

TOWN OF WADENA
Consolidated Financial Statements
Year Ended December 31, 2020

TOWN OF WADENA
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Year Ended December 31, 2020

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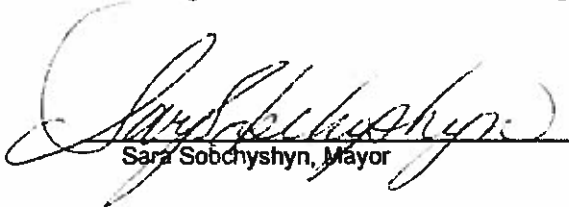
Management's Responsibility

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

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

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

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



Sara Sobchyshyn, Mayor



Anna Lazar, Acting Clerk

Wadena, SK

Independent Auditor's report

To the Council of the Town of Wadena:

Qualified Opinion

We have audited the consolidated financial statements of the Town of Wadena (the Municipality), which comprise the consolidated statement of financial position as at December 31, 2020, and the consolidated statements of operations and accumulated surplus, change in net financial assets, and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Municipality as at December 31, 2020, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified Opinion

We were not able to observe the counting of inventories at January 1, 2020 or satisfy ourselves by alternative means concerning inventory quantities as at those dates. Since opening inventories enter into the determination of the financial performance and cash flows, we were unable to determine whether adjustments might have been necessary in respect of the surplus of revenues over expenses for the year reported in the statement of operations, and the cash flows from operating activities reported in the statement of cash flows. Our audit opinion on the consolidated financial statements for the year ended December 31, 2019 was also modified because of the possible effects of this limitation in scope.

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

Emphasis of Matter

We draw attention to Note 14 to the consolidated financial statements, which explains that certain comparative information presented for the year ended December 31, 2019 has been restated. Our opinion is not modified in respect of this matter.

Other Matter - Supplemental Information

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

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

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

(continues)

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

Those charged with governance are responsible for overseeing the Municipality's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

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

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

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

Weyburn, Canada
June 10, 2021



Chartered Professional Accountants

TOWN OF WADENA
Consolidated Statement of Financial Position
As at December 31, 2020

Statement 1

	2020	2019
		(Restated - see note 14)
FINANCIAL ASSETS		
Cash (Note 2)	\$ 2,821,499	\$ 2,260,595
Taxes Receivable - Municipal (Note 3)	134,556	212,438
Other Accounts Receivable (Note 4)	173,984	154,600
Land for Resale (Note 5)	-	134,274
Investments (Note 6)	104,388	103,189
Debt Charges Recoverable	-	-
Other (Specify)	-	-
Total financial assets	3,234,427	2,865,096
LIABILITIES		
Bank indebtedness (Note 7)	-	-
Accounts Payable	150,242	226,707
Accrued Liabilities Payable	98,901	42,431
Deposits	107,001	105,663
Deferred Revenue (Note 8)	235,617	203,795
Accrued Landfill Costs (Note 9)	74,225	69,682
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Long-Term Debt (Note 10)	844,227	940,531
Total liabilities	1,510,213	1,588,809
NET FINANCIAL ASSETS	1,724,214	1,276,287
NON-FINANCIAL ASSETS		
Tangible Capital Assets(Schedule 6, 7)	5,049,730	5,051,189
Prepayments and Deferred Charges	1,023	1,023
Stock and Supplies	26,277	40,421
Other	-	-
Total Non-Financial Assets	5,077,030	5,092,633
ACCUMULATED SURPLUS (Schedule 8)	\$ 6,801,244	\$ 6,368,920

TOWN OF WADENA
Consolidated Statement of Operations and Accumulated Surplus
As at December 31, 2020

Statement 2

	Budget 2020	2020	2019 <small>(Restated - see note 14)</small>
REVENUES			
Taxes and Other Unconditional Revenue (Schedule 1)	\$ 1,946,040	\$ 2,010,119	\$ 1,912,348
Fees and Charges (Schedule 4, 5)	748,990	768,246	786,988
Conditional Grants (Schedule 4, 5)	97,066	121,005	186,845
Tangible Capital Assets Sales - Gain (Loss) (Schedule 4, 5)	-	-	(41,588)
Land Sales - Gain (Loss) (Schedule 4, 5)	-	(22,120)	(33,281)
Investment Income and Commissions (Schedule 4, 5)	80,500	20,120	47,205
Restructurings (Schedule 4, 5)	-	-	-
Other Revenues (Schedule 4, 5)	75,900	75,157	90,401
Total Revenues	2,948,496	2,972,527	2,948,918
EXPENSES			
General Government Services (Schedule 3)	457,727	547,892	555,329
Protective Services (Schedule 3)	140,666	136,213	133,621
Transportation Services (Schedule 3)	443,074	444,110	310,614
Environmental and Public Health Services (Schedule 3)	315,275	296,994	278,810
Planning and Development Services (Schedule 3)	31,373	29,233	40,925
Recreation and Cultural Services (Schedule 3)	1,020,038	833,107	907,695
Utility Services (Schedule 3)	529,450	496,212	828,191
Restructurings (Schedule 3)	-	-	-
Total Expenses	2,937,603	2,783,761	3,055,185
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	10,893	188,766	(106,267)
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	90,372	243,558	127,971
Surplus (Deficit) of Revenues over Expenses	101,265	432,324	21,704
Accumulated Surplus (Deficit), Beginning of Year, Previously Reported	6,368,920	6,232,801	6,097,302
Prior Period Adjustment (Note 14)	136,119	136,119	249,914
Accumulated Surplus (Deficit), Beginning of Year, As Restated	6,505,039	6,368,920	6,347,216
ACCUMULATED SURPLUS - END OF YEAR	\$ 6,606,304	\$ 6,801,244	\$ 6,368,920

TOWN OF WADENA

Consolidated Statement of Change in Net Financial Assets

As at December 31, 2020

Statement 3

	Budget 2020	2020	2019 <small>(Restated - see note 14)</small>
Surplus (Deficit)	\$ 101,265	\$ 432,324	\$ 21,704
(Acquisition) of tangible capital assets	(219,700)	(309,738)	(729,013)
Amortization of tangible capital assets	299,433	311,197	303,136
Proceeds on disposal of tangible capital assets	-	-	50,000
Loss (gain) on the disposal of tangible capital assets	-	-	41,588
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (Deficit) of capital expenses over expenditures	79,733	1,459	(334,289)
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expense	-	-	(199)
Consumption of supplies inventory	-	14,144	-
Use of prepaid expense	-	-	-
Surplus (Deficit) of expenses of other non-financial over expenditures	-	14,144	(199)
Increase/Decrease in Net Financial Assets	180,998	447,927	(312,784)
Net Financial Assets (Debt) - Beginning of Year	1,276,287	1,276,287	1,589,071
Net Financial Assets (Debt) - End of Year	\$ 1,457,285	\$ 1,724,214	\$ 1,276,287

TOWN OF WADENA
Consolidated Statement of Cash Flows
As at December 31, 2020
Statement 4
Cash provided by (used for) the following activities

	2020	2019
		(Restated - see note 14)
Operating:		
Surplus (Deficit)	\$ 432,324	\$ 21,704
Amortization	311,197	303,136
Loss (gain) on disposal of tangible capital assets	-	41,588
	<u>743,521</u>	<u>366,428</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	77,882	(106,722)
Other Receivables	(19,384)	17,109
Land for Resale	134,274	69,505
Accrued Liabilities Payable	56,470	15,480
Accounts Payable	(76,465)	(104,416)
Deposits	1,338	8,918
Deferred Revenue	31,822	40,569
Accrued Landfill Costs	4,543	15,050
Prepayments and Deferred Charges	-	(199)
Stock and Supplies	14,144	-
	<u>224,624</u>	<u>(44,706)</u>
Cash provided by operating transactions	<u>968,145</u>	<u>321,722</u>
Capital:		
Acquisition of capital assets	(309,738)	(729,013)
Proceeds from the disposal of capital assets	-	50,000
Cash applied to capital transactions	<u>(309,738)</u>	<u>(679,013)</u>
Investing:		
Investments	(1,199)	349,269
Other	-	-
Cash provided by (applied to) investing transactions	<u>(1,199)</u>	<u>349,269</u>
Financing:		
Debt charges recovered	-	-
Long-term debt issued	-	379,319
Long-term debt repaid	(96,304)	(184,446)
Other financing	-	-
Cash provided by (applied to) financing transactions	<u>(96,304)</u>	<u>194,873</u>
Change in Cash and Temporary Investments during the year	560,904	186,851
Cash and Temporary Investments - Beginning of Year	<u>2,260,595</u>	<u>2,073,744</u>
Cash and Temporary Investments - End of Year (Note 2)	<u>\$ 2,821,499</u>	<u>\$ 2,260,595</u>

See notes to the consolidated financial statements

1. **Significant accounting policies**

The consolidated financial statements of the Municipality have been prepared by management in accordance with Canadian public sector accounting standards (PSAS) as recommended by the Chartered Professional Accountants of Canada (CPA Canada). Significant aspects of the accounting policies adopted by the Municipality are as follows:

Basis of accounting: The consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting requires revenues to be recognized as they become available and measurable and expenses are recognized as they are incurred and measurable as a result of the receipt of goods and services and the creation of a legal obligation to pay.

(a) **Reporting Entity:**

The consolidated financial statements consolidate the assets, liabilities and flow of resources of the Municipality. The entity is comprised of all of the organizations that are owned or controlled by the Municipality and are, therefore, accountable to the Council for the administration of their financial affairs and resources. There are no organizations owned or controlled by the Municipality.

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

Central Regional Landfill Waste Management Authority (54%)

All inter-organizational transactions and balances have been eliminated.

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

Collection of funds by the Municipality for school boards, Municipal Hail, and conservation and development authorities are collected and remitted in accordance with relevant legislation.

(c) **Government Transfers:**

Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return. Government transfers are recognized as revenue in the period that the events giving rise to the transfer occur, providing:

- a) the transfers are authorized
- b) any eligibility criteria and stipulations have been met; and
- c) reasonable estimates of the amounts can be made.

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

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

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

(d) **Deferred Revenue - Fees and Charges:**

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

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

(e) **Local Improvement Charges:**

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

(continues)

TOWN OF WADENA

Notes to Consolidated Financial Statements

As at December 31, 2020

1. Significant accounting policies (continued)

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

(j) Investments:

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

(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 first in first out method. Net realizable value is the estimated selling price in the ordinary course of business.

(l) Tangible Capital Assets:

All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Initial costs for tangible capital assets that were acquired and developed prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant inflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of contribution. The cost of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. Tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The Municipality's tangible capital asset useful lives are estimated as follows:

Asset	Useful Life
General Assets	
Land	Indefinite
Land Improvements	15 Years
Buildings	10 to 50 Years
Vehicles & Equipment	
Vehicles	10 Years
Machinery and Equipment	5 to 10 Years
Infrastructure Assets	
Water & Sewer	20 and 40 Years
Road Network Assets	15 and 40 Years
Sidewalks	15 to 25 Years
Culverts & Storm Drains	25 Years

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

(continues)

1. Significant accounting policies (continued)

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

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

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

(m) **Landfill liability:**

The Municipality is a partner of the Central Regional Landfill Waste Management Authority, which maintains a waste disposal site. The costs to close and maintain solid waste landfill sites are based on estimated future expenses, adjusted for inflation and discounted to current dollars. The annual provision is reported as an expense and the accumulated provision is reported as a liability on the Consolidated Statement of Financial Position. Recommended disclosure is provided in Note 9.

(n) **Trust Funds:**

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

(o) **Employee benefit plans:**

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

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

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

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

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

(q) **Measurement Uncertainty:**

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

The measurement of materials and supplies 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.

(continues)

TOWN OF WADENA

Notes to Consolidated Financial Statements

As at December 31, 2020

1. Significant accounting policies (continued)

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

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

The segments (functions) are as follows:

General Government: Provides for the administration of the Municipality.

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

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

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

Planning and Development: Provides for neighbourhood development and sustainability.

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

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

(s) **Budget Information:**

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on May 4, 2020.

(t) **New Accounting Standards and Amendments to Standards:**

Future Accounting Standards, Effective for fiscal years beginning on or after April 1, 2022:

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

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

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

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

(continues)

TOWN OF WADENA

Notes to Consolidated Financial Statements

As at December 31, 2020

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

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

Effective for fiscal years beginning on or After April 1, 2023:

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

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

2. **Cash and Temporary Investments**

	2020	2019
		<i>(Restated - see note 14)</i>
Cash	\$ 1,854,322	\$ 1,470,094
Temporary Investments	679,248	510,102
Restricted Cash	287,929	280,399
Total Cash and Temporary Investments	\$ 2,821,499	\$ 2,260,595

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

Temporary investments include a high interest savings account and fixed income investments bearing interest between 0.30% to 2.40% (2019 - 2.11% to 2.26%) and maturing between March 2021 and May 2021 (2019 - Mar 2020).

Restricted Cash includes funds that are externally restricted, for the use of Central Regional Landfill Waste Management Authority in their daily operations.

3. **Taxes Receivable - Municipal**

	2020	2019
<u>Municipal</u>		
- current	\$ 92,625	\$ 145,323
- arrears	202,306	138,561
	294,931	283,884
- Less Allowance for Uncollectibles	(160,375)	(71,446)
Total municipal taxes receivable	134,556	212,438
<u>School</u>		
- current	13,474	20,697
- arrears	34,300	28,561
Total school taxes receivable	47,774	49,258
Other	-	-
Total taxes and grants in lieu receivable	182,330	261,696
Deduct taxes receivable to be collected on behalf of other organizations	(47,774)	(49,258)
Total Taxes Receivable - Municipal	\$ 134,556	\$ 212,438

TOWN OF WADENA
Notes to Consolidated Financial Statements
As at December 31, 2020

4. Other Accounts Receivable	2020	2019
		<i>(Restated - see note 14)</i>
Federal Government	\$ 60,777	\$ 61,471
Provincial Government	10,927	12,222
Local Government	-	-
Utility	81,717	67,000
Trade	20,373	15,139
Other	1,869	1,546
Total Other Accounts Receivable	175,663	157,378
Less: Allowance for Uncollectibles	(1,679)	(2,778)
Net Other Accounts Receivable	\$ 173,984	\$ 154,600

5. Land for Resale	2020	2019
Tax Title Property	\$ -	\$ 87,679
Allowance for market value adjustment	-	(26,495)
Net Tax Title Property	-	61,184
Other Land	-	73,090
Allowance for market value adjustment	-	-
Net Other Land	-	73,090
Total Land for Resale	\$ -	\$ 134,274

During the 2020 year end the Municipality reassessed the assets included in land held for resale and determined they did not meet the criterion to be classified as financial assets. As a result amounts previously included in land held for resale were reclassified to tangible capital assets as at December 31, 2020.

6. Investments	2020	2019
		<i>(Restated - see note 14)</i>
Short-term Investments		
Crossroads Credit Union term deposit	\$ 3,231	\$ -
	3,231	
Long-term Investments		
CIBC Wood Gundy Investment	101,157	100,000
Crossroads Credit Union term deposit	-	3,189
Shares in Wadena Park Lodge	132,373	132,373
Allowance for impairment of investment	(132,373)	(132,373)
Total Investments	\$ 104,388	\$ 103,189

Crossroads Credit Union term deposits are accounted at cost and consist of guaranteed investment certificates bearing interest at 1.30% (2019 - 1.30%) and matures in June 2021 (2019 - June 2021).

CIBC Wood Gundy Investment includes a fixed income investment bearing interest at 1.78% (2019 - 2.40%) and maturing in May 2022 (2019 - March 2021).

7. Bank Indebtedness
Credit Arrangements
At December 31, 2020, the Municipality had lines of credit totaling \$50,000 (2019 - \$50,000), bearing interest at 2.5% (2019 - 3.45%), none of which were drawn. The following has been collateralized in connection with this line of credit: General security agreement

TOWN OF WADENA
Notes to Consolidated Financial Statements
As at December 31, 2020

8. Deferred Revenue

	2020	2019
	<i>(Restated - see note 14)</i>	
<u>Municipal Economic Enhancement Program Grant</u>		
Balance, Beginning of Year	\$ -	\$ -
Amounts received during the year	146,887	-
Amounts recognized as revenue during the year	-	-
Balance, End of Year	146,887	-
<u>Federal Gas Tax Funding</u>		
Balance, Beginning of Year	202,014	40,179
Amounts received during the year	111,811	161,935
Amounts recognized as revenue during the year	(226,836)	-
Balance, End of Year	86,989	202,114
<u>Piano Fund/Other</u>		
Balance, Beginning of Year	655	655
Amounts received during the year	-	-
Amounts recognized as revenue during the year	20	-
Balance, End of Year	675	655
<u>Wadena Bucks</u>		
Balance, Beginning of Year	1,026	1,026
Amounts received during the year	1,066	2,426
Amounts recognized as revenue during the year	(1,026)	(2,426)
Balance, End of Year	1,066	1,026
Grand total	\$ 235,617	\$ 203,795

9. Accrued Landfill Costs

The Town of Wadena is a partner of the Central Regional Landfill Waste Management Authority, which manages a landfill. The following is 100% of the accrued landfill costs recorded in the Central Regional Landfill Waste Management Authority financial statements, of which 54% has been proportionately consolidated into the financial statements of the Town.

	2020	2019
	<i>(Restated - see note 14)</i>	
Accrued landfill costs	\$ 138,617	\$ 130,134

Included in accrued landfill costs is \$74,225 (2019 - \$69,682) which is the Town's estimated share of the landfill closure and post-closure care expenses. The estimated liability for these expenses is recognized as the landfill site's capacity is used and the reported liability represents the portion of the estimated total expenses recognized. Estimated total expenditures represent the sum of the discounted future cash flows for closure and post-closure care activities discounted at the average long-term borrowing rate of 4% (2019 - 4%).

Central Regional Landfill Waste Management Authority began operating a new pit in September 2014 and best estimates indicate the remaining life of the active landfill is fourteen years and the remaining life of the landfill site is sixty years. Best estimates, in today's dollars, indicate the decommissioning cost would be \$300,000, and would be completed within one year of beginning the process.

TOWN OF WADENA

Notes to Consolidated Financial Statements

As at December 31, 2020

10. Long-term Debt

The debt limit of the Municipality is \$2,147,317 (2019 - \$1,872,488). 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)).

Bank loans are repayable as follows:

Crossroads Credit Union loan - Balance of \$844,227 (2019 - \$940,530), bearing interest at 3.99% (2019 - 3.99%) per annum, repayable in annual blended payments of \$130,000. The loan matures on August 1, 2023 and is secured by a specific security agreement covering all grants, and property taxes receivable.

	Principal	Interest	2020	2019
Year				
2020	\$ -	\$ -	\$ -	\$ 130,000
2021	96,315	33,685	130,000	130,000
2022	100,158	29,842	130,000	130,000
2023	647,754	25,845	673,599	677,908
Balance	844,227	89,372	933,599	1,067,908

11. Pension Plan

The Municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The Municipality's pension expense in 2020 was \$58,682 (2019 - \$48,480). The benefits accrued to the Municipality's employees from MEPP are calculated using the following: pensionable years of service, highest average salary, and the plan accrual rate.

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

	2020	2019
Details of MEPP		
Number of active members	14	11
Member contribution rates (percentage of salary):		
Employee contribution - general members	9.00%	9.00%
Employer contribution - general members	9.00%	9.00%
Member contributions for the year	58,682	48,480
Employer contributions for the year	58,682	48,480
Financial position of the plan:		
Plan assets	3,221,426,000	2,819,222,000
Plan liabilities	2,382,526,000	2,160,754,000
Plan surplus	\$ 838,900,000	\$ 658,468,000

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

TOWN OF WADENA

Notes to Consolidated Financial Statements

As at December 31, 2020

12. Government Partnerships

The Town of Wadena, RM of Lakeview and RM of Sasman (the "partners") jointly manage the Central Regional Landfill Waste Management Authority (the "partnership") to minimize waste within their combined geographical boundaries.

The partners have agreed to proportionately provide contributions on a per capita basis to the Central Regional Landfill Waste Management Authority. The following is 100% of the financial position and results of operations of the organization, of which 54% has been proportionately consolidated into the financial statements of the Town.

	2020	2019
Financial Position		
Assets	\$ 828,403	\$ 767,069
Liabilities	(153,237)	(135,408)
Net Assets	675,166	631,661
Operations		
Revenue	240,333	228,339
Expenses	(196,828)	(138,436)
Deficiency or revenue over expenses	43,505	89,903
Net Assets, opening	631,661	541,758
Net Assets, closing	675,166	631,661

13. Budget Data

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

	2020
Budget deficit per Statement of Operations	101,265
Less: Capital expenditures	(219,700)
Add: Amortization expense	299,433
Less: Transfers from reserves	(40,625)
Approved Accrual Budget	\$ 140,373

TOWN OF WADENA

Notes to Consolidated Financial Statements

As at December 31, 2020

14. Prior Period Adjustment

(a) During 2020, the Municipality identified the Central Regional Landfill Waste Management Authority is jointly controlled with the RM of Sasman and RM of Lakeview. The Municipality has restated its 2019 financial statements to record the proportionate consolidation of its 54% interest, in accordance with Canadian public sector accounting standards.

(b) During 2020, the Municipality determined that government transfers received in prior years though the Saskatchewan Gas Tax Program had been recorded as revenue of the Municipality when received. Those funds are required to be recorded as deferred revenue until such time as they are spent on an eligible expenditure, an eligible project or the funds are returned. An adjustment was required to correct these amounts. In addition, the Municipality identified an investment that was classified as a temporary investment but should have been included in long term investments, and fees and charges which were recorded as Provincial/Federal Capital Grants and Contributions but should have been included in Fees and Charges. A reclassification was made to correct these amounts.

The impact on the 2019 financial statements is as follows:

	2019 Previously Reported	Adjustments	2019 Restated
Statement of Financial Position			
Cash and Temporary Investments (a+b)	\$ 2,080,196	\$ 180,399	\$ 2,260,595
Other Accounts Receivable (a)	151,422	3,178	154,600
Investments (b)	3,189	100,000	103,189
Accounts Payable (a)	223,883	2,824	226,707
Deferred Revenue (b)	1,681	202,114	203,795
Accrued landfill costs (a)	-	69,682	69,682
Tangible Capital Assets (a)	4,924,026	127,163	5,051,189
Accumulated Surplus (a+b)	6,232,801	136,119	6,368,920
Statement of Operations			
Taxes and Other Unconditional Revenues (b)	1,911,347	1,001	1,912,348
Fees and Charges Revenue (a+b)	558,969	228,019	786,988
Conditional Grants (b)	191,684	(4,839)	186,845
Other Revenues (b)	83,945	6,456	90,401
General Government Services (b)	564,096	(8,767)	555,329
Environmental and Public Health Services (a)	307,744	(28,934)	278,810
Utility Services (b)	819,424	8,767	828,191
Provincial/Federal Capital Grants and Contributions (b)	501,337	(373,366)	127,971
Surplus (Deficit) of Revenues over Expenses (a+b)	135,498	(113,794)	21,704
Accumulated Surplus, Beginning of Year (a+b)	6,097,302	249,914	6,347,216
Accumulated Surplus, End of Year (a+b)	6,232,801	136,119	6,368,920
Statement of Changes in Net Financial Assets			
Surplus (Deficit) (a+b)	135,498	(113,794)	21,704
Acquisition of Tangible Capital Assets (a)	(713,792)	(15,221)	(729,013)
Amortization of tangible capital assets (a)	292,134	11,002	303,136
Net Financial Assets (Debt), Beginning of Year (a+b)	1,462,101	126,970	1,589,071
Net Financial Assets (Debt), End of Year(a+b)	1,267,330	8,957	1,276,287
Statement of Cash Flows			
Surplus (Deficit) (a+b)	135,498	(113,794)	21,704
Amortization (a)	292,134	11,002	303,136
Other Receivables (a)	11,014	6,095	17,109
Accounts Payable (a)	(71,837)	(32,579)	(104,416)
Deferred Revenue (b)	(121,366)	161,935	40,569
Accrued Landfill Costs (a)	-	15,050	15,050
Acquisition of capital asset (a)	(713,792)	(15,221)	(729,013)
Investments (a)	449,269	(100,000)	349,269
Cash and Temporary Investments, Beginning of Year (a)	1,825,832	247,912	2,073,744
Cash and Temporary Investments, End of Year (a)	2,080,197	180,398	2,260,595

15. Legal Actions

The Municipality is currently engaged in certain legal actions, the outcomes of which are not determinable at this time. Accordingly, no provision has been made in the accounts for these actions. The amount of loss, if any, arising from these actions will be recorded in the accounts in the period in which the loss is realized.

16. Impacts of COVID-19

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

17. Comparative Figures

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

TOWN OF WADENA
Schedule of Taxes and Other Unconditional Revenue
As at December 31, 2020

Schedule 1

	Budget 2020	2020	2019
			(Restated - see note 14)
TAXES			
General municipal tax levy	\$ 1,484,045	\$ 1,485,214	\$ 1,476,169
Abatements and adjustments	(1,600)	(11,374)	(4,343)
Discount on current year taxes	(33,391)	(36,031)	(33,833)
Net Municipal Taxes	1,449,054	1,437,809	1,437,993
Potash tax share	-	-	-
Trailer license fees	1,464	1,017	2,033
Penalties on tax arrears	37,000	52,731	36,681
Special tax levy	-	-	-
Other	-	-	-
Total Taxes	1,487,518	1,491,557	1,476,707
UNCONDITIONAL GRANTS			
Equalization (Revenue Sharing)	293,622	293,622	264,827
Organized Hamlet	-	-	-
Other (Safe Restart)	-	76,834	1,000
Total Unconditional Grants	293,622	370,456	265,827
GRANTS IN LIEU OF TAXES			
Federal	19,800	15,425	15,725
Provincial			
SPC Electrical	5,000	3,392	3,449
SaskEnergy Gas	-	-	-
TransGas	-	-	-
Central Services	-	-	-
SaskTel	20,100	15,426	22,002
Other	-	-	-
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty land Entitlement	-	-	-
Other	-	-	-
Other Government Transfers			
S.P.C. Surcharge	80,000	77,620	85,637
SaskEnergy Surcharge	40,000	36,243	43,001
Other	-	-	-
Total Grants in Lieu of Taxes	164,900	148,106	169,814
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 1,946,040	\$ 2,010,119	\$ 1,912,348

TOWN OF WADENA

Schedule of Operating and Capital Revenue by Function

As at December 31, 2020

Schedule 2 - 1

	Budget 2020	2020	2019 <small>(Restated - see note 14)</small>
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and charges	\$ 15,630	\$ 12,703	\$ 16,667
- Custom work	-	-	-
- Sales of supplies	2,100	1,209	2,440
- Other (Rental)	1,500	1,055	4,839
Total Fees and Charges	19,230	14,967	23,946
- Tangible capital asset sales - gain (loss)	-	-	(41,588)
- Land sales - gain (loss)	-	(22,120)	(33,281)
- Investment income and commissions	80,500	20,120	47,205
- Royalty income	-	-	-
Total Other Segmented Revenue	99,730	12,967	(3,718)
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	99,730	12,967	(3,718)
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring revenue	-	-	-
Total General Government Services	99,730	12,967	(3,718)
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and charges	8,300	11,498	16,689
- Other - donations	-	-	-
Total Fees and Charges	8,300	11,498	16,689
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	8,300	11,498	16,689
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	8,300	11,498	16,689
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring revenue	-	-	-
Total Protective Services	\$ 8,300	\$ 11,498	\$ 16,689

TOWN OF WADENA

Schedule of Operating and Capital Revenue by Function

As at December 31, 2020

Schedule 2 - 2

	Budget 2020	2020	2019 <small>(Restated - see note 14)</small>
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Custom work	1,500	3,578	1,417
- Sales of Supplies	200	212	98
- Road Maintenance and Restoration Agreements	14,510	14,508	14,508
- Frontage	-	-	-
- Other	-	4,811	-
Total Fees and Charges	16,210	23,109	16,023
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	16,210	23,109	16,023
Conditional Grants			
- RIRG (CTP)	-	-	-
- Student Employment	-	-	-
- Other (MEEP)	-	38,235	-
Total Conditional Grants	-	38,235	-
Total Operating	16,210	61,344	16,023
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- ICIP	-	-	-
- RIRG (Heavy Haul, CTP, Bridges and Culverts)	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring revenue	-	-	-
Total Transportation Services	16,210	61,344	16,023
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	4,000	5,700	5,000
- Waste and Disposal Fees	1,000	22,676	20,293
- Other	300	165	63
Total Fees and Charges	5,300	28,541	25,356
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	3,234	-
Total Other Segmented Revenue	5,300	31,775	25,356
Conditional Grants			
- Student Employment	9,500	3,170	1,548
- TAPD	3,466	3,466	5,220
- Local government	15,600	16,162	13,185
- Other	-	-	-
Total Conditional Grants	28,566	22,798	19,953
Total Operating	33,866	54,573	45,309
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
-TAPD	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	14,380	14,444	14,412
Total Capital	14,380	14,444	14,412
Restructuring revenue	-	-	-
Total Environmental and Public Health Services	\$ 48,246	\$ 69,017	\$ 59,721

TOWN OF WADENA

Schedule of Operating and Capital Revenue by Function

As at December 31, 2020

Schedule 2 - 3

	Budget 2020	2020	2019 <small>(Restated - see note 14)</small>
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Maintenance and Development Charges	-	-	-
- Other	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring revenue	-	-	-
Total Planning and Development Services	-	-	-
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenues			
Fees and Charges	148,400	73,177	188,206
- Recreation Fees	6,250	8,288	6,033
Total Fees and Charges	154,650	81,465	194,239
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	72,700	69,847	76,546
Total Other Segmented Revenue	227,350	151,312	270,785
Conditional Grants			
- Student Employment	37,800	37,769	5,640
- Local Government	11,000	20,679	13,500
- Donations	500	225	137,949
- Other	19,200	1,299	9,803
Total Conditional Grants	68,500	59,972	166,892
Total Operating	295,850	211,284	437,677
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- ICIP	-	-	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring revenue	-	-	-
Total Recreation and Cultural Services	\$ 295,850	\$ 211,284	\$ 437,677

TOWN OF WADENA

Schedule of Operating and Capital Revenue by Function

As at December 31, 2020

Schedule 2 - 4

	Budget 2020	2020	2019 <small>(Restated - see note 14)</small>
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Water	201,800	218,751	197,069
- Sewer	118,000	117,134	108,187
- Other	225,500	272,781	205,479
Total Fees and Charges	545,300	608,666	510,735
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	3,200	2,076	13,855
Total Other Segmented Revenue	548,500	610,742	524,590
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	548,500	610,742	524,590
Capital			
Conditional Grants			
- Federal Gas Tax	75,992	229,114	113,559
- ICIP	-	-	-
- New Building Canada Fund (SCF, NRP)	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	75,992	229,114	113,559
Restructuring revenue	-	-	-
Total Utility Services	624,492	839,856	638,149
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 1,092,828	\$ 1,205,966	\$ 1,164,541

SUMMARY

Total Other Segmented Revenue	\$ 905,390	\$ 841,403	\$ 849,725
Total Conditional Grants	97,066	121,005	186,845
Total Capital Grants and Contributions	90,372	243,558	127,971
Restructuring Revenue	-	-	-
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 1,092,828	\$ 1,205,966	\$ 1,164,541

TOWN OF WADENA

Total Expenses by Function

As at December 31, 2020

Schedule 3 - 1

	Budget 2020	2020	2019 <small>(Restated - see note 14)</small>
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 36,605	\$ 30,521	\$ 23,157
Wages and benefits	201,945	230,064	263,105
Professional/Contractual services	160,300	149,233	209,276
Utilities	17,500	16,340	15,705
Maintenance, materials and supplies	19,350	17,448	16,917
Grants and contributions			
- operating	16,000	11,932	6,486
- capital	-	-	-
Amortization	407	407	2,518
Allowance for Uncollectibles	-	87,831	18,022
Other	5,620	4,116	143
General Government Services	457,727	547,892	555,329
Restructuring	-	-	-
Total General Government Services	457,727	547,892	555,329
PROTECTIVE SERVICES			
Police Protection			
Wages and benefits	-	-	-
Professional/Contractual Services	101,650	100,281	96,797
Utilities	-	-	-
Maintenance, materials and supplies	-	-	-
Grants and contributions			
- Operating	-	-	-
- Capital	-	-	-
Other	-	-	-
Fire Protection			
Wages and benefits	-	-	-
Professional/Contractual Services	1,100	1,025	1,025
Utilities	-	-	-
Maintenance, materials and supplies	-	-	-
Grants and contributions			
- Operating	30,150	30,141	30,060
- Capital	-	-	-
Amortization	4,766	4,766	4,766
Interest	-	-	-
Other	3,000	-	973
Protective Services	140,666	136,213	133,621
Restructuring	-	-	-
Total Protective Services	140,666	136,213	133,621
TRANSPORTATION SERVICES			
Wages and Benefits	133,480	139,858	81,144
Professional/Contractual Services	94,600	108,508	27,741
Utilities	45,400	45,636	43,062
Maintenance, Materials and Supplies	68,150	54,552	64,493
Gravel	18,000	12,112	16,983
Grants and contributions			
- Operating	-	-	-
- Capital	-	-	-
Amortization	83,444	83,444	76,361
Interest	-	-	830
Other	-	-	-
Transportation Services	443,074	444,110	310,614
Restructuring	-	-	-
Total Transportation Services	\$ 443,074	\$ 444,110	\$ 310,614

TOWN OF WADENA

Total Expenses by Function

As at December 31, 2020

Schedule 3 - 2

	Budget 2020	2020	2019 <small>(Restated - see note 14)</small>
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and Benefits	\$ -	\$ -	\$ -
Professional/Contractual Services	167,900	157,475	169,290
Utilities	-	-	-
Maintenance, Materials, and Supplies	16,050	12,792	12,307
Grants and contributions			
- Operating	-	-	-
waste disposal	110,000	-	-
Public Health	19,460	19,466	21,220
- capital	-	-	-
waste disposal	-	-	-
Public Health	-	-	-
Amortization	1,865	13,629	12,867
Interest	-	-	-
Other	-	93,632	63,126
Environmental and Public Health Services	315,275	296,994	278,810
Restructuring	-	-	-
Total Environmental and Public Health Services	315,275	296,994	278,810
PLANNING AND DEVELOPMENT SERVICES			
Wages and Benefits	14,780	15,562	10,709
Professional/Contractual Services	14,900	13,478	29,357
Grants and contributions			
- Operating	1,500	-	666
- Capital	-	-	-
Amortization	193	193	193
interest	-	-	-
Other (Specify)	-	-	-
Planning and Development Services	31,373	29,233	40,925
Restructuring	-	-	-
Total Planning and Development Services	31,373	29,233	40,925
RECREATION AND CULTURAL SERVICES			
Wages and Benefits	452,335	346,800	362,133
Professional/Contractual Services	42,500	29,329	25,817
Utilities	130,800	105,094	120,638
Maintenance, Materials, and Supplies	162,275	75,737	173,355
Grants and contributions			
- operating	37,330	27,257	36,744
- Capital	-	13,890	-
Amortization	162,298	162,298	163,540
Interest	-	40,928	21,231
Allowance For Uncollectibles	-	-	-
Other	32,500	31,774	4,237
Recreation and Cultural Services	1,020,038	833,107	907,695
Restructuring	-	-	-
Total Recreation and Cultural Services	\$ 1,020,038	\$ 833,107	\$ 907,695

TOWN OF WADENA

Total Expenses by Function

As at December 31, 2020

Schedule 3 - 3

	Budget 2020	2020	2019
			(Restated - see note 14)
UTILITY SERVICES			
Wages and Benefits	\$ 174,890	\$ 182,007	\$ 227,450
Professional/Contractual Services	158,300	116,831	312,383
Utilities	56,000	55,304	52,554
Maintenance, Materials and Supplies	84,200	66,002	129,667
Grants and contributions			
- Operating	-	-	-
- Capital	-	21,000	-
Amortization	46,460	46,460	42,891
Interest	-	-	-
Allowance for Uncollectibles	900	-	890
Other	8,700	8,608	62,356
Utility Services	529,450	496,212	828,191
Restructuring	-	-	-
Total Utility Services	529,450	496,212	828,191
TOTAL EXPENSES BY FUNCTION	\$ 2,937,603	\$ 2,783,761	\$ 3,055,185

TOWN OF WADENA

Consolidated Schedule of Segment Disclosure by Function

As at December 31, 2020

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 14,967	\$ 11,498	\$ 23,109	\$ 28,541	\$ -	\$ 81,465	\$ 608,666	\$ 768,246
Tangible Capital Asset Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Land Sales - Gain (Loss)	(22,120)	-	-	-	-	-	-	(22,120)
Investment Income and Commissions	20,120	-	-	-	-	-	-	20,120
Other Revenues	-	-	-	3,234	-	69,847	2,076	75,157
Grants - Conditional	-	-	38,235	22,798	-	59,972	-	121,005
- Capital	-	-	-	14,444	-	-	229,114	243,558
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	12,967	11,498	61,344	69,017	-	211,284	839,856	1,205,966
Expenses (Schedule 3)								
Wages and Benefits	260,585	-	139,858	-	15,562	346,800	182,007	944,812
Professional/Contractual Services	149,233	101,306	108,508	157,475	13,478	29,329	116,831	676,160
Utilities	16,340	-	45,636	-	-	105,094	55,304	222,374
Maintenance Material and Supplies	17,448	-	66,664	12,792	-	75,737	66,002	238,643
Grants and Contributions	11,932	30,141	-	19,466	-	41,147	21,000	123,686
Amortization	407	4,766	83,444	13,629	193	162,298	46,460	311,197
Interest	-	-	-	-	-	40,928	-	40,928
Allowance for Uncollectibles	87,831	-	-	-	-	-	-	87,831
Restructurings	-	-	-	-	-	-	-	-
Other	4,116	-	-	93,632	-	31,774	8,608	138,130
Total Expenses	547,892	136,213	444,110	296,994	29,233	833,107	496,212	2,783,761
Surplus (Deficit) by Function	(534,925)	(124,715)	(382,766)	(227,977)	(29,233)	(621,823)	343,644	(1,577,795)
Taxes and other unconditional revenue (Schedule 1)								<u>2,010,119</u>
Net Surplus (Deficit)								<u>\$ 432,324</u>

See notes to the consolidated financial statements

TOWN OF WADENA
Consolidated Schedule of Segment Disclosure by Function
As at December 31, 2019

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public	Planning and Development	Recreation and Culture	Utility Services	Total
	<small>(Restated - see note 14)</small>							
Revenues (Schedule 2)								
Fees and Charges	\$ 23,946	\$ 16,689	\$ 16,023	\$ 25,356	\$ -	\$ 194,239	\$ 510,735	\$ 786,988
Tangible Capital Asset Sales - Gain (Loss)	(41,588)	-	-	-	-	-	-	(41,588)
Land Sales - Gain (Loss)	(33,281)	-	-	-	-	-	-	(33,281)
Investment Income and Commissions	47,205	-	-	-	-	-	-	47,205
Other Revenues	-	-	-	-	-	76,546	13,855	90,401
Grants - Conditional	-	-	-	19,953	-	166,892	-	186,845
- Capital	-	-	-	14,412	-	-	113,559	127,971
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	(3,718)	16,689	16,023	59,721	-	437,677	638,149	1,164,541
Expenses (Schedule 3)								
Wages and Benefits	286,262	-	81,144	-	10,709	362,133	227,450	967,698
Professional/Contractual Services	209,276	97,822	27,741	169,290	29,357	25,817	312,383	871,686
Utilities	15,705	-	43,062	-	-	120,638	52,554	231,959
Maintenance Material and Supplies	16,917	-	81,476	12,307	-	173,355	129,667	413,722
Grants and Contributions	6,486	30,060	-	21,220	666	36,744	-	95,176
Amortization	2,518	4,766	76,361	12,867	193	163,540	42,891	303,136
Interest	-	-	830	-	-	21,231	-	22,061
Allowance for Uncollectibles	18,022	-	-	-	-	-	890	18,912
Restructurings	-	-	-	-	-	-	-	-
Other	143	973	-	63,126	-	4,237	62,356	130,835
Total Expenses	555,329	133,621	310,614	278,810	40,925	907,695	828,191	3,055,185
Surplus (Deficit) by Function	(559,047)	(116,932)	(294,591)	(219,089)	(40,925)	(470,018)	(190,042)	(1,890,644)
Taxes and other unconditional revenue (Schedule 1)								1,912,348
Net Surplus (Deficit)								\$ 21,704

See notes to the consolidated financial statements

TOWN OF WADENA
Consolidated Schedule of Tangible Capital Assets by Object
As at December 31, 2020

Schedule 6

	2020							Total	2019 Total <small>(Restated - see note 14)</small>
	General Assets					Infrastructure Assets	General/ Infrastructure		
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets	Assets Under Construction		
Asset cost									
Opening Asset costs	\$ 16,451	\$ 346,709	\$ 4,586,103	\$ -	\$ 1,582,341	\$ 6,334,842	\$ -	\$ 12,866,446	\$ 12,303,956
Additions during the year	128,188	34,071	30,365	-	109,500	-	7,614	309,738	729,013
Disposals and write-downs during the year	-	-	-	-	-	-	-	-	(166,523)
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-
Closing Asset Costs	144,639	380,780	4,616,468	-	1,691,841	6,334,842	7,614	13,176,184	12,866,446
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	-	173,283	1,741,527	-	578,942	5,321,505	-	7,815,257	7,587,056
Add: Amortization taken	-	16,899	112,582	-	124,325	57,391	-	311,197	303,136
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	(74,935)
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-
Closing Accumulated Amortization Costs	-	190,182	1,854,109	-	703,267	5,378,896	-	8,126,454	7,815,257
Net Book Value	\$ 144,639	\$ 190,598	\$ 2,762,359	\$ -	\$ 988,574	\$ 955,946	\$ 7,614	\$ 5,049,730	\$ 5,051,189

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

See notes to the consolidated financial statements

TOWN OF WADENA
Consolidated Schedule of Tangible Capital Assets by Function
As at December 31, 2020

Schedule 7

	2020							2019 Total
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	(Restated - see note 14)
Asset cost								
Opening Asset costs	\$ 39,291	\$ 278,130	\$ 6,210,402	\$ 265,144	\$ 3,850	\$ 4,751,689	\$ 1,317,940	\$ 12,866,446
Additions during the year	-	-	85,876	34,071	128,188	43,757	17,846	309,738
Disposals and write-downs during the year	-	-	-	-	-	-	-	-
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-
Closing Asset Costs	39,291	278,130	6,296,278	299,215	132,038	4,795,446	1,335,786	13,176,184
Accumulated Amortization Cost								
Opening Accumulated Amortization Costs	22,023	92,276	5,365,731	79,804	1,541	1,740,885	512,997	7,815,257
Add: Amortization taken	407	4,766	83,444	13,629	193	162,298	46,460	311,197
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-
Closing Accumulated Amortization Costs	22,430	97,042	5,449,175	93,433	1,734	1,903,183	559,457	8,126,454
Net Book Value	\$ 16,861	\$ 181,088	\$ 847,103	\$ 205,782	\$ 130,304	\$ 2,892,263	\$ 776,329	\$ 5,049,730

See notes to the consolidated financial statements

TOWN OF WADENA

Consolidated Schedule of Accumulated Surplus

As at December 31, 2020

Schedule 8

	2019	Change	2020
	(Restated - see note 14)		
UNAPPROPRIATED SURPLUS	\$ 980,530	\$ 335,628	\$ 1,316,158
APPROPRIATED RESERVES			
Playground Equipment	3,000	-	3,000
Equipment	75,549	15,451	91,000
Public Reserve	56,635	-	56,635
Capital Trust	54,000	-	54,000
Utility	793,991	(58,000)	735,991
Other - Bust statue perpetual care	3,148	-	3,148
Other - Community Hall	24,620	-	24,620
Other - Curling Rink	43,411	1,000	44,411
Other - Emergency planning and preparedness	5,000	3,000	8,000
Other - Fire Department	5,074	-	5,074
Other - Health care	24,470	-	24,470
Other - Landfill	46,345	-	46,345
Other - Municipal reserve properties	916	1,500	2,416
Other - Museum	40,254	7,700	47,954
Other - Perpetual Care	94,546	2,200	96,746
Other - Recreation capital	523	15,000	15,523
Other - Tourism	6,250	-	6,250
Other - Pool	-	10,000	10,000
Other - Sports Grounds	-	4,000	4,000
Total Appropriated	1,277,732	1,851	1,279,583
ORGANIZED HAMLETS			
Organized Hamlet of	-	-	-
Total Organized Hamlets	-	-	-
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6, 7)	5,051,189	(1,459)	5,049,730
Less: Related debt	(940,531)	96,304	(844,227)
Net Investment in Tangible Capital Assets	4,110,658	94,845	4,205,503
Total Accumulated Surplus	\$ 6,368,920	\$ 432,324	\$ 6,801,244

TOWN OF WADENA
Schedule of Mill Rates and Assessments
As at December 31, 2020

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	\$ 385,565	\$ 57,366,640	\$ -	\$ -	\$ 10,144,100	\$ -	\$ 67,896,305
Regional Park Assessment	-	-	-	-	-	-	-
Total Assessment	385,565	57,366,640	-	-	10,144,100	-	67,896,305
Mill Rate Factor(s)	1.2300	0.4998	-	-	1.5000	-	-
Total Base/Minimum Tax (generated for each property class)	2,850	690,750	-	-	124,850	-	818,450
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 9,978	\$ 1,121,688	\$ -	\$ -	\$ 353,549	\$ -	\$ 1,485,214

MILL RATES:

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

MILLS	
	21.8747
	4.4327
	-
	15.0300

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

TOWN OF WADENA
Schedule of Council Remuneration
As at December 31, 2020

Schedule 10

	Name	Remuneration	Reimbursed Costs	Total
Mayor	Sara Sobchyshyn	\$ 4,360	\$ -	\$ 4,360
	Greg Linnen	7,825	205	8,030
Councillor	Greg Chaykowski	295	-	295
Councillor	Jody Christianson	1,455	205	1,660
Councillor	Conrad Eliason	2,720	-	2,720
Councillor	Shelley Fitch	3,730	-	3,730
Councillor	Kelly Tokarchuk	3,043	-	3,043
Councillor	Travis Fogg	705	-	705
Councillor	Marcus Elphinstone	705	-	705
Councillor	Samantha Fehr	705	-	705
Councillor	Ashley Kolach	705	-	705
Councillor	Alison Squires	705	-	705
Councillor	Jordan Thiesen	590	-	590
Total		\$ 27,543	\$ 410	\$ 27,953