

Town of Birch Hills
Consolidated Financial Statements
December 31, 2021

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Management's Responsibility

To the Ratepayers of the Town of Birch Hills:

The Town'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 judgements and estimates by management is required.

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of 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 the administration and discussing relevant matters with external auditors. The Council is also responsible for appointing the municipality's external auditors.

MNP 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 administration to discuss their audit findings.

June 22, 2022



Mayor

Independent Auditor's Report

To the Mayor and Council of Town of Birch Hills:

Opinion

We have audited the consolidated financial statements of Town of Birch Hills and its subsidiaries (the "Municipality"), which comprise the consolidated statement of financial position as at December 31, 2021, and the consolidated statements of operations, accumulated surplus, changes 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, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Municipality as at December 31, 2021, and the results of its consolidated operations, changes in its net financial assets and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the 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 these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Management is responsible for the preparation and fair presentation of the 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.

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 related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Municipality or to cease operations, or has no realistic alternative but to do so.

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.

Independent Auditor's Report *continued*

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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Municipality to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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.

Prince Albert, Saskatchewan

June 22, 2022

MNP LLP

Chartered Professional Accountants

Town of Birch Hills
 Consolidated Statement of Financial Position
 As at December 31, 2021

Statement 1

	2021	2020
ASSETS		
Financial Assets		
Cash and Temporary Investments (Note 2)	997,835	1,011,723
Taxes Receivable - Municipal (Note 3)	377,164	462,937
Other Accounts Receivable (Note 4)	205,859	239,184
Land for Resale (Note 5)	440,476	425,984
Long-Term Investments (Note 6)	20,000	20,000
Debt Charges Recoverable	-	-
Other (Specify)	-	-
Total Financial Assets	2,041,334	2,159,828
LIABILITIES		
Bank Indebtedness (Note 7)	-	-
Accounts Payable	454,998	465,624
Accrued Liabilities Payable	27,427	34,291
Deposits	49,487	45,587
Deferred Revenue (Note 8)	232,303	162,044
Accrued Landfill Costs (Note 9)	7,129	7,129
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Long-Term Debt (Note 10)	645,225	926,941
Lease Obligations (Note 11)	12,342	19,196
Total Liabilities	1,428,911	1,660,812
NET FINANCIAL ASSETS (DEBT)	612,423	499,015
Non-Financial Assets		
Tangible Capital Assets (Schedule 6, 7)	10,891,256	10,266,347
Prepayments and Deferred Charges	17,631	72,810
Stock and Supplies	56,226	12,582
Other	-	-
Total Non-Financial Assets	10,965,113	10,351,739
Accumulated Surplus (Schedule 8)	11,577,536	10,850,755

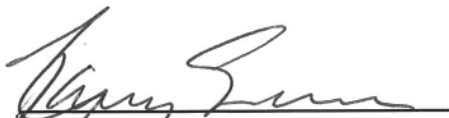
Contractual Obligations and Commitments (Note 14)

Contingent Liabilities (Note 15)

Approved on behalf of Mayor and Council



 Mayor



 Councillor

See accompanying notes

Town of Birch Hills
 Consolidated Statement of Operations
 As at December 31, 2021

Statement 2

	2021 Budget (Note 1)	2021	2020
Revenues			
Taxes and Other Unconditional Revenue (Schedule 1)	1,323,749	1,270,536	1,323,890
Fees and Charges (Schedule 4, 5)	1,122,255	1,240,725	1,131,740
Conditional Grants (Schedule 4, 5)	45,166	71,584	50,681
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	-	-	9,512
Land Sales - Loss (Schedule 4, 5)	-	-	-
Investment Income and Commissions (Schedule 4, 5)	-	-	-
Other Revenues (Schedule 4, 5)	182,475	410,180	334,774
Total Revenues	2,673,645	2,993,025	2,850,597
Expenses			
General Government Services (Schedule 3)	476,114	440,660	471,449
Protective Services (Schedule 3)	83,360	116,459	93,293
Transportation Services (Schedule 3)	1,003,550	485,988	490,679
Environmental and Public Health Services (Schedule 3)	110,000	112,666	122,327
Planning and Development Services (Schedule 3)	-	-	3,090
Recreation and Cultural Services (Schedule 3)	656,346	858,744	798,528
Utility Services (Schedule 3)	674,000	427,598	451,953
Total Expenses	3,003,370	2,442,115	2,431,319
Surplus of Revenues over Expenses before Other Capital Contributions	(329,725)	550,910	419,278
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	1,613,800	175,871	1,335,155
Surplus of Revenues over Expenses	1,284,075	726,781	1,754,433
Accumulated Surplus, Beginning of Year	10,850,755	10,850,755	9,096,322
Accumulated Surplus, End of Year	12,134,830	11,577,536	10,850,755

See accompanying notes

Town of Birch Hills
Consolidated Statement of Changes in Net Financial Assets (Debt)
As at December 31, 2021

Statement 3

	2021 Budget (Note 1)	2021	2020
Surplus	1,284,075	726,781	1,754,433
(Acquisition) of tangible capital assets	(1,272,500)	(998,667)	(2,112,736)
Amortization of tangible capital assets	-	373,758	383,817
Proceeds on disposal of tangible capital assets	-	-	9,512
Gain on the disposal of tangible capital assets	-	-	(9,512)
Deficit of capital expenses over expenditures	(1,272,500)	(624,909)	(1,728,919)
(Acquisition) of supplies inventories	-	(56,225)	(12,583)
(Acquisition) of prepaid expense	-	(17,632)	(72,810)
Consumption of supplies inventory	-	12,583	26,487
Use of prepaid expense	-	72,810	131
Surplus (Deficit) of expenses of other non-financial over expenditures	-	11,536	(58,775)
Increase in Net Financial Assets	11,575	113,408	(33,261)
Net Financial Asset (Debt) - Beginning of Year	499,015	499,015	532,276
Net Financial Assets - End of Year	510,590	612,423	499,015

See accompanying notes

Town of Birch Hills
Consolidated Statement of Cash Flow
As at December 31, 2021

Statement 4

	2021	2020
Cash provided by (used for) the following activities		
Operating:		
Surplus	726,781	1,754,433
Amortization	373,758	383,816
Gain on disposal of tangible capital assets	-	(9,512)
	<u>1,100,539</u>	<u>2,128,737</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	71,281	48,203
Other Receivables	33,325	(80,348)
Land for Resale	-	-
Other Financial Assets	-	-
Accounts and accrued liabilities payable	(17,491)	320,754
Deposits	3,900	233
Deferred Revenue	70,259	(154,464)
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Stock and supplies for use	(43,644)	13,905
Prepayments and Deferred Charges	55,179	(72,679)
Other (specify)	-	-
Cash provided by operating transactions	1,273,348	2,204,341
Capital:		
Acquisition of capital assets	(998,667)	(2,112,736)
Proceeds from the disposal of capital assets	-	9,512
Other capital	-	-
Cash applied to capital transactions	(998,667)	(2,103,224)
Investing:		
Long-term investments	-	-
Other investments	-	-
Cash provided by investing transactions	-	-
Financing:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	(281,716)	(271,595)
Other financing	(6,854)	(6,367)
Cash applied to financing transactions	(288,570)	(277,962)
Change in Cash and Temporary Investments during the year	(13,888)	(176,845)
Cash and Temporary Investments - Beginning of Year	1,011,723	1,188,567
Cash and Temporary Investments - End of Year	997,835	1,011,723

See accompanying notes

Town of Birch Hills
Notes to the Consolidated Financial Statements
As at December 31, 2021

1. Significant accounting policies

The consolidated financial statements of the town are prepared by management in accordance with the Canadian public sector accounting standards established by the Public Sector Accounting Board of the Accounting Standards Oversight Council. Significant aspects of the accounting policies are as follows:

- a) **Basis of accounting:** The consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting recognized revenue 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 consolidated financial statements consolidates 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. Entities included in these financial statements are as follows:

<u>Entity</u>	<u>Basis of Reporting</u>
Birch Hills and District Recreation Board	100% Consolidation for capital 100% Consolidation for operating
North Central Saskatchewan Waste Management Corporation	2.58% Proportionate Consolidation of operations 2.58% Proportionate Consolidation of capital

All inter-organizational transactions and balances have been eliminated.

- c) **Collection of funds for other authorities:** Collection of funds by the municipality for the school board, municipal hall 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 occur, providing:
 - a) the transfer is authorized;
 - b) eligibility criteria have been met by the recipient; and,
 - c) a reasonable estimate of the amount can be made.

Unearned government transfer amounts received, with stipulations, but not earned will be recorded as deferred revenue. Earned government transfer amounts not received will be recorded as an amount receivable.

- e) **Land Inventory Held for Resale:** Land Inventory, comprising land held for future development and resale, is valued at the lower of cost and net realizable value. Cost includes amounts for land acquisition and improvements to prepare the land for sale or service. Revenue from the land sales is recognized when the title is transferred to the buyer.
- f) **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.
- g) **Local Improvement Charges:** Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed.
- h) **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.
- i) **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.
- j) **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.

1. Significant accounting policies - continued

- k) **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.
- l) **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.
- m) **Inventories:** Inventories of materials and supplies expected to be used by the municipality are valued at the lower of cost or replacement cost. Inventories of land, materials and supplies held for resale are valued at the lower of cost or net realizable value. Cost is determined by the average cost method. Net realizable value is the estimated selling price in the ordinary course of business. Inventory as it relates to the operations of the Birch Hills and District Recreation Board is valued at the lower of cost and net realizable value. Cost is determined by the first in, first out method.
- n) **Tangible Capital Assets:** All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Initial costs for tangible capital assets that were acquired and developed prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant inflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of contribution. The tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The cost of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. The municipality's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	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	
Water & Sewer	40 Yrs
Road Network Assets	40 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 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 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.

- o) **Landfill liability:** The municipality maintains a waste disposal site. The annual provision is reported as an expense and the accumulated provision is reported on the Consolidated Statement of Financial Position. Recommended disclosure is provided in Note 9.

Town of Birch Hills
Notes to the Consolidated Financial Statements
As at December 31, 2021

1. Significant accounting policies - continued

- p) **Trust Funds:** Funds held in trust for others are neither included in the municipality's assets or equity. They are disclosed in Note 13.
- q) **Employee benefit plans:** Contributions to the municipality's defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the municipality's obligations are limited to their contributions.
- r) **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.

- s) **Measurement Uncertainty:** The preparation of financial statements in conformity with Public Sector Accounting Board 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.

- t) **Basis of segmentation/Segment report:** The Municipality has adopted the new 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.

- u) **Budget Information:** Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on April 14, 2021.

Town of Birch Hills
Notes to the Consolidated Financial Statements
As at December 31, 2021

1. Significant accounting policies - continued

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

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

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

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

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

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

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

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

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

2. Cash and temporary investments

	2021	2020
Cash	771,166	835,819
Temporary Investments - GICs	226,669	175,904
Total Cash and temporary investments	997,835	1,011,723

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

Town of Birch Hills
Notes to the Consolidated Financial Statements
As at December 31, 2021

3. Taxes and grants in lieu receivable

	2021	2020
Municipal		
- Current	67,875	66,247
- Arrears	92,254	101,041
	160,129	167,288
- Less Allowance for Uncollectibles	(4,933)	(4,933)
Total municipal taxes receivable	155,196	162,355
School		
- Current	14,545	12,329
- Arrears	14,117	16,691
Total school taxes receivable	28,662	29,020
Local improvement		
- Current	49,731	51,896
- Long term	172,237	248,686
Total local improvement receivable	221,968	300,582
Total taxes and grants in lieu receivable	405,826	491,957
Deduct taxes receivable to be collected on behalf of other organizations	(28,662)	(29,020)
Municipal and grants in lieu taxes receivable	377,164	462,937

4. Other Accounts Receivable

	2021	2020
Federal government	86,433	131,446
Provincial government	-	-
Local government	-	-
Utility	18,401	15,754
Trade	106,210	97,169
Other	-	-
Total Other Accounts Receivable	211,044	244,369
Less: Allowance for Uncollectibles	(5,185)	(5,185)
Net Other Accounts Receivable	205,859	239,184

5. Land for Resale

	2021	2020
Tax Title Property	47,217	32,725
Allowance for market value adjustment	-	-
Net Tax Title Property	47,217	32,725
Other Land	393,259	393,259
Allowance for market value adjustment	-	-
Net Other Land	393,259	393,259
Total Land for Resale	440,476	425,984

Town of Birch Hills

Notes to the Consolidated Financial Statements

As at December 31, 2021

6. Long term investments

	2021	2020
Investment in Railway	20,000	20,000

7. Bank indebtedness

Credit Arrangements

The Municipality has an authorized line of credit in the amount of \$250,000 (2020 - \$250,000) with the Affinity Credit Union. Interest is at prime and the line is secured by assignment of grants and receivables. The Municipality has utilized \$nil (2020 - \$nil) of this line of credit at December 31, 2021.

8. Deferred revenue

	2021	2020
Sask Lotteries		
Opening deferred revenue	-	-
Grant distributions	15,593	15,593
Eligible costs	(15,593)	(15,593)
	-	-
Multi-use Centre		
Opening deferred revenue	2,542	65,092
Donations	63,682	8,086
Eligible costs	(66,224)	(70,636)
	-	2,542
Gas tax - New Deal for Cities and Communities		
Opening deferred revenue	-	131,447
Grant distributions	125,871	91,421
Eligible costs	(125,871)	(222,868)
	-	-
Golf Course Club House Project		
Opening deferred revenue	18,293	12,300
Donations	7,020	5,993
Eligible costs	-	-
	25,313	18,293
Farm Grow Project		
Opening deferred revenue	141,209	107,667
Project Revenue	90,128	56,400
Eligible costs	(24,347)	(22,858)
	206,990	141,209
Total deferred revenue	232,303	162,044

Town of Birch Hills
Notes to the Consolidated Financial Statements
As at December 31, 2021

9. Accrued landfill costs

	2021	2020
Environmental liabilities	7,129	7,129

Landfill closure and post-closure care requirements have been defined in accordance with the Environmental Act and include final covering and landscaping of the landfill, pumping of ground, methane gas and leachate management, and ongoing environmental monitoring, site inspection and maintenance. The reported liability is based on estimates and assumptions with respect to events extending over a 100-year period using the best information available to management. Future events may result in significant changes to the estimated total expense, capacity used or total capacity and the estimated liability, and would be recognized prospectively, as a change in estimate, when applicable. The landfill closed in 2011; therefore, the remaining liability is for post-closure costs.

10. Long-term debt

The debt limit of the municipality is \$1,752,951. 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). The Saskatchewan Municipal Board approved Bylaw No. 11/17 to incur debt pursuant to subsection 163(4) of The Municipalities Act on December 22, 2017.

Utilities activities: Affinity Credit Union loans are repayable in monthly installments of \$9,763 including interest at 4.14%, secured by a general assignment of property taxes receivable, due October 18, 2022.

Future principal repayments are estimated as follows:

Year	Principal	Interest	Current Total	Prior Year Total
2021	-	-	-	117,151
2022	95,835	1,828	97,663	97,663
Balance	95,835	1,828	97,663	214,814

Transportation activities: Affinity Credit Union loans are repayable in monthly installments of \$16,013 including interest at 3.29%, secured by 1st charge general security agreement, 1st charge specific security agreement over existing grants and taxes and a promissory note, due December 30, 2024.

Future principal repayments are estimated as follows:

Year	Principal	Interest	Current Total	Prior Year Total
2021	-	-	-	192,159
2022	176,730	15,425	192,155	192,155
2023	182,633	9,522	192,155	192,155
2024	190,027	3,423	193,450	193,450
Balance	549,390	28,370	577,760	769,919

Formal authorization of \$1,100,000 in borrowings from the Saskatchewan Municipal Board was acquired on September 24, 2020. The loan was accessed subsequent to year end.

Town of Birch Hills
Notes to the Consolidated Financial Statements
As at December 31, 2021

11. Lease obligation

CWB National Leasing capital lease obligation for a Greens King Gas Plus Mower having a net book value of \$12,348, payable at \$1,120 per month plus taxes, six times a year including interest at 3.25%, due September 2023 with a purchase option at the end of the lease of \$1.00

Future minimum lease payments under the capital leases together with the balance of the obligation due under the capital leases are as follows:

Year	Payment Amount
2022	7,123
2023	5,936
Total future minimum lease payments	13,059
Imputed interest	(717)
Capital Lease Liability	12,342

Tangible capital assets includes assets under capital lease with a gross cost of \$41,160 (2020 - \$41,160), and accumulated amortization of \$28,810 (2020 - \$20,580).

12. Pension Plan

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined contribution pension plan under which both the municipality and employees make contributions of 9.00% (2020 - 9.00%). The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality pension expense in 2021 was \$66,018 (2020 - \$78,343). 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.

13. Trusts Administered by the Municipality

A summary of trust fund activity by the municipality during the year is as follows:

Cemetery Trust Fund:

	2021	2020
Balance - Beginning of Year	62,032	53,997
Revenue	17,300	7,928
Interest revenue	630	1,035
Expenditure	(606)	(928)
Balance - End of Year	79,356	62,032

Town of Birch Hills
Notes to the Consolidated Financial Statements
As at December 31, 2021

14. Contractual Obligations and Commitments

The municipality has entered into multiple-year contracts for the delivery of services. These contractual obligations will become liabilities in the future when the terms of the contracts are met. Significant contractual obligations and commitments of the municipality include:

Contractual Obligations and Commitments Type¹	Describe Nature Time and Extent	2021	2022	2023	2024	2025	Current Year Total	Prior Year Total
Struthers Lake Regional Park ²	Annual	\$ 1,000	\$ 1,000	\$ -	\$ -	\$ -	\$ 2,000	\$ 3,000
Success Office Systems ³	Annual	\$ 2,036	\$ 2,036	\$ 1,018	\$ -	\$ -	\$ 5,090	\$ 5,090
UniTech Office Solutions Ltd ⁴	Annual	\$ 1,741	\$ 1,016	\$ -	\$ -	\$ -	\$ 2,757	\$ 6,239
Taylor Avenue Roadway Upgrades ⁵	One-time	\$ -	\$ 205,420	\$ -	\$ -	\$ -	\$ 205,420	\$ -
Fire Truck Purchase ⁶	One-time	\$ 17,500	\$ 171,912	\$ -	\$ -	\$ -	\$ 189,412	\$ -
Total		\$ 22,277	\$ 381,384	\$ 1,018	\$ -	\$ -	\$ 404,679	\$ 14,329

¹ See Note 11 for Capital Lease obligations and Note 12 for Pension commitment obligations.

² Commencing in 2018, the Town has entered an agreement with the Struthers Lake Regional Park for the purpose of further developing and maintaining the regional park. The agreement involves an annual contribution to Struthers Lake Regional Park of \$1,000 per year until 2022.

³ In June 2020, the Town entered into a 3 year lease agreement to pay \$509 per quarter, including \$50 tax, to Success Office Systems to lease a photocopier until 2023.

⁴ In 2018, the Recreation Board entered into a four year agreement to pay monthly payments of \$145 plus taxes, to UniTech Office Solutions for the lease of a photocopier until 2022.

⁵ In 2020, the Town entered into a contract for the Tylor Avenue Roadway Upgrades. As at December 31, 2021, the total revised contract price remaining is estimated at \$436,669, of which \$231,249 has been spent.

⁶ In October 2021, the Town committed to the purchase of a fire truck from Fort Garry Fire Trucks with a total cost of \$378,824 plus applicable taxes. The Town's share of the \$35,000 deposit is \$17,500. The total cost of the truck is to be shared 50/50 with the RM of Birch Hills.

15. Contingent Liabilities

Legal Matters

The municipality has been named as a defendant in certain legal actions in which damages have been sought. The outcome of these actions is not determinable as at the date of reporting and accordingly, no provision has been made in these financial statements for any liability that may result. The municipality's settlement amount, if any, will be charged to expenses in the year in which the amount is determinable.

16. Significant Events

Since March of 2020, the global outbreak of COVID-19 (coronavirus) 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.

Town of Birch Hills
 Schedule of Taxes and Other Unconditional Revenue
 As at December 31, 2021

Schedule 1

	2021 Budget (Note 1)	2021	2020
TAXES			
General municipal tax levy	980,241	980,241	982,092
Abatements and adjustments	(18,000)	(6,461)	(19,005)
Discount on current year taxes	(35,000)	(37,889)	(37,709)
Net Municipal Taxes	927,241	935,891	925,378
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	24,000	25,949	23,051
Special tax levy	-	-	-
Other (Local improvement tax levy)	61,500	-	-
Total Taxes	1,012,741	961,840	948,429
UNCONDITIONAL GRANTS			
Equalization (Revenue Sharing)	235,891	233,779	235,891
Safe Restart grant	-	-	61,623
Total Unconditional Grants	235,891	233,779	297,514
GRANTS IN LIEU OF TAXES			
Federal	-	-	-
Provincial			
Federal Government/Agencies Can Post	1,552	1,551	1,458
SaskEnergy Gas	-	-	-
TransGas	-	-	-
SPMC - Municipal Share	-	-	-
SaskTel	3,565	2,983	3,921
Other (Specify)	-	-	-
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other (Specify)	-	-	-
Other Government Transfers			
S.P.C. Surcharge	70,000	70,383	72,568
Other (Specify)	-	-	-
Total Grants in Lieu of Taxes	75,117	74,917	77,947
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	1,323,749	1,270,536	1,323,890

Town of Birch Hills
 Consolidated Schedule of Operating and Capital Revenue by Function
 As at December 31, 2021

Schedule 2 - 1

	2021 Budget (Note 1)	2021	2020
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	-	-	-
- Custom work	-	-	-
- Sales of supplies	2,100	17	2,060
- Other (Misc. fees)	8,660	7,853	8,664
Total Fees and Charges	10,760	7,870	10,724
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain	-	-	-
- Investment income and commissions	-	-	-
- Other	20,000	5,496	15,464
Total Other Segmented Revenue	30,760	13,366	26,188
Conditional Grants			
- Student Employment	-	-	-
- Saskatchewan Infrastructure Growth Initiative	-	-	-
Total Conditional Grants	-	-	-
Total Operating	30,760	13,366	26,188
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	133,562
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	133,562
Total General Government Services	30,760	13,366	159,750

PROTECTIVE SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges	-	-	-
- Other (Fire protection and dog tag fees)	23,000	68,379	35,326
Total Fees and Charges	23,000	68,379	35,326
- Tangible capital asset sales - gain (loss)	-	-	-
- Donations	-	71,816	1,914
Total Other Segmented Revenue	23,000	140,196	37,240
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	23,000	140,196	37,240
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Total Protective Services	23,000	140,196	37,240

Town of Birch Hills
 Consolidated Schedule of Operating and Capital Revenue by Function
 As at December 31, 2021

Schedule 2 - 2

	2021 Budget (Note 1)	2021	2020
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	-	-	-
- Sales of supplies	-	-	-
- Road Maintenance and Restoration Agreements	-	-	-
- Frontage	-	-	-
- Other (Airport Fuel, Interest)	35,000	66,403	59,857
Total Fees and Charges	35,000	66,403	59,857
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (Specify)	-	-	-
Total Other Segmented Revenue	35,000	66,403	59,857
Conditional Grants			
- Primary Weight Corridor	-	-	-
- Student Employment	-	-	-
- Other (NCSWM)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	35,000	66,403	59,857
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- MAMP Grant	-	50,000	-
- Provincial Disaster Assistance	-	-	-
- Other (Municipal Economic Enhancement Program)	-	-	148,471
Total Capital	-	50,000	148,471
Total Transportation Services	35,000	116,403	208,328

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	12,000	13,383	12,463
- Other (Specify)	-	-	-
Total Fees and Charges	12,000	13,383	12,463
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (NCSWM)	-	4,560	4,599
Total Other Segmented Revenue	12,000	17,943	17,062
Conditional Grants			
- NCSWM Grant	-	14,595	13,613
- Local government	-	-	-
- Transit Assistance	366	366	322
Total Conditional Grants	366	14,961	13,935
Total Operating	12,366	32,905	30,997
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Transit for Disabled	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Total Environmental and Public Health Services	12,366	32,905	30,997

Town of Birch Hills
 Consolidated Schedule of Operating and Capital Revenue by Function
 As at December 31, 2021

Schedule 2 - 3

	2021 Budget (Note 1)	2021	2020
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges	-	-	-
- Other (Specify)	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (Specify)	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Total Planning and Development Services	-	-	-

RECREATION AND CULTURAL SERVICES
Operating

Other Segmented Revenue			
Fees and Charges			
- Rec Board fees	275,875	290,820	276,315
Total Fees and Charges	275,875	290,820	276,315
- Tangible capital asset sales - gain (loss)	-	-	9,512
- Rec Board other income	162,475	262,083	242,162
- Donations - facilities	-	66,225	70,635
Total Other Segmented Revenue	438,350	619,128	598,624
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other (Rec Board)	44,800	56,623	36,746
Total Conditional Grants	44,800	56,623	36,746
Total Operating	483,150	675,751	635,370
Capital			
Conditional Grants			
- Federal Gas Tax	-	125,871	89,306
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	125,871	89,306
Total Recreation and Cultural Services	483,150	801,621	724,676

Town of Birch Hills
 Consolidated Schedule of Operating and Capital Revenue by Function
 As at December 31, 2021

Schedule 2 - 4

	2021 Budget (Note 1)	2021	2020
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	705,500	730,980	677,496
- Sewer	-	-	-
- Other	60,120	62,890	59,559
Total Fees and Charges	765,620	793,870	737,055
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (Insurance Proceeds)	-	-	-
Total Other Segmented Revenue	765,620	793,870	737,055
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	765,620	793,870	737,055
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Sask Water Corp.	-	-	-
- Provincial Disaster Assistance	-	-	-
- New Building Canada Fund	1,613,800	-	963,816
Total Capital	1,613,800	-	963,816
Total Utility Services	2,379,420	793,870	1,700,871
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	2,963,696	1,898,361	2,861,862
SUMMARY			
Total Other Segmented Revenue	1,304,730	1,650,906	1,476,026
Total Conditional Grants	45,166	71,584	50,681
Total Capital Grants and Contributions	1,613,800	175,871	1,335,155
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	2,963,696	1,898,361	2,861,862

Town of Birch Hills
 Consolidated Schedule of Total Expenses by Function
 As at December 31, 2021

Schedule 3 - 1

	2021 Budget (Note 1)	2021	2020
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	79,000	66,185	80,023
Wages and benefits	160,500	139,281	160,835
Professional/Contractual services	195,114	182,034	169,538
Utilities	2,500	2,248	2,350
Maintenance, materials and supplies	36,000	32,456	39,617
Grants and contributions - operating	3,000	1,650	2,030
- capital	-	-	-
Amortization	-	11,137	11,137
Interest	-	1,255	-
Allowance for uncollectibles (recovery)	-	-	3,165
Other - Election	-	4,414	2,754
Total Government Services	476,114	440,660	471,449

PROTECTIVE SERVICES

Police protection

Wages and benefits	52,200	54,034	51,569
Professional/Contractual services	-	-	-
Utilities	-	-	-
Maintenance, material and supplies	-	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Other (Specify)	-	-	-

Fire protections

Wages and benefits	10,000	14,161	7,725
Professional/Contractual services	7,500	20,055	6,810
Utilities	4,160	3,732	4,498
Maintenance, material and supplies	9,250	18,315	17,274
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	6,162	5,249
Interest	-	-	-
Other - travel and convention	250	-	168

Total Protective Services	83,360	116,459	93,293
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TRANSPORTATION SERVICES

Wages and benefits	208,500	193,852	181,513
Professional/Contractual Services	21,000	18,417	22,997
Utilities	31,000	27,749	40,696
Maintenance, materials, and supplies	143,050	53,957	55,720
Street Maintenance and gravel	600,000	80,113	53,389
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	105,437	125,387
Interest	-	6,463	10,977
Other (Specify)	-	-	-

Total Transportation Services	1,003,550	485,988	490,679
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Town of Birch Hills
 Consolidated Schedule of Total Expenses by Function
 As at December 31, 2021

Schedule 3 - 2

	2021 Budget (Note 1)	2021	2020
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	-	-	-
Professional/Contractual services	105,000	83,300	90,035
Utilities	-	-	-
Maintenance, materials and supplies	5,000	-	5,192
Grants and contributions - operating	-	-	-
o Waste disposal	-	-	-
o Public Health	-	-	-
- capital	-	-	-
o Waste disposal	-	-	-
o Public Health	-	-	-
Amortization	-	9,657	9,657
Interest	-	-	-
Other (NCSWM)	-	19,709	17,443
Total Environmental and Public Health Services	110,000	112,666	122,327

PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	-	-	-
Professional/Contractual Services	-	-	3,090
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other (Specify)	-	-	-
Total Planning and Development Services	-	-	3,090

RECREATION AND CULTURAL SERVICES			
Wages and benefits	294,246	313,211	324,947
Professional/Contractual services	1,725	2,014	1,714
Utilities	69,900	62,957	78,898
Maintenance, materials and supplies	171,300	228,060	156,164
Grants and contributions - operating	63,000	78,193	55,609
- capital	-	-	-
Amortization	-	87,851	79,023
Interest	8,560	12,353	8,593
Allowance for uncollectibles	-	-	-
Other (Recreation Board expenses)	47,615	74,105	93,580
Total Recreation and Cultural Services	656,346	858,744	798,528

Town of Birch Hills
 Consolidated Schedule of Total Expenses by Function
 As at December 31, 2021

Schedule 3 - 3

	2021 Budget (Note 1)	2021	2020
UTILITY SERVICES			
Wages and benefits	50,000	50,000	50,000
Professional/Contractual services	280,000	5,678	7,392
Utilities	52,000	36,761	41,034
Maintenance, materials and supplies	267,000	160,514	173,427
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	153,513	153,363
Interest	25,000	21,132	26,737
Allowance for uncollectibles	-	-	-
Other (Bad debt)	-	-	-
Total Utility Services	674,000	427,598	451,953
TOTAL EXPENSES BY FUNCTION	3,003,370	2,442,115	2,431,319

Town of Birch Hills
Consolidated Schedule of Current Year Segment Disclosure by Function
As at December 31, 2021

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	7,870	68,379	66,403	13,383	-	290,820	793,870	1,240,725
Tangible Capital Asset Sales - Gain	-	-	-	-	-	-	-	-
Land Sales - Gain	-	-	-	-	-	-	-	-
Investment Income and Commissions	-	-	-	-	-	-	-	-
Other Revenues	5,496	71,816	-	4,560	-	328,308	-	410,180
Grants - Conditional	-	-	-	14,961	-	56,623	-	71,584
- Capital	-	-	50,000	-	-	125,871	-	175,871
Total revenues	13,366	140,195	116,403	32,904	-	801,622	793,870	1,898,360
Expenses (Schedule 3)								
Wages & Benefits	205,466	68,195	193,852	-	-	313,211	50,000	830,724
Professional/ Contractual Services	182,034	20,055	18,417	83,300	-	2,014	5,678	311,498
Utilities	2,248	3,732	27,749	-	-	62,957	36,761	133,447
Maintenance Materials and Supplies	32,456	18,315	134,070	-	-	228,060	160,514	573,415
Grants and Contributions	1,650	-	-	-	-	78,193	-	79,843
Amortization	11,137	6,162	105,437	9,657	-	87,851	153,513	373,757
Interest	1,255	-	6,463	-	-	12,353	21,132	41,203
Allowance for Uncollectibles	-	-	-	-	-	-	-	-
Other	4,414	-	-	19,709	-	74,105	-	98,228
Total expenses	440,660	116,459	485,988	112,666	-	858,744	427,598	2,442,115
Surplus (Deficit) by Function	(427,294)	23,736	(369,585)	(79,762)	-	(57,122)	366,272	(543,755)

Taxation and other unconditional revenue (Schedule 1)

1,270,536

Net Surplus (Deficit)

726,781

Town of Birch Hills
Consolidated Schedule of Prior Year Segment Disclosure by Function
As at December 31, 2020

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	10,724	35,326	59,857	12,463	-	276,315	737,055	1,131,740
Tangible Capital Asset Sales - Gain	-	-	-	-	-	9,512	-	9,512
Land Sales - Gain	-	-	-	-	-	-	-	-
Investment Income and Commissions	-	-	-	-	-	-	-	-
Other Revenues	15,464	1,914	-	4,599	-	312,797	-	334,774
Grants - Conditional	-	-	-	13,935	-	36,746	-	50,681
- Capital	133,562	-	148,471	-	-	89,306	963,816	1,335,155
Total revenues	159,750	37,240	208,328	30,997	-	724,676	1,700,871	2,861,862
Expenses (Schedule 3)								
Wages & Benefits	240,858	59,294	181,513	-	-	324,947	50,000	856,612
Professional/ Contractual Services	169,538	6,810	22,997	90,035	3,090	1,714	7,392	301,576
Utilities	2,350	4,498	40,696	-	-	78,898	41,034	167,476
Maintenance Materials and Supplies	39,617	17,274	109,109	5,192	-	156,164	173,427	500,783
Grants and Contributions	2,030	-	-	-	-	55,609	-	57,639
Amortization	11,137	5,249	125,387	9,657	-	79,023	153,363	383,816
Interest	-	-	10,977	-	-	8,593	26,737	46,307
Allowance for Uncollectibles	3,165	-	-	-	-	-	-	3,165
Other	2,754	168	-	17,443	-	93,580	-	113,945
Total expenses	471,449	93,293	490,679	122,327	3,090	798,528	451,953	2,431,319
Surplus (Deficit) by Function	(311,699)	(56,053)	(282,351)	(91,330)	(3,090)	(73,852)	1,248,918	430,543
Taxation and other unconditional revenue (Schedule 1)								<u>1,323,890</u>
Net Surplus (Deficit)								<u><u>1,754,433</u></u>

Town of Birch Hills
 Consolidated Schedule of Tangible Capital Assets by Object
 As at December 31, 2021

Schedule 6

		2021						2020		
		General Assets				Infrastructure Assets	General / Infrastructure			
		Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets	Assets Under Construction	Total	Total
Assets	Asset cost								-	
	Opening Asset costs	107,724	573,411	4,890,056	495,186	1,231,330	9,280,858	1,986,757	18,565,322	16,467,569
	Additions during the year	88,000	-	583,689	-	4,567	12,031	310,380	998,667	2,112,736
	Disposals and write-downs during the year	-	-	-	-	-	-	-	-	(14,983)
	Transfers (from) assets under construction	-	-	354,232	-	-	-	(354,232)	-	-
	Closing Asset Costs	195,724	573,411	5,827,977	495,186	1,235,897	9,292,889	1,942,905	19,563,989	18,565,322
Amortization	Accumulated Amortization Cost									
	Opening Accumulated Amortization Costs	-	87,467	2,005,528	476,889	853,503	4,875,588	-	8,298,975	7,930,141
	Add: Amortization taken	-	2,964	117,619	7,645	70,321	175,208	-	373,758	383,817
	Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	(14,983)
		Closing Accumulated Amortization Costs	-	90,431	2,123,147	484,534	923,824	5,050,796	-	8,672,733
	Net Book Value	195,724	482,980	3,704,830	10,652	312,073	4,242,093	1,942,905	10,891,256	10,266,347

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

Town of Birch Hills
 Consolidated Schedule of Tangible Capital Assets by Function
 As at December 31, 2021

Schedule 7

		2021							2020	
		General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
Assets	Asset cost									
	Opening Asset costs	1,065,747	171,962	4,841,154	169,470	-	3,630,795	8,686,194	18,565,322	16,467,569
	Additions during the year	671,689	4,567	310,380	-	-	-	12,031	998,667	2,112,736
	Disposals and write-downs during the year	-	-	-	-	-	-	-	-	(14,983)
	Closing Asset Costs	1,737,436	176,529	5,151,534	169,470	-	3,630,795	8,698,225	19,563,989	18,565,322
Amortization	Accumulated Amortization Cost									
	Opening Accumulated Amortization Costs	229,262	126,894	2,136,837	151,081	-	2,539,753	3,115,148	8,298,975	7,930,141
	Add: Amortization taken	11,137	6,162	105,437	9,657	-	87,851	153,514	373,758	383,817
	Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	(14,983)
	Closing Accumulated Amortization Costs	240,399	133,056	2,242,274	160,738	-	2,627,604	3,268,662	8,672,733	8,298,975
	Net Book Value	1,497,037	43,473	2,909,260	8,732	-	1,003,191	5,429,563	10,891,256	10,266,347

Town of Birch Hills
 Consolidated Schedule of Accumulated Surplus
 As at December 31, 2021

Schedule 8

	2020	Changes	2021
UNAPPROPRIATED SURPLUS	1,092,245	(380,781)	711,464
APPROPRIATED RESERVES			
Recreation Board operations	295,789	63,928	359,717
Fire Department Reserve	50,836	71,816	122,652
North Central Sask Waste Management Corp	33,471	(1,332)	32,139
Utility Infrastructure Reserve	58,204	59,671	117,875
Other (Specify)	-	-	-
Total Appropriated	438,300	194,083	632,383
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6)	10,266,347	624,909	10,891,256
Less: Related debt	(946,137)	288,570	(657,567)
Net Investment in Tangible Capital Assets	9,320,210	913,479	10,233,689
Total Accumulated Surplus	10,850,755	726,781	11,577,536

Town of Birch Hills
 Schedule of Mill Rates and Assessments
 As at December 31, 2021

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	169,895	41,928,080	-	-	3,785,220	-	45,883,195
Regional Park Assessment							
Total Assessment							45,883,195
Mill Rate Factor(s)	1.00	1.00			2.60		
Total Base/Minimum Tax (generated for each property class)		383,775			30,325		414,100
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	1,852	840,791			137,598		980,241

MILL RATES:

MILLS

Average Municipal*	21.36
Average School*	6.3982
Potash Mill Rate	
Uniform Municipal Mill Rate	10.90

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

**Town of Birch Hills
 Schedule of Council Remuneration
 As at December 31, 2021**

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Mayor	Randy Wojcichowsky	8,000	2,425	10,425
Mayor	Stewart Adams	1,000	-	1,000
Councillor	Heather Knutson	8,000	1,500	9,500
Councillor	Lyle Evans	8,000	1,600	9,600
Councillor	Owen Stubbs	8,000	2,275	10,275
Councillor	Dean Braaten	8,000	1,175	9,175
Councillor	Graham Tweten	8,000	1,450	9,450
Councillor	Shannon Simpso	4,000	600	4,600
Councillor	Barry Evans	667	-	667
Total		53,667	11,025	64,025