	<u>1,513,836</u>
Liabilities		
Accounts payable and accrued liabilities	3,602	38,533
Deferred revenue - note 8	136,647	106,292
Total Liabilities	<u>140,249</u>	<u>144,825</u>
Net Financial Assets	<u>1,538,402</u>	<u>1,369,011</u>
Non-Financial Assets		
Tangible capital assets - schedules 6 and 7	1,764,782	1,618,660
Prepayments and deferred charges	502	3,677
Stock and supplies	126,168	81,562
Total Non-Financial Assets	<u>1,891,452</u>	<u>1,703,899</u>
Accumulated Surplus - schedule 8	<u>\$ 3,429,854</u>	<u>\$ 3,072,910</u>

Approved on behalf of the council:

Reeve

Councillor

R. M. of Touchwood No. 248
Statement of Operations
For the year ended December 31, 2020

Statement 2

	2020 Budget [Note 1(s)]	2020 Actual	2019 Actual (Note 12)
Revenues			
Taxes and other unconditional revenue - schedule 1	918,288	939,742	871,977
Fees and charges - schedules 4 and 5	20,350	69,006	32,262
Conditional grants - schedules 4 and 5		108	
Tangible capital asset sales - gain - schedules 4 and 5		(1,164)	
Investment income and commissions - schedules 4 and 5	8,500	7,956	10,925
Other revenues - schedules 4 and 5		37,502	
Total Revenue	<u>947,138</u>	<u>1,053,150</u>	<u>915,164</u>
Expenses - schedule 3			
General government services	191,145	151,085	155,060
Protective services	30,750	36,772	30,255
Transportation services	605,000	537,051	510,692
Environmental and public health services	20,700	17,832	17,064
Planning and development services		293	
Recreation and cultural services	4,700	4,613	4,528
Utilities services	1,780	1,986	2,581
Total Expenses	<u>854,075</u>	<u>749,632</u>	<u>720,180</u>
Surplus of Revenues over Expenses Before Other Capital Contributions	93,063	303,518	194,984
Provincial/Federal Capital Grants and Contributions - schedules 4 and 5	<u>59,418</u>	<u>53,426</u>	<u>4,502</u>
Surplus of Revenue over Expenses	152,481	356,944	199,486
Accumulated Surplus, Beginning of Year	<u>3,072,910</u>	<u>3,072,910</u>	<u>2,873,424</u>
Accumulated Surplus, End of Year	<u>\$ 3,225,391</u>	<u>\$ 3,429,854</u>	<u>\$ 3,072,910</u>

*The notes to financial statements are an integral
part of these financial statements.*

R. M. of Touchwood No. 248
Statement of Change in Net Financial Assets
For the year ended December 31, 2020

Statement 3

	2020 Budget [Note 1(s)]	2020 Actual	2019 Actual (Note 12)
Surplus	<u>152,481</u>	<u>356,944</u>	<u>199,486</u>
(Acquisition) of tangible capital assets	(152,000)	(242,010)	
Amortization of tangible capital assets		92,624	91,311
Proceeds on disposal of tangible capital assets		2,100	
Loss on the disposal of tangible capital assets		<u>1,164</u>	
Surplus (Deficit) of Capital Expenses over Expenditures	<u>(152,000)</u>	<u>(146,122)</u>	<u>91,311</u>
(Acquisition) of supplies inventories		(79,757)	(63,132)
(Acquisition) of prepaid expense			(3,677)
Consumption of supplies inventory		35,151	79,172
Use of prepaid expense		<u>3,175</u>	<u>3,426</u>
Surplus (Deficit) of Expenses of Other Non-Financial over Expenditures	<u>0</u>	<u>(41,431)</u>	<u>15,789</u>
Increase in Net Financial Assets	481	169,391	306,586
Net Financial Assets, beginning of year	<u>1,369,011</u>	<u>1,369,011</u>	<u>1,062,425</u>
Net Financial Assets, End of Year	<u>\$ 1,369,492</u>	<u>\$ 1,538,402</u>	<u>\$ 1,369,011</u>

The notes to financial statements are an integral part of these financial statements.

R. M. of Touchwood No. 248
Statement of Cash Flow
For the year ended December 31, 2020

Statement 4

	2020	2019 (Note 12)
Cash Provided by (used for) the Following Activities		
Operating:		
Surplus	356,944	199,486
Amortization	92,624	91,311
Loss on disposal of tangible capital assets	1,164	
	<u>450,732</u>	<u>290,797</u>
Change in Assets/Liabilities		
Taxes receivable - municipal	23,621	(34,490)
Other receivables	(21,531)	19,802
Accounts payable and accrued liabilities	(34,929)	(50,158)
Deferred revenue	30,356	35,457
Stock and supplies for use	(44,607)	16,040
Prepayments and deferred charges	3,174	(251)
Cash Provided by Operating Transactions	<u>406,816</u>	<u>277,197</u>
Capital:		
Acquisition of capital assets	(242,010)	
Proceeds from the disposal of capital assets	2,100	
Cash Applied to Capital Transactions	<u>(239,910)</u>	<u>0</u>
Investing:		
Additions to long-term investments	<u>(5,345)</u>	<u>(7,843)</u>
Change in Cash and Temporary Investments During the Year	161,561	269,354
Cash and temporary investments, beginning of year	<u>1,321,101</u>	<u>1,051,747</u>
Cash and Temporary Investments, End of Year	<u>\$ 1,482,662</u>	<u>\$ 1,321,101</u>

*The notes to financial statements are an integral
part of these financial statements.*

R. M. of Touchwood No. 248
Notes to 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 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 revenues to be recognized as they become available and measurable, and expenses are recognized as they are incurred and measurable as a result of the receipt of goods and services and the creation of a legal obligation to pay.

(b) Collection of funds for other authorities

Collection of funds by the municipality for the school board, municipal hail and conservation and development authorities are collected and remitted in accordance with relevant legislation. The amounts collected are disclosed in note 4.

(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 are 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:

- (i) the transfers are authorized;
- (ii) any eligibility criteria have been met; and
- (iii) a reasonable estimate of the amount can be made.

Unearned government transfer amounts received will be recorded as deferred revenue.

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

(d) Deferred revenue - fees and charges

Certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred or services performed.

(e) Local improvement charges

Local improvement projects financed by frontage taxes recognize 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.

R. M. of Touchwood No. 248
Notes to Financial Statements
For the year ended December 31, 2020

1. **Significant Accounting Policies** - continued

(g) Non-financial assets

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

(h) Appropriated reserves

Reserves are established at the discretion of council to designate surplus for future operating and capital transactions. Amounts so designated are described on schedule 8.

(i) Investments

Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment. Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment. The long-term investments in the Saskatchewan Association of Urban Municipalities Self-Insurance Fund are accounted for on the equity basis.

(j) 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.

(k) 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 in 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:

Assets	Useful Life
General Assets	
Land	
Buildings	40 years
Machinery and equipment	25 years
Linear assets	40 years

R. M. of Touchwood No. 248
Notes to Financial Statements
For the year ended December 31, 2020

1. **Significant Accounting Policies** - continued

(l) 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) Capitalization of interest

The municipality does not capitalize interest incurred while a tangible capital asset is under construction.

(n) Leases

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

(o) 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.

(p) 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. Penalties on overdue taxes are recorded in the period levied.

All other revenue is recorded when received, or receivable, collection is likely, and the amount can be reasonably determined.

R. M. of Touchwood No. 248
Notes to Financial Statements
For the year ended December 31, 2020

1. **Significant Accounting Policies** - continued

(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 are based on estimates of volume and quality.

The opening asset costs of tangible capital assets have been estimated where actual costs were not available.

Amortization is based on the estimated useful lives of tangible capital assets.

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

(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 August 11, 2020.

R. M. of Touchwood No. 248
Notes to Financial Statements
For the year ended December 31, 2020

2. **Significant Accounting Policies** - continued

(t) 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 remeasurement gains and losses separate from the statement of operations arising from the remeasurement 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 remeasurement gains and losses.

PS 3041 Portfolio investments, replaces PS 3040 with revised guidance on accounting for, and presentation and disclosure of, 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 remeasurement 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 derecognition 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.

R. M. of Touchwood No. 248
Notes to Financial Statements
For the year ended December 31, 2020

	2020	2019
3. Cash and Temporary Investments		
Cash	<u>\$ 1,482,662</u>	<u>\$ 1,321,101</u>

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

	2020	2019
4. Taxes and Grants In Lieu Receivable		
Municipal - current	41,859	74,445
Municipal - arrears	<u>41,014</u>	<u>32,049</u>
	82,873	106,494
Less: Allowance for uncollectibles	<u>1,707</u>	<u>1,707</u>
Total municipal taxes receivable	<u>81,166</u>	<u>104,787</u>
School - current	9,853	16,791
School - arrears	<u>10,232</u>	<u>7,610</u>
Total school taxes receivable	<u>20,085</u>	<u>24,401</u>
Other	<u>15,794</u>	<u>14,558</u>
Total taxes and grants in lieu receivable	117,045	143,746
Less: Taxes receivable to be collected on behalf of other organizations	<u>35,879</u>	<u>38,959</u>
Municipal and Grants In Lieu Taxes Receivable	<u>\$ 81,166</u>	<u>\$ 104,787</u>

5. Other Accounts Receivable		
Federal government	25,422	12,263
Trade	<u>14,334</u>	<u>5,963</u>
Total other accounts receivable	39,756	18,226
Less: Allowance for uncollectibles	<u>1,320</u>	<u>1,320</u>
Net Other Accounts Receivable	<u>\$ 38,436</u>	<u>\$ 16,906</u>

6. Land for Resale		
Tax title property	<u>\$ 132</u>	<u>\$ 132</u>

7. Long-Term Investments		
Sask. Rural Municipalities Assoc. - Self-Insurance Fund	63,982	60,415
Equity in co-operatives	<u>12,273</u>	<u>10,495</u>
	<u>\$ 76,255</u>	<u>\$ 70,910</u>

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

R. M. of Touchwood No. 248
Notes to Financial Statements
For the year ended December 31, 2020

	2020	2019
8. Deferred Revenue		
Unspent gas tax funding	<u>\$ 136,647</u>	<u>\$ 106,292</u>

9. Long-Term Debt

The debt limit of the municipality for 2021 is \$663,371. 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).

10. Employee Benefit Plans

The municipality participates in a contributory defined benefit pension plan for all its employees. For defined benefit plans considered to be multi-employer plans, contributions are expensed when they are due and payable. The municipality currently participates in the Municipal Employees Pension Plan.

The contributions by the participating employers are not segregated in separate accounts or restricted to provide benefits to the employees of a particular employer. The portion of the annual benefit costs and of the asset surpluses (deficits) that are attributable to the municipality cannot be easily determined.

Accordingly, the multi-employer plans are accounted for on the defined contribution basis. No portion of the asset (deficit) surplus of the plan is recognized in these financial statements. The benefit expense reflected in the financial statements is equal to the municipality's contributions for the year.

All contributions by employees are matched equally by the employer. The contribution rates were updated on July 1, 2018. Employee contribution rates in effect for the year are as follows:

	2020	2019
General members	9.00 %	9.00 %
Designated members	12.50 %	12.50 %

Contributions to the plan during the year were as follows:

Benefit expense	\$ 9,602	\$ 9,217
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As per the most recently audited financial statements dated December 31, 2019, the plan surplus is \$658,468,000.

11. Contingent Liabilities

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

R. M. of Touchwood No. 248
Notes to Financial Statements
For the year ended December 31, 2020

12. Comparative Figures

Certain balances for comparative purposes have been reclassified to conform with the current year's presentation.

The comparative financial statements have been restated to correct the deferred revenue at December 31, 2018. As a result, the comparative statement of operations for the year ending December 31, 2019 has been restated as follows:

Line Item	As Restated	As Previously Stated	Difference
Revenues			
Provincial/Federal Capital Grants and Contributions	4,502	39,958	<u>(35,456)</u>
Expenses			
Adjustment to excess (deficiency) of revenue over expenses			<u>(35,456)</u>
Balance of net assets/fund balances, end of year, as previously stated			3,179,202
Correction of opening deferred revenue			<u>(70,836)</u>
Balance of net assets/fund balances, end of year, as restated			<u>\$ 3,108,366</u>

The comparative statement of financial position as at December 31, 2019 has been restated as follows:

Line Item	As Restated	As Previously Stated	Difference
Deferred revenue	\$ 106,292	\$ 0	\$ 106,292
Unappropriated surplus	3,072,910	3,179,202	(106,292)

R. M. of Touchwood No. 248Schedule of Taxes and Other Unconditional Revenue
For the year ended December 31, 2020

Schedule 1

	2020 Budget [Note 1(s)]	2020 Actual	2019 Actual (Note 12)
Taxes			
General municipal tax levy	570,509	570,509	568,785
Discount on current year taxes	(18,400)	(21,602)	(17,840)
Net municipal taxes	<u>552,109</u>	<u>548,907</u>	<u>550,945</u>
Penalties on tax arrears	<u>4,500</u>	<u>8,494</u>	<u>6,137</u>
Total Taxes	<u>556,609</u>	<u>557,401</u>	<u>557,082</u>
Unconditional Grants			
Equalization (revenue sharing)	359,333	359,426	306,232
Safe Restart Program		<u>20,461</u>	
Total Unconditional Grants	<u>359,333</u>	<u>379,887</u>	<u>306,232</u>
Grants In Lieu of Taxes			
Federal	1,500	1,608	7,817
Provincial			
SaskTel	<u>846</u>	<u>846</u>	<u>846</u>
Total Grants In Lieu of Taxes	<u>2,346</u>	<u>2,454</u>	<u>8,663</u>
Total Taxes and Other Unconditional Revenue	<u>\$ 918,288</u>	<u>\$ 939,742</u>	<u>\$ 871,977</u>

*The notes to financial statements are an integral
part of these financial statements.*

R. M. of Touchwood No. 248Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2020

Schedule 2-1

	2020 Budget [Note 1(s)]	2020 Actual	2019 Actual (Note 12)
General Government Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Custom work	1,000	870	1,000
Sale of gravel supplies	1,500	6,736	3,966
Other	<u>6,650</u>	<u>3,142</u>	<u>11,888</u>
Total Fees and Charges	9,150	10,748	16,854
Investment income and commissions	<u>8,500</u>	<u>7,956</u>	<u>10,925</u>
Total Other Segmented Revenue	<u>17,650</u>	<u>18,704</u>	<u>27,779</u>
Conditional Grants			
Student employment		108	
Total Conditional Grants	<u>0</u>	<u>108</u>	<u>0</u>
Total General Government Services	<u>\$ 17,650</u>	<u>\$ 18,812</u>	<u>\$ 27,779</u>
Protective Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Custom work		5,000	
Total Other Segmented Revenue	<u>0</u>	<u>5,000</u>	<u>0</u>
Total Protective Services	<u>\$ 0</u>	<u>\$ 5,000</u>	<u>\$ 0</u>
Transportation Services			
Operating			
Other Segmented Revenue			
Tangible capital asset proceeds	0	(1,164)	
Other	<u>0</u>	<u>37,502</u>	
Total Other Segmented Revenue	<u>0</u>	<u>36,338</u>	<u>0</u>
Total Operating	<u>0</u>	<u>36,338</u>	<u>0</u>
Capital			
Conditional Grants			
Gas tax	10,118		
Municipal Economic Enhancement Program	49,300	49,299	
Provincial disaster assistance program		4,127	4,502
Total Capital	<u>59,418</u>	<u>53,426</u>	<u>4,502</u>
Total Transportation Services	<u>\$ 59,418</u>	<u>\$ 89,764</u>	<u>\$ 4,502</u>

*The notes to financial statements are an integral
part of these financial statements.*

R. M. of Touchwood No. 248Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2020

Schedule 2-2

	2020 Budget [Note 1(s)]	2020 Actual	2019 Actual (Note 12)
Planning and Development Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Maintenance and development charges	<u>11,200</u>	<u>53,258</u>	<u>15,408</u>
Total Other Segmented Revenue	<u>11,200</u>	<u>53,258</u>	<u>15,408</u>
Total Planning and Development Services	<u>\$ 11,200</u>	<u>\$ 53,258</u>	<u>\$ 15,408</u>
Total Operating and Capital Revenue by Function	<u>\$ 88,268</u>	<u>\$ 166,834</u>	<u>\$ 47,689</u>
Summary			
Total Other Segmented Revenue	28,850	113,300	43,187
Total Conditional Grants		108	
Total Capital Grants and Contributions	<u>59,418</u>	<u>53,426</u>	<u>4,502</u>
Total Operating and Capital Revenue by Function	<u>\$ 88,268</u>	<u>\$ 166,834</u>	<u>\$ 47,689</u>

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part of these financial statements.*

R. M. of Touchwood No. 248
 Total Expenses by Function
 For the year ended December 31, 2020

Schedule 3-1

	2020 Budget [Note 1(s)]	2020 Actual	2019 Actual (Note 12)
General Government Services			
Council remuneration and travel	46,500	40,947	42,002
Wages and benefits	66,800	67,360	65,201
Contractual services	46,315	23,326	24,219
Utilities	5,700	4,884	4,803
Maintenance, materials and supplies	18,100	10,885	16,870
Grants and contributions - operating	730	716	716
Insurance	6,000	2,967	1,249
Other	1,000		
	<u>191,145</u>	<u>151,085</u>	<u>155,060</u>
Total General Government Services	\$ 191,145	\$ 151,085	\$ 155,060
Protective Services			
Police protection			
Professional/Contractual services	16,000	16,521	15,946
Fire protection			
Professional/Contractual services	14,750	15,251	14,309
Maintenance, materials and supplies		5,000	
	<u>30,750</u>	<u>36,772</u>	<u>30,255</u>
Total Protective Services	\$ 30,750	\$ 36,772	\$ 30,255
Transportation Services			
Wages and benefits	136,100	137,892	114,016
Professional/Contractual services	176,400	100,042	19,165
Utilities	8,900	2,739	3,315
Gravel	167,600	120,472	218,156
Machinery costs/fuel/blades	90,000	68,332	58,011
Culverts/drainage	20,000	8,080	5,384
Amortization		92,243	90,930
Other materials and supplies	6,000	7,251	1,715
	<u>605,000</u>	<u>537,051</u>	<u>510,692</u>
Total Transportation Services	\$ 605,000	\$ 537,051	\$ 510,692

*The notes to financial statements are an integral
 part of these financial statements.*

R. M. of Touchwood No. 248
 Total Expenses by Function
 For the year ended December 31, 2020

Schedule 3-2

	2020 Budget [Note 1(s)]	2020 Actual	2019 Actual (Note 12)
Environmental and Public Health Services			
Professional/Contractual services	14,900	11,515	14,492
Maintenance, materials and supplies	5,800	5,936	2,191
Amortization		381	381
	<u>20,700</u>	<u>17,832</u>	<u>17,064</u>
Total Environmental and Public Health Services	\$ 20,700	\$ 17,832	\$ 17,064
Planning and Development Services			
Professional/Contractual services	\$ 0	\$ 293	\$ 0
	<u>0</u>	<u>293</u>	<u>0</u>
Recreation and Cultural Services			
Libraries	\$ 4,700	\$ 4,613	\$ 4,528
	<u>4,700</u>	<u>4,613</u>	<u>4,528</u>
Utility Services			
Utilities	1,000	1,206	742
Maintenance, materials and supplies	780	780	1,839
	<u>1,780</u>	<u>1,986</u>	<u>2,581</u>
Total Utility Services	\$ 1,780	\$ 1,986	\$ 2,581
Total Expenses by Function	\$ 854,075	\$ 749,632	\$ 720,180

*The notes to financial statements are an integral
 part of these financial statements.*

R. M. of Touchwood No. 248
 Schedule of Segment Disclosure by Function
 For the year ended December 31, 2020

Schedule 4

	General Government	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Utilities Services	Total
Revenues - schedule 2								
Fees and charges	10,748	5,000			53,258			69,006
Tangible capital asset sales - gain (loss)			(1,164)					(1,164)
Investment income and commissions	7,956							7,956
Other revenues			37,502					37,502
Grants - conditional	108							108
Grants - capital			53,426					53,426
Total Revenues	<u>18,812</u>	<u>5,000</u>	<u>89,764</u>	<u>0</u>	<u>53,258</u>	<u>0</u>	<u>0</u>	<u>166,834</u>
Expenses - schedule 3								
Wages and benefits	67,360		137,892					205,252
Professional/contractual services	64,273	31,772	100,042	11,515	293			207,895
Utilities	4,884		2,739				1,206	8,829
Maintenance materials and supplies	10,885	5,000	120,472	5,936			780	143,073
Machinery costs/fuel/blades			68,332					68,332
Culverts/drainage			8,080					8,080
Grants and contributions	716							716
Amortization			92,243	381				92,624
Insurance	2,967							2,967
Libraries						4,613		4,613
Other			7,251					7,251
Total Expenses	<u>151,085</u>	<u>36,772</u>	<u>537,051</u>	<u>17,832</u>	<u>293</u>	<u>4,613</u>	<u>1,986</u>	<u>749,632</u>
Surplus (Deficit) by Function	<u>\$(132,273)</u>	<u>\$(31,772)</u>	<u>\$(447,287)</u>	<u>\$(17,832)</u>	<u>\$ 52,965</u>	<u>\$(4,613)</u>	<u>\$(1,986)</u>	<u>(582,798)</u>
Taxation and other unconditional revenue - schedule 1								<u>939,742</u>
Net Surplus								<u>\$ 356,944</u>

*The notes to financial statements are an integral
 part of these financial statements.*

R. M. of Touchwood No. 248
 Schedule of Segment Disclosure by Function
 For the year ended December 31, 2019

Schedule 5

	General Government	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Utilities Services	Total
Revenues - schedule 2								
Fees and charges	16,854				15,408			32,262
Investment income and commissions	10,925							10,925
Grants - capital			4,502					4,502
Total Revenues	<u>27,779</u>	<u>0</u>	<u>4,502</u>	<u>0</u>	<u>15,408</u>	<u>0</u>	<u>0</u>	<u>47,689</u>
Expenses - schedule 3								
Wages and benefits	65,201		114,016					179,217
Professional/contractual services	66,221	30,255	19,165	14,492				130,133
Utilities	4,803		3,315				742	8,860
Maintenance materials and supplies	16,870		218,156	2,191			1,839	239,056
Machinery costs/fuel/blades			58,011					58,011
Culverts/drainage			5,384					5,384
Grants and contributions	716							716
Amortization			90,930	381				91,311
Insurance	1,249							1,249
Libraries						4,528		4,528
Other			1,715					1,715
Total Expenses	<u>155,060</u>	<u>30,255</u>	<u>510,692</u>	<u>17,064</u>	<u>0</u>	<u>4,528</u>	<u>2,581</u>	<u>720,180</u>
Surplus (Deficit) by Function	<u>\$ (127,281)</u>	<u>\$ (30,255)</u>	<u>\$ (506,190)</u>	<u>\$ (17,064)</u>	<u>\$ 15,408</u>	<u>\$ (4,528)</u>	<u>\$ (2,581)</u>	<u>(672,491)</u>
Taxation and other unconditional revenue - schedule 1								<u>871,977</u>
Net Surplus								<u>\$ 199,486</u>

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part of these financial statements.*

R. M. of Touchwood No. 248
 Schedule of Tangible Capital Assets by Object
 For the year ended December 31, 2020

Schedule 6

	2020							2019	
	General Assets					Infrastruct. Assets	General/ Infrastruct. Assets under Constr.	Total	Total
	Land	Land Improve.	Buildings	Vehicles	Machinery & Equipment	Linear Assets	Total		
Asset Cost									
Opening Asset Cost	905	0	79,716	0	1,267,995	2,046,310	0	3,394,926	3,394,926
Additions during the year			48,049		67,522	119,870	6,569	242,010	
Disposals and write-down during the year			(4,080)					(4,080)	
Closing Asset Costs	<u>905</u>	<u>0</u>	<u>123,685</u>	<u>0</u>	<u>1,335,517</u>	<u>2,166,180</u>	<u>6,569</u>	<u>3,632,856</u>	<u>3,394,926</u>
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	0	0	50,117	0	162,639	1,563,510	0	1,776,266	1,684,955
Add: Amortization taken			1,762		53,742	37,120		92,624	91,311
Less: Accumulated amortization on disposals			816					816	
Closing Accumulated Amortization Costs	<u>0</u>	<u>0</u>	<u>51,063</u>	<u>0</u>	<u>216,381</u>	<u>1,600,630</u>	<u>0</u>	<u>1,868,074</u>	<u>1,776,266</u>
Net Book Value	<u>\$ 905</u>	<u>\$ 0</u>	<u>\$ 72,622</u>	<u>\$ 0</u>	<u>\$ 1,119,136</u>	<u>\$ 565,550</u>	<u>\$ 6,569</u>	<u>\$ 1,764,782</u>	<u>\$ 1,618,660</u>

*The notes to financial statements are an integral
 part of these financial statements.*

R. M. of Touchwood No. 248
 Schedule of Tangible Capital Assets by Function
 For the year ended December 31, 2020

Schedule 7

	2020							2019	
	General Government	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Water & Sewer	Total	Total
Asset Cost									
Opening Asset Cost	5,178	0	3,365,909	23,839	0	0	0	3,394,926	3,394,926
Additions during the year			242,010					242,010	
Disposals and write-down during the year			(4,080)					(4,080)	
Closing Asset Costs	<u>5,178</u>	<u>0</u>	<u>3,603,839</u>	<u>23,839</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>3,632,856</u>	<u>3,394,926</u>
Accumulated Amortization Cost									
Opening Accumulated Amortization costs	7,910	0	1,748,118	20,238	0	0	0	1,776,266	1,684,955
Add: Amortization taken			92,243	381				92,624	91,311
Less: Accumulated amortization on disposals			816					816	
Closing Accumulated Amortization Costs	<u>7,910</u>	<u>0</u>	<u>1,839,545</u>	<u>20,619</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,868,074</u>	<u>1,776,266</u>
Net Book Value	<u>\$(2,732)</u>	<u>\$ 0</u>	<u>\$ 1,764,294</u>	<u>\$ 3,220</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,764,782</u>	<u>\$ 1,618,660</u>

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R. M. of Touchwood No. 248
Schedule of Accumulated Surplus
For the year ended December 31, 2020

Schedule 8

	2019	Changes	2020
Unappropriated Surplus	<u>1,454,250</u>	<u>210,822</u>	<u>1,665,072</u>
Net Investments in Tangible Capital Assets			
Tangible capital assets - schedule 6	<u>1,618,660</u>	<u>146,122</u>	<u>1,764,782</u>
Net Investment in Tangible Capital Assets	<u>1,618,660</u>	<u>146,122</u>	<u>1,764,782</u>
Total Accumulated Surplus	<u>\$ 3,072,910</u>	<u>\$ 356,944</u>	<u>\$ 3,429,854</u>

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part of these financial statements.*

R. M. of Touchwood No. 248
 Schedule of Mill Rates and Assessments
 For the year ended December 31, 2020

Schedule 9

	<u>Property Class</u>					Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	
Taxable Assessment	78,592,950	1,355,835			4,571,100	84,519,885
Total Assessment						84,519,885
Mill Rate Factor(s)	1	1			1.0000	
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	530,502	9,152			30,855	570,509
Mill Rates:	Mills					
Average Municipal*	6.7500					
Average School*	1.7340					
Potash Mill Rate						
Uniform Municipal Mill Rate	6.7500					

*Average Mill Rates (multiply the total tax levy for each taxing authority by 1,000 and divide by the total assessment for the taxing authority).

R. M. of Touchwood No. 248
Schedule of Council Remuneration
For the year ended December 31, 2020

Schedule 10

Name	Remuneration	Reimbursed Costs	Total
Ernie Matai	5,861	1,971	7,832
Rodney Bollinger	1,369	358	1,727
Dean Reimer	350	102	452
Ivan Hillier	2,815	828	3,643
Jeff Schmidt	2,689	830	3,519
Charlene Sich	2,757	67	2,824
Richard Hordos	2,479	466	2,945
Calvin Sich	2,921	673	3,594
	<u> </u>	<u> </u>	<u> </u>
	<u>\$ 21,241</u>	<u>\$ 5,295</u>	<u>\$ 26,536</u>

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