

Northern Hamlet of Weyakwin
Financial Statements
December 31, 2020

Northern Hamlet of Weyakwin

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For the year ended December 31, 2020

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Management's Responsibility

To the Mayor and Council of The Northern Hamlet of Weyakwin:

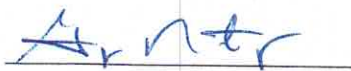
The municipality's management is responsible for the preparation and presentation of the accompanying financial statements in accordance with Canadian public sector accounting standards (PSAS). The preparation of the statements necessarily includes selecting appropriate accounting principles and methods, 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.

MNP 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.

August 16, 2022


Mayor


Administrator

Independent Auditor's Report

To the Mayor and Council of Northern Hamlet of Weyakwin:

Qualified Opinion

We have audited the financial statements of Northern Hamlet of Weyakwin (the "Hamlet"), which comprise the statement of financial position as at December 31, 2020, and the statements of operations, changes in net financial assets, cash flows and the related schedules for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

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

Basis for Qualified Opinion

The Hamlet's landfill closed in 2017 and management has not completed sufficient analysis to be able to provide a reliable estimate of closure and post closure costs. This is a scope limitation and we are unable to determine whether adjustments might be required to the environmental and public health expenses, surplus of revenue over expenses, and cash flows for the year ended December 31, 2020 and 2019, landfill liability as at December 30, 2020 and 2019, and accumulated surplus as at January 1 and December 31 for both the 2020 and 2019 years.

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 Hamlet 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 qualified opinion.

Responsibilities of Management and the Mayor and Council for the Financial Statements

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

In preparing the financial statements, management is responsible for assessing the Hamlet'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 Hamlet or to cease operations, or has no realistic alternative but to do so.

The Mayor and Council are responsible for overseeing the Hamlet's financial reporting process.

Independent Auditor's Report

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Hamlet'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 Hamlet'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 Hamlet to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

Prince Albert, Saskatchewan

August 16, 2022

MNP LLP

Chartered Professional Accountants

MNP

Northern Hamlet of Weyakwin
Statement of Financial Position
As at December 31, 2020

Statement 1

	2020	2019
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	198,424	37,041
Taxes Receivable - Municipal (Note 3)	26,648	1,437
Other Accounts Receivable (Note 4)	38,519	68,306
Total Financial Assets	263,591	106,784

LIABILITIES		
Accounts Payable	151,846	86,955
Accrued Landfill Costs (Note 6)	2,113	2,113
Long-Term Debt (Note 7)	1,853	6,787
Deferred Revenue (Note 8)	-	1,500
Total Liabilities	155,812	97,355

NET FINANCIAL ASSETS	107,779	9,429
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NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	2,696,089	1,279,321
Prepayments and Deferred Charges (Note 9)	37,718	40,322
Stock and Supplies	5,915	7,556
Total Non-Financial Assets	2,739,722	1,327,199

ACCUMULATED SURPLUS (Schedule 8)	2,847,501	1,336,628
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Approved on behalf of Mayor and Council


 Mayor


 Councillor

The accompanying notes and schedules are an integral part of these statements.

Northern Hamlet of Weyakwin
Statement of Operations
As at December 31, 2020

Statement 2

	2020 Budget	2020	2019
REVENUES			
Taxes and Other Unconditional Revenue (Schedule 1)	309,205	425,725	334,965
Fees and Charges (Schedule 4, 5)	26,076	97,814	48,704
Conditional Grants (Schedule 4, 5)	-	70,266	96,673
Other Revenues (Schedule 4, 5)	-	5,045	2,706
Total Revenues	335,281	598,850	483,048
EXPENSES			
General Government Services (Schedule 3)	128,826	197,417	216,575
Protective Services (Schedule 3)	14,008	71,193	71,882
Transportation Services (Schedule 3)	29,146	3,934	2,741
Environmental and Public Health Services (Schedule 3)	25,000	32,707	67,639
Recreation and Cultural Services (Schedule 3)	-	36,255	35,369
Utility Services (Schedule 3)	141,785	117,839	106,639
Total Expenses	338,765	459,345	500,845
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	(3,484)	139,505	(17,797)
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	-	1,371,368	119,867
Surplus (Deficit) of Revenues over Expenses	(3,484)	1,510,873	102,070
Accumulated Surplus, Beginning of Year	1,336,628	1,336,628	1,234,558
Accumulated Surplus, End of Year	1,333,144	2,847,501	1,336,628

The accompanying notes and schedules are an integral part of these statements.

Northern Hamlet of Weyakwin
Statement of Change in Net Financial Assets
As at December 31, 2020

Statement 3

	2020 Budget	2020	2019
Surplus (Deficit)	(3,484)	1,510,873	102,070
(Acquisition) of tangible capital assets	-	(1,455,994)	(119,936)
Amortization of tangible capital assets	-	39,226	43,596
Deficit of capital expenses over expenditures	-	(1,416,768)	(76,340)
(Acquisition) of supplies inventories	-	(5,915)	(7,556)
(Acquisition) of prepaid expense	-	(37,718)	(40,322)
Consumption of supplies inventory	-	7,556	1,994
Use of prepaid expense	-	40,322	38,075
Deficit of expenses of other non-financial over expenditures	-	4,245	(7,809)
Increase/Decrease in Net Financial Assets	(3,484)	98,350	17,921
Net Financial Assets - Beginning of Year	9,429	9,429	(8,492)
Net Financial Assets - End of Year	5,945	107,779	9,429

The accompanying notes and schedules are an integral part of these statements.

Northern Hamlet of Weyakwin
Statement of Cash Flow
As at December 31, 2020

Statement 4

	2020	2019
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	1,510,873	102,070
Amortization	39,226	43,596
	1,550,099	145,666
Change in assets/liabilities		
Taxes Receivable - Municipal	(25,211)	613
Other Receivables	29,787	(31,625)
Accounts and Accrued Liabilities Payable	64,891	14,186
Deferred Revenue	(1,500)	1,500
Stock and Supplies	1,641	(5,562)
Prepayments and Deferred Charges	2,604	(2,247)
Cash provided by operating transactions	1,622,311	122,531
Capital:		
Acquisition of capital assets	(1,455,994)	(119,936)
Cash applied to capital transactions	(1,455,994)	(119,936)
Investing:		
Long-term investments	-	16,097
Cash provided by (applied to) investing transactions	-	16,097
Financing:		
Long-term debt repaid	(4,934)	(4,604)
Cash provided by (applied to) financing transactions	(4,934)	(4,604)
Change in Cash and Temporary Investments during the year	161,383	14,088
Cash and Temporary Investments - Beginning of Year	37,041	22,953
Cash and Temporary Investments - End of Year	198,424	37,041

The accompanying notes and schedules are an integral part of these statements.

1. Significant accounting policies

The financial statements of the Hamlet are 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 Hamlet are as follows:

- a) **Basis of accounting:** The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods and services and the creation of a legal obligation to pay.
 - b) **Reporting Entity:** The financial statements consolidates the assets, liabilities and flow of resources of the Hamlet. The entity is comprised of all of the organizations that are owned or controlled by the Hamlet and are, therefore, accountable to the Mayor and Council for the administration of their financial affairs and resources.
 - c) **Collection of funds for other authorities:** Collection of funds by the Hamlet 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 3.
 - d) **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 occurred, as long as:
 - a) the transfers are authorized;
 - b) any eligibility criteria have been met; and,
 - c) reasonable estimates of the amounts can be made.
- Unearned government transfer amounts received but not earned will be recorded as deferred revenue.
Earned government transfer amounts not received will be recorded as an amount receivable.
- e) **Deferred Revenue - Fees and charges:** Certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred or services performed.
 - f) **Local Improvement Charges:** Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed.
 - g) **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.
 - h) **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.
 - i) **Appropriated Reserves:** Reserves are established at the discretion of the Mayor and Council to designate surplus for future operating and capital transactions. Amounts so designated are described on Schedule 8.
 - j) **Property Tax Revenue:** Property tax revenue is based on assessments determined in accordance with Saskatchewan Legislation and the formulas, principles, and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually by council following the guidance of the Government of Saskatchewan. Tax revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred. Requisitions operate as a flow through and are excluded from municipal revenue.

Northern Hamlet of Weyakwin
Notes to the Financial Statements
As at December 31, 2020

1. Significant accounting policies - continued

- k) **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.
- l) **Inventories:** Inventories of materials and supplies expected to be used by the Hamlet 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.
- m) **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. The tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The Hamlet's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	5 to 20 Yrs
Buildings	10 to 50 Yrs
Vehicles & Equipment	
Vehicles	5 to 10 Yrs
Machinery and Equipment	5 to 10 Yrs
Infrastructure Assets	
Infrastructure Assets	30 to 75 Yrs
Water & Sewer	20 to 60 Yrs
Road Network Assets	20 Yrs

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

Works of Art: 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 Hamlet does not capitalize interest incurred while a tangible capital asset is under construction.

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 a operating lease and rental payments are expensed as incurred.

- n) **Landfill liability:** The Hamlet maintained a waste disposal site and has recorded a landfill liability. The landfill closed in 2017. An engineering report must be performed to provide a reliable estimate for decommissioning. At this time the report has not been completed and therefore the landfill liability is unknown and has not been adjusted. The actual liability is expected to differ materially from the amount recorded. The cost will be recorded in the financial statements in the period in which it becomes known.
- o) **Employee benefit plans:** Contributions to the Hamlet's defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the Hamlet's obligations are limited to their contributions.

1. Significant accounting policies - continued

- p) **Measurement Uncertainty:** The preparation of financial statements in conformity with Public Sector Reporting 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. Amortization is based on the estimated 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.

- q) **Basis of segmentation/Segment report:** The Hamlet 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 Hamlet.

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 Hamlet.

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.

- r) **New Standards and Amendments to Standards:**

Effective for Fiscal Years Beginning on or After April 1, 2022:

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

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

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

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

PS 3280 Asset Retirement Obligations, a new standard establishing guidance on the recognition, measurement, presentation and disclosure of a liability for retirement of a tangible capital asset. 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 the recognition, measurement, presentation and disclosure of revenue. The standard provides a framework for recognizing, measuring and reporting revenues that arise from transactions that include performance obligations and transactions that do not have performance obligations. Performance obligations are enforceable promises to provide specific goods or services to a specific payer.

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

2. Cash and Temporary Investments

	2020	2019
Cash	198,424	37,041
Total Cash and Temporary Investments	198,424	37,041

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

3. Taxes Receivable - Municipal

	2020	2019
Municipal - Current	3,737	2,332
- Arrears	235,852	212,046
	239,589	214,378
- Less Allowance for Uncollectibles	(212,941)	(212,941)
Total municipal taxes receivable	26,648	1,437
School - Current	40,428	35,949
- Arrears	371,082	335,236
Total school taxes receivable	411,510	371,185
Total taxes and grants in lieu receivable	438,158	372,622
Deduct taxes receivable to be collected on behalf of other organizations	(411,510)	(371,185)
Total Taxes Receivable - Municipal	26,648	1,437

4. Other Accounts Receivable

	2020	2019
Federal Government	35,448	55,994
Provincial Government	-	10,063
Utility	4,249	3,528
Trade	4,075	4,075
Other (Accrued Interest)	262	161
Total Other Accounts Receivable	44,034	73,821
Less: Allowance for Uncollectibles	(5,515)	(5,515)
Net Other Accounts Receivable	38,519	68,306

5. Land for Resale

	2020	2019
Tax Title Property	18,558	18,558
Allowance for market value adjustment	(18,558)	(18,558)
Net Tax Title Property	-	-
Total Land for Resale	-	-

Northern Hamlet of Weyakwin
Notes to the Financial Statements
As at December 31, 2020

6. Accrued Landfill Costs

	2020	2019
Environmental Liabilities	2,113	2,113

In 2018, the Hamlet recorded \$2,113 in accrued landfill costs related to its proportionate share of the estimated total landfill closure and post closure care expenditure of \$17,500. This estimate was determined in 2005 and there has been no new information regarding this amount as at the date of the financial statements.

The landfill closed in 2017 and a new engineering report is to be completed which will provide a new estimation for closure and post closure costs. An engineering report must be performed to provide a reliable estimate for decommissioning. At this time the report has not been completed and therefore the landfill liability is unknown and has not been adjusted. The actual liability is expected to differ materially from the amount recorded. The cost will be recorded in the financial statements in the period in which it becomes known.

7. Long-Term Debt

The debt limit of the Hamlet is \$74,322. The debt limit for a hamlet is the total amount of the Hamlet's own source revenues for the preceding year (the Municipalities Act section 161(1)).

Affinity Credit Union loan is repayable in fixed monthly payments of \$430 including interest at prime plus 2% (2020 - 5.25%), secured by assets with a net book value of \$12,605, due May 2021.

Future principal repayments are estimated as follows:

Year	Principal	Interest	Current Total	Prior Year Total
2021	1,853	27	1,880	13,330
Balance	1,853	27	1,880	13,330

8. Deferred Revenue

	2020	2019
Saskatchewan Parks and Recreation Association		
Opening Deferred Revenue	1,500	-
Distribution	-	1,500
Eligible Costs	1,500	-
Ending deferred Saskatchewan Parks and Recreation Association	-	1,500

Gas Tax Funding

Opening Deferred Revenue	-	-
Distribution	15,821	12,434
Eligible Costs	15,821	12,434
Ending Deferred Gas Tax Funding	-	-
Total Deferred Revenue	-	-

9. Prepaid Expenses

	2020	2019
Prepaid Operating Expenses	10,654	12,024
Prepaid Capital Expenses	27,064	28,298
Total Prepaid Expenses	37,718	40,322

Northern Hamlet of Weyakwin
Notes to the Financial Statements
As at December 31, 2020

10. Pension Plan

The Hamlet is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The Hamlet pension expense in 2020 is \$2,450 (2019 - \$2,910). The benefits accrued to the Hamlet's employees from MEPP are calculated using the following: Pensionable Years of Service, Highest Average Salary, and the plan accrual rate.

11. Other Commitments

The Hamlet has also entered into an agreement to assign a portion of its Northern Municipal Revenue Sharing grant to the Northern Municipal Trust Account each year related to Phase V of the Lagoon and SPS Projects. Total construction costs are expected to be \$2,540,000. The Hamlet's share of the costs is \$199,583. As of December 31, 2020 the Hamlet's remaining share is \$112,083, therefore, five equal yearly payments of \$16,012 will be made commencing October 2021 and ending October 2027.

12. Budget

On June 8, 2020, the Council approved its operating budget on planned expenses relating to the current year funding and other current year sources of revenue.

13. Compliance with Authorities

The Hamlet is required to submit its financial statements to the Minister of Government Relations by July 1 of the year following the financial year for which the financial statements and report have been prepared. The Hamlet did not submit its financial statements by this date. The possible effect of this breach has not yet been determined.

14. Significant Event

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

Northern Hamlet of Weyakwin
Schedule of Taxes and Other Unconditional Revenue
As at December 31, 2020

Schedule 1

	2020 Budget	2020	2019
TAXES			
General municipal tax levy	-	6,535	6,535
Discount on current year taxes	-	(127)	(168)
Net Municipal Taxes	-	6,408	6,367
Penalties on tax arrears	-	21,484	19,251
Total Taxes	-	27,892	25,618
UNCONDITIONAL GRANTS			
Equalization (Revenue Sharing)	309,205	396,984	308,498
Total Unconditional Grants	309,205	396,984	308,498
GRANTS IN LIEU OF TAXES			
Provincial			
Other (Provincial grants in lieu of taxes)	-	849	849
Total Grants in Lieu of Taxes	-	849	849
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	309,205	425,725	334,965

Northern Hamlet of Weyakwin
Schedule of Operating and Capital Revenue by Function
As at December 31, 2020

Schedule 2 - 1

	2020 Budget	2020	2019
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Other (Rent)		32,170	20,470
Total Fees and Charges	-	32,170	20,470
- Other	-	5,045	2,706
Total Other Segmented Revenue	-	37,215	23,176
Total Operating	-	37,215	23,176
Capital			
Conditional Grants			
- Federal Gas Tax	-	3,009	-
Total Capital	-	3,009	-
Restructuring Revenue (Specify, if any)	-	-	-
Total General Government Services	-	40,224	23,176

PROTECTIVE SERVICES

Operating

Other Segmented Revenue			
Fees and Charges	-	-	-
- Other (Fundraising)	-	45,000	-
Total Other Segmented Revenue	-	45,000	-
Conditional Grants			
- Other (Northern Support Services)	-	60,906	63,628
Total Conditional Grants	-	60,906	63,628
Total Operating	-	105,906	63,628
Total Protective Services	-	105,906	63,628

Northern Hamlet of Weyakwin
Schedule of Operating and Capital Revenue by Function
As at December 31, 2020

Schedule 2 - 2

	2020 Budget	2020	2019
TRANSPORTATION SERVICES			
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	15,821
Total Capital	-	-	15,821
Restructuring Revenue (<i>Specify, if any</i>)	-	-	-
Total Transportation Services	-	-	15,821
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees		6,229	13,089
Total Other Segmented Revenue	-	6,229	13,089
Conditional Grants			
- Other (Landfill wage reimbursement)	-	-	33,045
Total Conditional Grants	-	-	33,045
Total Operating	-	6,229	46,134
Total Environmental and Public Health Services	-	6,229	46,134

Northern Hamlet of Weyakwin
Schedule of Operating and Capital Revenue by Function
As at December 31, 2020

Schedule 2 - 3

	2020 Budget	2020	2019
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	-	-	-
- Other (Rent)	-	-	1,277
Total Other Segmented Revenue	-	-	1,277
Conditional Grants			
- Donations	-	3,275	-
- Other (Community Initiatives Fund)	-	6,085	-
Total Conditional Grants	-	9,360	-
Total Operating	-	9,360	1,277
Total Recreation and Cultural Services	-	9,360	1,277

Northern Hamlet of Weyakwin
Schedule of Operating and Capital Revenue by Function
As at December 31, 2020

Schedule 2 - 4

	2020 Budget	2020	2019
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	26,076	14,415	13,868
Total Other Segmented Revenue	26,076	14,415	13,868
Total Operating	26,076	14,415	13,868
Capital			
Conditional Grants			
- Other (Northern Capital Grant)	-	1,368,359	104,046
Total Capital	-	1,368,359	104,046
Total Utility Services	26,076	1,382,774	117,914
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	26,076	1,544,493	267,950

SUMMARY

Total Other Segmented Revenue	26,076	102,859	51,410
Total Conditional Grants	-	70,266	96,673
Total Capital Grants and Contributions	-	1,371,368	119,867
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	26,076	1,544,493	267,950

Northern Hamlet of Weyakwin
Schedule of Expenses by Function
As at December 31, 2020

Schedule 3 - 1

	2020 Budget	2020	2019
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	-	20,488	21,893
Wages and benefits	-	84,431	79,055
Professional/Contractual services	-	42,151	47,278
Utilities	-	7,546	5,892
Maintenance, materials and supplies	-	31,108	25,413
Grants and contributions - operating	-	-	2,348
Amortization	-	10,535	10,535
Interest	-	228	553
Allowance for uncollectibles	-	-	22,219
Other (Miscellaneous)	-	930	1,389
General Government Services	128,826	197,417	216,575
Total General Government Services	128,826	197,417	216,575

PROTECTIVE SERVICES

Fire protection

Wages and benefits	-	55,529	53,764
Utilities	-	8,285	11,519
Maintenance, material and supplies	-	7,379	5,472
Amortization	-	-	1,127
Protective Services	14,008	71,193	71,882
Total Protective Services	14,008	71,193	71,882

Northern Hamlet of Weyakwin
Schedule of Expenses by Function
As at December 31, 2020

Schedule 3 - 2

	2020 Budget	2020	2019
TRANSPORTATION SERVICES			
Utilities	-	3,934	2,741
Transportation Services	29,146	3,934	2,741
Total Transportation Services	29,146	3,934	2,741
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	-	14,111	25,544
Maintenance, materials and supplies	-	18,096	41,595
Amortization	-	500	500
Environmental and Public Health Services	25,000	32,707	67,639
Total Environmental and Public Health Services	25,000	32,707	67,639

Northern Hamlet of Weyakwin
Schedule of Expenses by Function
As at December 31, 2020

Schedule 3 - 3

	2020 Budget	2020	2019
RECREATION AND CULTURAL SERVICES			
Wages and benefits	-	-	1,430
Utilities	-	24,231	16,450
Maintenance, materials and supplies	-	3,969	7,240
Amortization	-	8,055	10,249
Recreation and Cultural Services	-	36,255	35,369
Total Recreation and Cultural Services	-	36,255	35,369
UTILITY SERVICES			
Wages and benefits	-	46,246	47,976
Utilities	-	21,701	13,743
Maintenance, materials and supplies	-	29,606	21,547
Amortization	-	20,136	21,185
Other (Miscellaneous)	-	150	2,188
Utility Services	141,785	117,839	106,639
Total Utility Services	141,785	117,839	106,639
TOTAL EXPENSES BY FUNCTION	338,765	459,345	500,845

Northern Hamlet of Weyakwin
Schedule of Segment Disclosure by Function
As at December 31, 2020

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)							
Fees and Charges	32,170	45,000	-	6,229	-	14,415	97,814
Other Revenues	5,045	-	-	-	-	-	5,045
Grants - Conditional	-	60,906	-	-	9,360	-	70,266
- Capital	3,009	-	-	-	-	1,368,359	1,371,368
Total revenues	40,224	105,906	-	6,229	9,360	1,382,774	1,544,493
Expenses (Schedule 3)							
Wages & Benefits	104,919	55,529	-	14,111	-	46,246	220,805
Professional/Contractual Services	42,151	-	-	-	-	-	42,151
Utilities	7,546	8,285	3,934	-	24,231	21,701	65,697
Maintenance Materials and Supplies	31,108	7,379	-	18,096	3,969	29,606	90,158
Amortization	10,535	-	-	500	8,055	20,136	39,226
Interest	228	-	-	-	-	-	228
Other	930	-	-	-	-	150	1,080
Total expenses	197,417	71,193	3,934	32,707	36,255	117,839	459,345
Surplus (Deficit) by Function	(157,193)	34,713	(3,934)	(26,478)	(26,895)	1,264,935	1,085,148
Taxes and other unconditional revenue (Schedule 1)							425,725
Net Surplus							1,510,873

Northern Hamlet of Weyakwin
Schedule of Segment Disclosure by Function
As at December 31, 2019

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)							
Fees and Charges	20,470	-	-	13,089	1,277	13,868	48,704
Other Revenues	2,706	-	-	-	-	-	2,706
Grants - Conditional	-	63,628	-	33,045	-	-	96,673
- Capital	-	-	15,821	-	-	104,046	119,867
Restructurings	-	-	-	-	-	-	-
Total revenues	23,176	63,628	15,821	46,134	1,277	117,914	267,950
Expenses (Schedule 3)							
Wages & Benefits	100,948	53,764	-	25,544	1,430	47,976	229,662
Professional/Contractual Services	47,278	-	-	-	-	-	47,278
Utilities	5,892	11,519	2,741	-	16,450	13,743	50,345
Maintenance Materials and Supplies	25,413	5,472	-	41,595	7,240	21,547	101,267
Grants and Contributions	2,348	-	-	-	-	-	2,348
Amortization	10,535	1,127	-	500	10,249	21,185	43,596
Interest	553	-	-	-	-	-	553
Allowance for Uncollectibles	22,219	-	-	-	-	-	22,219
Other	1,389	-	-	-	-	2,188	3,577
Total expenses	216,575	71,882	2,741	67,639	35,369	106,639	500,845
Surplus (Deficit) by Function	(193,399)	(8,254)	13,080	(21,505)	(34,092)	11,275	(232,895)

Taxes and other unconditional revenue (Schedule 1)

334,965

Net Surplus

102,070

Northern Hamlet of Weyakwin
Schedule of Tangible Capital Assets by Object
As at December 31, 2020

Schedule 6

		2020							2019		
Assets		General Assets					Infrastructure Assets		General/ Infrastructure		
		Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear assets		Assets Under Construction	Total	Total
	Asset cost										
	Opening Asset costs	51,486	16,775	491,490	26,647	648,006	701,593		804,868	2,740,865	2,620,929
	Additions during the year	-	-	-	-	-	-		1,455,994	1,455,994	119,936
	Closing Asset Costs	51,486	16,775	491,490	26,647	648,006	701,593		2,260,862	4,196,859	2,740,865
Amortization											
	Accumulated Amortization Cost										
	Opening Accumulated Amortization Costs	-	16,775	383,882	9,841	429,271	621,775		-	1,461,544	1,417,948
	Add: Amortization taken	-	-	7,282	4,202	19,662	8,080		-	39,226	43,596
	Closing Accumulated Amortization Costs	-	16,775	391,164	14,043	448,933	629,855		-	1,500,770	1,461,544
	Net Book Value	51,486	-	100,326	12,604	199,073	71,738		2,260,862	2,696,089	1,279,321

Northern Hamlet of Weyakwin
Schedule of Tangible Capital Assets by Function
As at December 31, 2020

Schedule 7

		2020							2019
		General Government	Protective Services	Transportation Services	Environmental & Public Health	Recreation & Culture	Water & Sewer	Total	Total
Assets	Asset cost								
	Opening Asset costs	223,858	45,215	258,773	10,000	281,351	1,921,668	2,740,865	2,620,929
	Additions during the year	-	-	-	-	-	1,455,994	1,455,994	119,936
	Closing Asset Costs	223,858	45,215	258,773	10,000	281,351	3,377,662	4,196,859	2,740,865
Amortization	Accumulated Amortization Cost								
	Opening Accumulated Amortization Costs	113,980	45,215	258,773	2,000	179,821	861,755	1,461,544	1,417,948
	Add: Amortization taken	10,535	-	-	500	8,055	20,136	39,226	43,596
	Closing Accumulated Amortization Costs	124,515	45,215	258,773	2,500	187,876	881,891	1,500,770	1,461,544
Net Book Value		99,343	-	-	7,500	93,475	2,495,771	2,696,089	1,279,321

Northern Hamlet of Weyakwin
Schedule of Accumulated Surplus
As at December 31, 2020

Schedule 8

	2019	Changes	2020
UNAPPROPRIATED SURPLUS	64,094	89,171	153,265
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible Capital Assets (Schedule 6)	1,279,321	1,416,768	2,696,089
Less: Related debt	(6,787)	4,934	(1,853)
Net Investment in Tangible Capital Assets	1,272,534	1,421,702	2,694,236
Total Accumulated Surplus	1,336,628	1,510,873	2,847,501

Northern Hamlet of Weyakwin
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		1,174,320			132,500		1,306,820
Regional Park Assessment							
Total Assessment							1,306,820
Mill Rate Factor(s)		1.00			1.00		
Total Base/Minimum Tax (generated for each property class)							-
Total Municipal Tax Levy (include base and/or minimum tax and special levies)		5,872			663		6,535

MILL RATES:

MILLS

Average Municipal*	5.0000
Average School*	4.4414
Potash Mill Rate	-
Uniform Municipal Mill Rate	5.0000

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

Northern Hamlet of Weyakwin
Schedule of Council Remuneration
As at December 31, 2020

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Mayor	George Natomagan	3,800	286	4,086
Deputy Mayor	Joshua Brown-Nelson	4,142	-	4,142
Councillor	Joan Natomagan	1,650	-	1,650
Councillor	Nora Nelson	1,800	-	1,800
Councillor	Brian McDonald	300	-	300
Councillor	Rene Natomagan	800	-	800
Councillor	Ralph Medrick Thomas	750	-	750
Total		13,242	286	13,528