

R.M. OF BLUCHER NO. 343

Auditor's Report

Financial Statements

December 31, 2021

MANAGEMENT'S RESPONSIBILITY

To the Ratepayers of
R.M. of Blucher No. 343 :

Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. 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 consolidated financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately recorded, that assets are properly accounted for and safeguarded, and that financial records are properly maintained to provide reliable information for the preparation of the consolidated financial statements.

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

Jensen Stromberg Chartered Professional Accountants, 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 administration to discuss their audit findings.



Reeve



Administrator

INDEPENDENT AUDITOR'S REPORT

To the Reeve and Council of R.M. of Blucher No. 343

Report on the Consolidated Financial Statements

Qualified Opinion

We have audited the consolidated financial statements of R.M. of Blucher No. 343, which comprise the consolidated statement of financial position as at December 31, 2021 and the consolidated statements of financial activities, changes in net financial assets, and changes in financial position 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 consolidated financial statements, present fairly, in all material respects, the financial position of the Rural Municipality as at December 31, 2021 and its financial performance and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified Opinion

The Municipality was unable to provide sufficient, appropriate evidence to support the accuracy of tangible capital assets recorded in the financial statements as of January 1, 2021 or December 31, 2021, and we were unable to satisfy ourselves by alternative means concerning the accuracy of tangible capital assets as of those dates. Since opening and closing tangible capital assets are utilized to determine financial performance and cash flows, we were unable to determine whether adjustments may have been required in respect of the surplus of revenues over expenses for the year reported on the statement of operations, tangible capital assets reported on the statement of financial position and the cash flows from operating activities reported in the statement of cash flows. As a result, our audit opinion on the current year's consolidated financial statements for the year ended December 31, 2021 is modified because of the possible effects of this limitation of scope.

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

Other Matters

The financial statements of R.M. of Blucher No. 343 for the year ended December 31, 2020 were audited by another auditor who expressed a modified opinion on those statements on June 25, 2021.

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

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

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

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

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

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

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

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

Saskatoon, Saskatchewan
September 14, 2022


Chartered Professional Accountants

R.M. OF BLUCHER NO. 343**Statement 1****CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

December 31, 2021
with comparative figures for 2020

	<u>2021</u>	<u>2020</u> (Restated) (Note 9)
<u>ASSETS</u>		
Financial assets:		
Cash and temporary investments (Note 2)	\$ 5,240,819	6,452,350
Taxes receivable - Municipal (Note 3)	304,597	281,091
Other accounts receivable (Note 4)	622,606	214,058
Land for re-sale (Note 5)	12,946	-
Long-term investments (Note 6)	208,898	105,578
Debt charges recoverable	-	-
Other	-	-
	<hr/>	<hr/>
Total financial assets	6,389,866	7,053,077
<u>LIABILITIES</u>		
Bank indebtedness	-	-
Accounts payable	183,396	49,329
Accrued liabilities payable	-	-
Deposits	7,380	6,465
Deferred revenue (Note 7)	28,841	11,456
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Long-term debt (Note 10)	-	-
Lease obligations	-	-
	<hr/>	<hr/>
Total liabilities	219,617	67,250
NET FINANCIAL ASSETS (DEBT)	6,170,249	6,985,827
Non-financial assets:		
Tangible capital assets (Schedule 6, 7)	13,019,552	11,430,120
Prepaid and deferred charges	12,636	(2,402)
Stock and supplies	385,126	569,863
	<hr/>	<hr/>
Total non-financial assets	13,417,314	11,997,581
Accumulated Surplus (Deficit) (Schedule 8)	\$ 19,587,563	18,983,408

APPROVED ON BEHALF OF COUNCIL:

_____ Reeve

_____ Councillor

See accompanying notes to the financial statements.

R.M. OF BLUCHER NO. 343

Statement 2

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

Year ended December 31, 2021
with comparative figures for 2020

		<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u> <u>(Restated)</u> <u>(Note 9)</u>
Revenues:				
Taxes and other unconditional revenue	(Schedule 1)	\$ 3,154,835	3,023,639	3,318,351
Fees and charges	(Schedule 4, 5)	1,051,600	1,486,888	1,199,487
Conditional grants	(Schedule 4, 5)	17,596	37,018	39,552
Tangible capital asset sales - gain (loss)	(Schedule 4, 5)	-	143,147	-
Land sales - gain	(Schedule 4, 5)	-	-	-
Investment income and commissions	(Schedule 4, 5)	80,000	54,308	77,318
Restructurings	(Schedule 4, 5)	-	27,399	-
Other revenues	(Schedule 4, 5)	-	-	-
Total Revenues		<u>4,304,031</u>	<u>4,772,399</u>	<u>4,634,708</u>
Expenditures:				
General government services	(Schedule 3)	671,255	649,007	652,815
Protective services	(Schedule 3)	298,850	352,488	354,997
Transportation services	(Schedule 3)	3,809,575	2,431,941	1,927,462
Environmental and public health services	(Schedule 3)	205,511	173,484	168,077
Planning and development services	(Schedule 3)	14,517	150	1,850
Recreation and cultural services	(Schedule 3)	38,000	60,567	50,215
Utility services	(Schedule 3)	569,000	732,810	628,556
Restructurings	(Schedule 3)	-	-	-
Total Expenditures		<u>5,606,708</u>	<u>4,400,447</u>	<u>3,783,972</u>
Surplus (deficit) of revenues over expenditures before other capital contributions		<u>(1,302,677)</u>	<u>371,952</u>	<u>850,736</u>
Provincial/Federal capital grants and contributions	(Schedule 4, 5)	<u>177,531</u>	<u>232,203</u>	<u>465,850</u>
Surplus (deficit) of revenues over expenditures		(1,125,146)	604,155	1,316,586
Accumulated surplus (deficit), beginning of year		<u>18,983,408</u>	<u>18,983,408</u>	<u>17,666,822</u>
Accumulated surplus (deficit), end of year		<u>\$ 17,858,262</u>	<u>19,587,563</u>	<u>18,983,408</u>

See accompanying notes to the financial statements.

R.M. OF BLUCHER NO. 343

Statement 3

CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u> <u>(Restated)</u> <u>(Note 9)</u>
Surplus (deficit)	\$ <u>(1,125,146)</u>	<u>604,155</u>	<u>1,316,586</u>
(Acquisition) of tangible capital assets	-	(2,137,923)	(500,779)
Amortization of tangible capital assets	-	484,165	480,629
Proceeds on disposal of tangible capital assets	-	234,871	-
Loss (gain) on disposal of tangible capital assets	-	(143,147)	-
Transfer of assets/liabilities in restructuring transactions	-	<u>(27,399)</u>	<u>-</u>
Surplus (deficit) of capital expenses over expenditures	<u>-</u>	<u>(1,589,433)</u>	<u>(20,150)</u>
(Acquisition) of supplies inventories	-	(97,371)	(569,862)
(Acquisition) of prepaid expenses	-	(12,635)	2,403
Consumption of supplies inventories	-	282,109	367,460
Use of prepaid expenses	-	<u>(2,403)</u>	<u>19,282</u>
Surplus (deficit) of expenses of other non-financial over expenditures	<u>-</u>	<u>169,700</u>	<u>(180,717)</u>
Increase (decrease) in Net Financial Assets	(1,125,146)	(815,578)	1,115,719
Net Financial Assets (Debt) - Beginning of the year	<u>6,985,827</u>	<u>6,985,827</u>	<u>5,870,108</u>
Net Financial Assets (Debt) - End of year	\$ <u>5,860,681</u>	<u>6,170,249</u>	<u>6,985,827</u>

See accompanying notes to the financial statements.

R.M. OF BLUCHER NO. 343

Statement 4

CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u>	<u>2020</u> (Restated) (Note 9)
Cash provided by (used in) the following activities:		
Operating:		
Surplus (deficit)	\$ 604,155	1,316,586
Amortization	484,165	480,629
Loss (gain) on disposal of tangible capital assets	(143,147)	-
Restructuring (surplus) deficit	<u>(27,399)</u>	<u>-</u>
	917,774	1,797,215
Change in assets/liabilities		
Taxes receivable - Municipal	(23,506)	(33,272)
Other accounts receivable	(408,547)	264,633
Land for re-sale	(12,946)	-
Other financial assets	-	-
Accounts and accrued liabilities payable	133,882	89,226
Deposits	915	-
Deferred revenue	17,386	15,861
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Stock and supplies	184,737	(202,402)
Prepayments and deferred charges	(14,853)	-
Other	<u>-</u>	<u>-</u>
Net cash from operations	<u>794,842</u>	<u>1,931,261</u>
Capital:		
Acquisition of capital assets	(2,137,923)	(500,779)
Proceeds from the disposal of capital assets	234,871	-
Other capital	<u>-</u>	<u>-</u>
Net cash used for capital	<u>(1,903,052)</u>	<u>(500,779)</u>
Investing:		
Long-term investments	(103,321)	68,657
Other investments	<u>-</u>	<u>-</u>
Net cash from (used for) investing	<u>(103,321)</u>	<u>68,657</u>
Financing activities:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	-	-
Other financing	<u>-</u>	<u>-</u>
Net cash from financing	<u>-</u>	<u>-</u>
Increase (decrease) in cash resources	(1,211,531)	1,499,139
Cash and temporary investments, beginning of year	<u>6,452,350</u>	<u>4,953,211</u>
Cash and temporary investments, end of year (Note 2)	<u>\$ 5,240,819</u>	<u>6,452,350</u>

See accompanying notes to the financial statements.

R.M. OF BLUCHER NO. 343

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the municipality are prepared by management in accordance with the local government accounting standards established by the Public Sector Accounting Board. Significant aspects of the accounting policies 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 consolidate the assets, liabilities and flow of resources of the Municipality. The entity is comprised of all organizations 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:

Entity
Highway 41 Water Utility (33.33%)

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 hail and conservation and development authorities are collected and remitted in accordance with the 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 either expenditures or revenues in the period that the events giving rise to the transfer occurred, as long as:

- 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 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.

R.M. OF BLUCHER NO. 343

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(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 Council to designate surplus for future operating and capital transactions. Amounts 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.

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

The investment in Highway 41 Water Utility is accounted for on the proportionate consolidation basis.

(l) 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 of the inventory in the ordinary course of business.

R.M. OF BLUCHER NO. 343

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(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 the contribution. The tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The costs 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:

<i>General Assets</i>	<u>Asset</u>	<u>Useful Life</u>
	Land	Indefinite
	Land improvements	5 to 20 years
	Buildings	10 to 50 years
	Vehicles and equipment	5 to 10 years
	Heavy equipment	5 to 10 years
	Operating equipment	5 to 10 years
<i>Infrastructure Assets</i>		
	Infrastructure assets	30 to 75 years
	Water and sewer	30 to 75 years
	Road network assets	30 to 75 years

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

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

(n) **Landfill liability**

The R.M. of Blucher No. 343 does not maintain a waste disposal site. No amount has been recorded as an asset or liability.

R.M. OF BLUCHER NO. 343

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(o) **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.

(p) **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 its contributions.

(q) **Measurement Uncertainty**

The preparation of the financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts 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 period in which they become known.

(r) **Basis of Segmentation/Segment Report**

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

These segments (functions) are as follows:

General Government: The general government segment provides for the administration of the Municipality.

Protective Services: Protective services is comprised of expenses for Police and Fire protection.

R.M. OF BLUCHER NO. 343

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

Transportation Services: The transportation services segment is responsible for the delivery of public works services related to the development and maintenance of roadway systems and street lighting.

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

Planning and Development: The planning and development segment provides for neighbourhood development and sustainability.

Recreation and Culture: The recreation and culture segment provides for community services through the provision of recreation and leisure services.

Utility Services: The utility services segment provides for the delivery of water, collecting and treating of wastewater and providing collection and disposal of solid waste.

2. CASH AND TEMPORARY INVESTMENTS

	<u>2021</u>	<u>2020</u>
Cash	\$ 4,821,111	5,949,190
Temporary investments	-	-
Restricted cash	<u>419,708</u>	<u>503,160</u>
	<u>\$ 5,240,819</u>	<u>6,452,350</u>

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

R.M. OF BLUCHER NO. 343

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2021

3. TAXES AND GRANTS IN LIEU RECEIVABLE

	<u>2021</u>	<u>2020</u>
Municipal: - Current	\$ 101,741	97,123
- Arrears	<u>264,133</u>	<u>226,589</u>
	365,874	323,712
Less: allowance for uncollectibles	<u>(61,277)</u>	<u>(42,621)</u>
Total municipal taxes receivable	<u>304,597</u>	<u>281,091</u>
School: - Current	111,579	91,979
- Arrears	<u>50,422</u>	<u>70,155</u>
Total school taxes receivable	<u>162,001</u>	<u>162,134</u>
Other: - Current	3,700	5,803
- Arrears	<u>-</u>	<u>-</u>
Total other collections receivable	<u>3,700</u>	<u>5,803</u>
Total taxes and grants in lieu receivable	470,298	449,028
Deduct taxes receivable to be collected on behalf of other organizations	<u>(165,700)</u>	<u>(167,937)</u>
Total taxes receivable - Municipal	<u>\$ 304,597</u>	<u>281,091</u>

4. OTHER ACCOUNTS RECEIVABLE

	<u>2021</u>	<u>2020</u> <u>(Restated)</u> <u>(Note 9)</u>
Federal government	\$ 51,869	74,180
Provincial government	-	-
Local government	-	-
Utility	11,886	11,424
Trade	484,487	53,317
Other (Share of Highway 41 Water Utility)	<u>74,364</u>	<u>75,137</u>
Total other accounts receivable	622,606	214,058
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Net other accounts receivable	<u>\$ 622,606</u>	<u>214,058</u>

R.M. OF BLUCHER NO. 343

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2021

5. LAND FOR RESALE

	<u>2021</u>	<u>2020</u>
Tax title property	\$ 61,682	-
Less: - allowance for market value adjustment	(39,868)	-
Less: due to other taxing authorities	<u>(8,868)</u>	<u>-</u>
Net tax title Property	<u>12,946</u>	<u>-</u>
Other land	-	-
Less: - allowance for market value adjustment	<u>-</u>	<u>-</u>
Net other land	<u>-</u>	<u>-</u>
Total land for resale	<u>\$ 12,946</u>	<u>-</u>

6. LONG-TERM INVESTMENTS

	<u>2021</u>	<u>2020</u>
Sask. Assoc. of Rural Municipalities - Property-insurance fund	\$ 67,396	59,647
Sask. Assoc. of Rural Municipalities - Self-insurance fund	<u>47,670</u>	<u>45,910</u>
	<u>115,066</u>	<u>105,557</u>
Other long term investments:		
Co-op shares	21	21
Highway 41 Water Utility - Long-term GICs at 33%	<u>93,811</u>	<u>-</u>
Total other long term investments	<u>93,832</u>	<u>21</u>
Total long term investments	<u>\$ 208,898</u>	<u>105,578</u>

7. DEFERRED REVENUE

	<u>2021</u>	<u>2020</u>
Prepaid tankfill revenue	<u>\$ 28,841</u>	<u>11,456</u>

R.M. OF BLUCHER NO. 343

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2021

8. HIGHWAY 41 WATER UTILITY

The Municipality along with the Rural Municipality of Aberdeen No. 373, and the Rural Municipality of Grant No. 372 (the "members") jointly share control of Highway 41 Water Utility (the "Utility"), a public utility board created under the authority of The Municipalities Act of the Province of Saskatchewan by bylaw of the members. The Utility constitutes a government partnership under Canadian Public Sector Accounting Standards and as such the municipality is required to include in its financial statements its proportionate share of the financial position and results of operation of the Utility.

The following is 100% of the financial position and result of operations of the Utility, a government business enterprise, of which 33.33% has been proportionately consolidated into the financial statements of the R.M.

	2021 100%	2021 33.33%	RM of Blucher (Pre- consolidated)	RM of Blucher (Consolidated)
Financial Position				
Financial Assets				
Cash and temporary investments	\$ 1,259,125	419,709	4,821,110	5,240,819
Taxes receivables	-	-	304,597	304,597
Other receivables	223,091	74,364	548,242	622,606
Land for re-sale	-	-	12,946	12,946
Long-term investments	<u>281,433</u>	<u>93,811</u>	<u>115,087</u>	<u>208,898</u>
	<u>1,763,649</u>	<u>587,884</u>	<u>5,801,982</u>	<u>6,389,866</u>
Liabilities				
Accounts Payable	38,894	12,965	170,431	183,396
Deposits	6,240	2,080	5,300	7,380
Deferred revenue	<u>-</u>	<u>-</u>	<u>28,841</u>	<u>28,841</u>
	<u>45,134</u>	<u>15,045</u>	<u>204,572</u>	<u>219,617</u>
Net Financial Assets	1,718,515	572,839	5,597,410	6,170,249
Non-financial Assets				
Tangible Capital Assets	10,024,143	3,341,381	9,678,171	13,019,552
Prepaid and deferred charges	11,352	3,784	8,852	12,636
Stocks and supplies	<u>-</u>	<u>-</u>	<u>385,126</u>	<u>385,126</u>
Accumulated Surplus	<u>\$ 11,754,010</u>	<u>3,918,004</u>	<u>15,669,559</u>	<u>19,587,563</u>
Operations				
Revenues	\$ 1,103,352	367,784	4,636,818	5,004,602
Expenses	<u>(1,066,277)</u>	<u>(355,426)</u>	<u>(4,045,021)</u>	<u>(4,400,447)</u>
Annual surplus (deficit)	37,075	12,358	591,797	604,155
Accumulated Surplus, opening	11,716,935	3,905,645	15,077,763	18,983,408
Dividends issued	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Accumulated Surplus, closing	<u>\$ 11,754,010</u>	<u>3,918,003</u>	<u>15,669,560</u>	<u>19,587,563</u>

R.M. OF BLUCHER NO. 343

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2021

9. CORRECTION OF AN ERROR

In prior years, the Municipality deferred the Canada Community Building fund (CCBF) and Municipal Economic Enhancement Program funding. In the current year, it was determined that this amount should have been recognized as revenue in the year that it was received.

It was also determined that the Municipality recognized gravel revenue at \$2 per cubic yard of crushed gravel and increased the value of gravel inventory by the same amount at the time of crushing. It was determined that this amount should have been recognized as revenue when sold externally rather than at the time of crushing and added to inventory cost.

In 2020, the Municipality also consolidated proportionately a jointly controlled reporting entity. In so doing, the Municipality recorded revenues to correct opening balance errors. In the current year, it was determined that the previous period should have been restated rather than recording revenues.

The Reporting Entity of the Municipality was audited independently and it was determined that there was unrecorded revenues for legal fees reimbursed. As a result, the consolidated financial statements have been adjusted to reflect this change.

Changes to 2020 Accumulated surplus and Surplus of Revenues over Expenditures are as follows:

Effect of Change on 2020 Statement of Financial Position

2020 Accumulated Surplus/Deficit as previously reported	\$ 18,607,733
Add: Deferred revenue	434,138
Other receivables	<u>3,293</u>
Less: Stocks and supplies	<u>61,756</u>
Restated 2020 Accumulated Surplus/Deficit	\$ <u>18,983,408</u>

Effect of Change to 2020 Statement of Operations (Financial Activities)

Previously reported Surplus (Deficit) of Revenues over Expenditures	\$ 4,822,843
Add: Provincial/federal Capital Grants and Contributions	434,138
Fees and charges	<u>3,293</u>
Less: Error correction	3,881,932
Fees and charges	<u>61,756</u>
Restated Surplus (Deficit) of Revenue over Expenditures	\$ <u>1,316,586</u>

10. LONG-TERM DEBT

The authorized debt limit for the Municipality is \$3,364,305. The authorized debt limit for a Municipality is the total amount of the Municipality's own source revenues for the preceding year (the *Municipalities Act* section 161(1)). The incremental debt above the debt limit authorized in the *Municipalities Act* is approved by the Saskatchewan Municipal Board.

R.M. OF BLUCHER NO. 343

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2021

11. PENSION PLAN

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality pension expense in 2021 was \$86,831 (2020 - \$76,467). 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.

Based on the latest information available (December 31, 2021 Audited Financial Statements) the Municipal Employees Pension Plan had a surplus in the net assets available for benefits of \$1,144,386,000. This is based on the most recent actuarial valuation, completed December 31, 2020. The Rural Municipality's portion of this is not readily determinable.

12. BUDGET

The Financial Plan (Budget) adopted by Council on April 14, 2021 was not prepared on a basis consistent with that used to report actual results. The budget was prepared on a modified accrual basis while Public Sector Accounting Standards require a full accrual basis. The budget expensed all tangible capital expenditures rather than including amortization expense, and included transfers to and from reserves in the computation of surplus. As a result, the budget figures presented in the statements of operations and change in net financial assets include the following adjustments:

	<u>2021</u>
Budget net surplus	\$ 54
Add: Investment in tangible capital assets	2,108,845
Transfer to reserves	<u>58,000</u>
Less: Transfer from reserves	<u>(1,213,200)</u>
Budget surplus per statement of operations	<u>\$ 953,699</u>

R.M. OF BLUCHER NO. 343

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2021

13. RECENT ACCOUNTING PRONOUNCEMENTS

A number of new and amended standards have been issued that may impact the Rural Municipality:

Standards Effective 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 is 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 is 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.

Standards Effective On Or After April 1, 2023:

PS 3400 Revenue is 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 Rural Municipality continues to assess the impacts of the above accounting standards. The extent of impact resulting from the adoption of these standards is not known at this time.

R.M. OF BLUCHER NO. 343

SCHEDULE OF TAXES AND OTHER UNCONDITIONAL REVENUES

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u> <u>(Restated)</u> <u>(Note 9)</u>
TAXES			
General municipal tax levy	\$ 1,695,000	1,754,168	1,694,216
Abatements and adjustments	(5,000)	(60,235)	(374)
Discount on current year taxes	<u>(20,000)</u>	<u>(24,492)</u>	<u>(19,739)</u>
Net municipal taxes	1,670,000	1,669,441	1,674,103
Potash tax share	944,100	944,098	982,374
Trailer license fees	35,000	27,159	42,387
Penalties on tax arrears	20,000	23,477	24,586
Special tax levy	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total Taxes	<u>2,669,100</u>	<u>2,664,175</u>	<u>2,723,450</u>
UNCONDITIONAL GRANTS			
Revenue sharing	460,000	359,464	465,268
Organized Hamlet	-	-	-
Other Safe restart	<u>21,330</u>	<u>-</u>	<u>119,666</u>
Total Unconditional Grants	<u>481,330</u>	<u>359,464</u>	<u>584,934</u>
GRANTS IN LIEU OF TAXES			
Federal	-	-	-
Provincial			
S.P.C. Electrical	-	-	-
Sask. Energy Gas	-	-	-
TransGas	2,175	-	9,967
Provincial - Central Services	-	-	-
Sasktel	2,230	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Other Government Transfers			
S.P.C. Surcharge	-	-	-
Transgas	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total Grants in Lieu of Taxes	<u>4,405</u>	<u>-</u>	<u>9,967</u>
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	<u>\$ 3,154,835</u>	<u>3,023,639</u>	<u>3,318,351</u>

See accompanying notes to the financial statements.

R.M. OF BLUCHER NO. 343

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u> <u>(Restated)</u> <u>(Note 9)</u>
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ 20,000	39,868	26,000
Sales of supplies	2,500	2,072	1,714
Other (Rentals, permits, administrative services)	<u>109,600</u>	<u>116,725</u>	<u>94,102</u>
Total Fees and Charges	132,100	158,665	121,816
Tangible capital asset sales - gain (loss)	-	-	-
Land sales - gain	-	-	-
Investment income and commissions	80,000	54,308	77,318
Other Segmented Revenue	-	-	-
Total other segmented revenue	<u>212,100</u>	<u>212,973</u>	<u>199,134</u>
Conditional Grants			
Federal - Student Employment	-	-	-
Other (Climate action incentive program)	<u>196</u>	<u>188</u>	<u>196</u>
Total Conditional Grants	196	188	196
Total Operating	<u>212,296</u>	<u>213,161</u>	<u>199,330</u>
Capital			
Conditional Grants			
Canada Community - Building Fund	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total General Government Services	<u>212,296</u>	<u>213,161</u>	<u>199,330</u>
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Other (Donations)	<u>15,000</u>	<u>3,849</u>	<u>-</u>
Total Fees and Charges	15,000	3,849	-
Tangible capital asset sales - gain (loss)	-	-	-
Other Segmented Revenue	-	-	-
Total other segmented revenue	<u>15,000</u>	<u>3,849</u>	<u>-</u>
Conditional Grants			
Federal - Student Employment	-	-	-
Provincial	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>15,000</u>	<u>3,849</u>	<u>-</u>
Capital			
Conditional Grants			
Canada Community - Building Fund	-	-	-
Provincial Disaster Assistance	-	-	-
Local Government	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Protective Services	<u>15,000</u>	<u>3,849</u>	<u>-</u>

See accompanying notes to the financial statements.

R.M. OF BLUCHER NO. 343

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u> <u>(Restated)</u> <u>(Note 9)</u>
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ -	-	-
Sale of gravel and supplies	251,000	382,236	320,666
Road maintenance and restoration agreements	30,000	10,753	26,950
Other	-	-	-
Total Fees and Charges	<u>281,000</u>	<u>392,989</u>	<u>347,616</u>
Tangible capital asset sales - gain (loss)	-	143,147	-
Other Segmented Revenue	-	-	-
Total other segmented revenue	<u>281,000</u>	<u>536,136</u>	<u>347,616</u>
Conditional Grants			
Primary Weight Corridor	-	-	-
Federal - Student Employment	-	-	-
Other (Clearing the path)	-	22,048	22,018
Total Conditional Grants	<u>-</u>	<u>22,048</u>	<u>22,018</u>
Total Operating	<u>281,000</u>	<u>558,184</u>	<u>369,634</u>
Capital			
Conditional Grants			
Canada Community - Building Fund	177,531	244,431	177,531
MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
Provincial Disaster Assistance	-	-	-
Other Municipal Economic Enhancement Program	-	(12,228)	288,319
Total Capital	<u>177,531</u>	<u>232,203</u>	<u>465,850</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Transportation Services	<u>458,531</u>	<u>790,387</u>	<u>835,484</u>
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Waste and Disposal Charges	2,500	6,157	2,630
Other	-	-	-
Total Fees and Charges	<u>2,500</u>	<u>6,157</u>	<u>2,630</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other Segmented Revenue	-	-	-
Total other segmented revenue	<u>2,500</u>	<u>6,157</u>	<u>2,630</u>
Conditional Grants			
Federal - Student Employment	-	-	-
TAPD	-	-	-
Provincial	17,400	14,782	17,338
Other	-	-	-
Total Conditional Grants	<u>17,400</u>	<u>14,782</u>	<u>17,338</u>
Total Operating	<u>19,900</u>	<u>20,939</u>	<u>19,968</u>
Capital			
Conditional Grants			
Canada Community - Building Fund	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Environmental and Public Health Services Services	<u>19,900</u>	<u>20,939</u>	<u>19,968</u>

See accompanying notes to the financial statements.

R.M. OF BLUCHER NO. 343

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u> <u>(Restated)</u> <u>(Note 9)</u>
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Maintenance and development charges	\$ 55,000	187,461	73,204
Other	-	-	-
Total Fees and Charges	<u>55,000</u>	<u>187,461</u>	<u>73,204</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other Segmented Revenue	-	-	-
Total other segmented revenue	<u>55,000</u>	<u>187,461</u>	<u>73,204</u>
Conditional Grants			
Federal - Student Employment	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>55,000</u>	<u>187,461</u>	<u>73,204</u>
Capital			
Conditional Grants			
Canada Community - Building Fund	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Planning and Development Services	<u>55,000</u>	<u>187,461</u>	<u>73,204</u>
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Other	-	-	-
Total Fees and Charges	<u>-</u>	<u>-</u>	<u>-</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other Segmented Revenue (Insurance proceeds)	-	-	-
Total other segmented revenue	<u>-</u>	<u>-</u>	<u>-</u>
Conditional Grants			
Student Employment	-	-	-
Provincial	-	-	-
Donations	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>-</u>	<u>-</u>	<u>-</u>
Capital			
Conditional Grants			
Canada Community - Building Fund	-	-	-
Local Government	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Recreation and Cultural Services	<u>-</u>	<u>-</u>	<u>-</u>

See accompanying notes to the financial statements.

R.M. OF BLUCHER NO. 343

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u> <u>(Restated)</u> <u>(Note 9)</u>
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Water	\$ 304,000	384,486	295,620
Sewer	12,000	12,897	11,593
Other (Highway 41 Water Utility revenue)	250,000	340,384	347,008
Total Fees and Charges	<u>566,000</u>	<u>737,767</u>	<u>654,221</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other Segmented Revenue	-	-	-
Total other segmented revenue	<u>566,000</u>	<u>737,767</u>	<u>654,221</u>
Conditional Grants			
Federal - Student Employment	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>566,000</u>	<u>737,767</u>	<u>654,221</u>
Capital			
Conditional Grants			
Canada Community - Building Fund	-	-	-
New Building Canada Fund (SCF, NRP)	-	-	-
Clean Water and Wastewater Fund	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>27,399</u>	<u>-</u>
Total Utility Services	<u>566,000</u>	<u>765,166</u>	<u>654,221</u>
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	<u>\$ 1,326,727</u>	<u>1,980,963</u>	<u>1,782,207</u>
SUMMARY			
Total Other Segmented Revenue	\$ 1,131,600	1,684,343	1,276,805
Total Conditional Grants	17,596	37,018	39,552
Total Capital Grants and Contributions	177,531	232,203	465,850
Restructuring Revenue	-	-	-
TOTAL REVENUE BY FUNCTION	<u>\$ 1,326,727</u>	<u>1,953,564</u>	<u>1,782,207</u>

See accompanying notes to the financial statements.

R.M. OF BLUCHER NO. 343

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u> (Restated) (Note 9)
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 146,000	152,829	122,877
Wages and benefits	315,000	337,104	302,206
Professional/Contractual services	93,450	81,503	88,150
Utilities	13,000	11,498	12,535
Maintenance, materials, and supplies	45,500	52,189	46,600
Grants and contributions	10,000	(15,000)	20,000
	-	-	-
Amortization	-	6,449	6,449
Interest	4,000	5,516	3,844
Allowance for uncollectibles	2,305	-	2,305
Other (Memberships)	42,000	16,919	47,849
General Government Services	<u>671,255</u>	<u>649,007</u>	<u>652,815</u>
Restructuring	-	-	-
Total General Government Services	<u>671,255</u>	<u>649,007</u>	<u>652,815</u>
PROTECTIVE SERVICES			
Police protection			
Wages and benefits	67,400	67,088	57,262
Professional/Contractual services	97,000	99,212	96,619
Utilities	1,000	442	593
Maintenance, materials, and supplies	250	250	250
Grants and contributions	-	-	-
	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	130
Fire protection			
Wages and benefits	-	-	-
Professional/Contractual services	97,000	95,888	93,868
Utilities	1,200	3,000	1,140
Maintenance, materials, and supplies	35,000	44,182	62,709
Grants and contributions	-	-	-
	-	-	-
Amortization	-	42,426	42,426
Interest	-	-	-
Other	-	-	-
Protective Services	<u>298,850</u>	<u>352,488</u>	<u>354,997</u>
Restructuring	-	-	-
Total Protective Services	<u>298,850</u>	<u>352,488</u>	<u>354,997</u>
TRANSPORTATION SERVICES			
Wages and benefits	894,000	975,956	802,827
Professional/Contractual services	75,500	166,142	59,280
Utilities	33,400	30,269	30,336
Maintenance, materials, and supplies	583,500	729,590	515,711
Gravel	394,330	191,332	180,656
Grants and contributions	-	-	-
	-	-	-
Amortization	1,828,845	338,652	338,652
Interest	-	-	-
Other	-	-	-
Transportation Services	<u>3,809,575</u>	<u>2,431,941</u>	<u>1,927,462</u>
Restructuring	-	-	-
Total Transportation Services	<u>3,809,575</u>	<u>2,431,941</u>	<u>1,927,462</u>

See accompanying notes to the financial statements.

R.M. OF BLUCHER NO. 343

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u> <u>(Restated)</u> <u>(Note 9)</u>
ENVIRONMENTAL SERVICES			
Wages and benefits	-	-	-
Contractual services	201,911	169,294	165,242
Utilities	1,300	1,133	1,218
Maintenance, materials, and supplies	2,300	2,658	1,218
Grants and contributions			
-operating			
Waste disposal	-	-	-
Public health	-	-	-
-capital			
Waste disposal	-	-	-
Public health	-	-	-
Amortization	-	399	399
Interest	-	-	-
Other	-	-	-
Environmental and Public Health Services	<u>205,511</u>	<u>173,484</u>	<u>168,077</u>
Restructuring	-	-	-
Total Environmental and Public Health Services	<u>205,511</u>	<u>173,484</u>	<u>168,077</u>
PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	-	-	-
Contractual services	13,017	150	1,850
Grants and contributions			
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other (Health Representative)	1,500	-	-
Planning and Development Services	<u>14,517</u>	<u>150</u>	<u>1,850</u>
Restructuring	-	-	-
Total Planning and Development Services	<u>14,517</u>	<u>150</u>	<u>1,850</u>
RECREATION AND CULTURAL SERVICES			
Wages and benefits	-	-	-
Contractual services	-	-	-
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions			
-operating	38,000	60,567	50,215
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	-	-
Recreation and Cultural Services	<u>38,000</u>	<u>60,567</u>	<u>50,215</u>
Restructuring	-	-	-
Total Recreation and Cultural Services	<u>38,000</u>	<u>60,567</u>	<u>50,215</u>

See accompanying notes to the financial statements.

R.M. OF BLUCHER NO. 343

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u> <u>(Restated)</u> <u>(Note 9)</u>
UTILITY SERVICES			
Wages and benefits	-	-	-
Contractual services	20,000	5,661	7,835
Utilities	284,000	349,959	281,878
Maintenance, materials, and supplies	15,000	12,877	13,627
Grants and contributions			
-operating	-	-	-
-capital	-	-	-
Amortization	250,000	96,239	92,703
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other (Highway 41 Water Utility, fines)	-	268,074	232,513
Utility Services	<u>569,000</u>	<u>732,810</u>	<u>628,556</u>
Restructuring	-	-	-
Total Utility Services	<u>569,000</u>	<u>732,810</u>	<u>628,556</u>
TOTAL EXPENDITURES BY FUNCTION	<u>\$ 5,606,708</u>	<u>4,400,447</u>	<u>3,783,972</u>

See accompanying notes to the financial statements.

R.M. OF BLUCHER NO. 343

Schedule 4

CONSOLIDATED SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2021

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and charges	\$ 158,665	3,849	392,989	6,157	187,461	-	737,767	1,486,888
Tangible capital asset sales - Gain (loss)	-	-	143,147	-	-	-	-	143,147
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Investment income and commissions	54,308	-	-	-	-	-	-	54,308
Other revenues	-	-	-	-	-	-	-	-
Grants - Conditional	188	-	22,048	14,782	-	-	-	37,018
Grants - Capital	-	-	232,203	-	-	-	-	232,203
Restructurings	-	-	-	-	-	-	-	-
Total revenues	<u>213,161</u>	<u>3,849</u>	<u>790,387</u>	<u>20,939</u>	<u>187,461</u>	<u>-</u>	<u>765,166</u>	<u>1,980,963</u>
Expenses (Schedule 3)								
Wages & Benefits	489,933	67,088	975,956	-	-	-	-	1,532,977
Professional/Contractual Services	81,503	195,100	166,142	169,294	150	-	5,661	617,850
Utilities	11,498	3,442	30,269	1,133	-	-	349,959	396,301
Maintenance, materials and supplies	52,189	44,432	920,922	2,658	-	-	12,877	1,033,078
Grants and contributions	(15,000)	-	-	-	-	60,567	-	45,567
Amortization	6,449	42,426	338,652	399	-	-	96,239	484,165
Interest	5,516	-	-	-	-	-	-	5,516
Allowance for uncollectibles	-	-	-	-	-	-	-	-
Other	16,919	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	268,074	284,993
Total expenses	<u>649,007</u>	<u>352,488</u>	<u>2,431,941</u>	<u>173,484</u>	<u>150</u>	<u>60,567</u>	<u>732,810</u>	<u>4,400,447</u>
Surplus (deficit) by function	(435,846)	(348,639)	(1,641,554)	(152,545)	187,311	(60,567)	32,356	(2,419,484)
Taxation and other unconditional revenue (Schedule 1)								<u>3,023,639</u>
Net Surplus (Deficit)								<u>\$ 604,155</u>

See accompanying notes to the financial statements.

R.M. OF BLUCHER NO. 343

Schedule 5

CONSOLIDATED SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2020

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total (Restated) (Note 9)
Revenues (Schedule 2)								
Fees and charges	\$ 121,816	-	347,616	2,630	73,204	-	654,221	1,199,487
Tangible capital asset sales - Gain (loss)	-	-	-	-	-	-	-	-
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Investment income and commissions	77,318	-	-	-	-	-	-	-
Other revenues	-	-	-	-	-	-	-	77,318
Grants - Conditional	196	-	22,018	17,338	-	-	-	-
Grants - Capital	-	-	465,850	-	-	-	-	465,850
Restructurings	-	-	-	-	-	-	-	-
Total revenues	<u>199,330</u>	<u>-</u>	<u>835,484</u>	<u>19,968</u>	<u>73,204</u>	<u>-</u>	<u>654,221</u>	<u>1,782,207</u>
Expenses (Schedule 3)								
Wages & Benefits	425,083	57,262	802,827	-	-	-	-	1,285,172
Professional/Contractual Services	88,150	190,487	59,280	165,242	1,850	-	7,835	512,844
Utilities	12,535	1,733	30,336	1,218	-	-	281,878	327,700
Maintenance, materials and supplies	46,600	62,959	696,367	1,218	-	-	13,627	820,771
Grants and contributions	20,000	-	-	-	-	50,215	-	70,215
Amortization	6,449	42,426	338,652	399	-	-	92,703	480,629
Interest	3,844	-	-	-	-	-	-	3,844
Allowance for uncollectibles	2,305	-	-	-	-	-	-	2,305
Other	47,849	130	-	-	-	-	-	48,979
Restructurings	-	-	-	-	-	-	232,513	280,492
Total expenses	<u>652,815</u>	<u>354,997</u>	<u>1,927,462</u>	<u>168,077</u>	<u>1,850</u>	<u>50,215</u>	<u>628,556</u>	<u>3,783,972</u>
Surplus (deficit) by function	(453,485)	(354,997)	(1,091,978)	(148,109)	71,354	(50,215)	25,665	(2,001,765)
Taxation and other unconditional revenue (Schedule 1)								<u>3,318,351</u>
Net Surplus (Deficit)								<u>\$ 1,316,586</u>

See accompanying notes to the financial statements.

R.M. OF BLUCHER NO. 343

CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT

Year ended December 31, 2021
with comparative figures for 2020

	2021							2020	
	General Assets					Infrastructure Assets	General / Infrastructure Assets Under Construction	Total	Total
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets			
Asset cost									
Opening asset costs	\$ 154,935	368,736	1,700,440	-	5,397,714	10,977,541	431,520	19,030,886	18,530,107
Additions during the year	-	-	-	-	950,669	177,477	1,009,776	2,137,922	500,779
Disposals and write-downs during the year	-	-	-	-	(430,156)	-	-	(430,156)	-
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	62,057	-	-	62,057	-
Closing asset costs	<u>154,935</u>	<u>368,736</u>	<u>1,700,440</u>	<u>-</u>	<u>5,980,284</u>	<u>11,155,018</u>	<u>1,441,296</u>	<u>20,800,709</u>	<u>19,030,886</u>
Accumulated amortization cost									
Opening accumulated amortization costs	-	-	370,667	-	2,739,971	4,490,128	-	7,600,766	7,120,137
Add: Amortization taken	-	-	39,210	-	258,492	186,463	-	484,165	480,629
Less: Accumulated amortization on disposals	-	-	-	-	(338,432)	-	-	(338,432)	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	34,658	-	-	34,658	-
Closing accumulated amortization costs	<u>-</u>	<u>-</u>	<u>409,877</u>	<u>-</u>	<u>2,694,689</u>	<u>4,676,591</u>	<u>-</u>	<u>7,781,157</u>	<u>7,600,766</u>
Net book value	<u>\$ 154,935</u>	<u>368,736</u>	<u>1,290,563</u>	<u>-</u>	<u>3,285,595</u>	<u>6,478,427</u>	<u>1,441,296</u>	<u>13,019,552</u>	<u>11,430,120</u>

1. Total contributed/donated assets received in 2021: \$ -
2. List of assets recognized at nominal value in 2021 are:
- Infrastructure Assets \$ -
 - Vehicles \$ -
 - Machinery and Equipment \$ -
3. Amount of interest capitalized in 2021: \$ -

See accompanying notes to the financial statements.

R.M. OF BLUCHER NO. 343

CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS BY FUNCTION

Year ended December 31, 2021
with comparative figures for 2020

	2021							2020
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total
Asset cost								Total
Opening asset costs	\$ 237,612	566,538	12,593,783	16,224	-	-	5,616,729	19,030,886
Additions during the year	-	-	2,016,702	-	-	-	121,220	2,137,922
Disposals and write-downs during the year	-	-	(430,156)	-	-	-	-	(430,156)
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	62,057	62,057
Closing asset costs	<u>237,612</u>	<u>566,538</u>	<u>14,180,329</u>	<u>16,224</u>	<u>-</u>	<u>-</u>	<u>5,800,006</u>	<u>20,800,709</u>
Accumulated amortization cost								
Opening accumulated amortization costs	114,788	271,245	6,136,121	4,804	-	-	1,073,808	7,600,766
Add: Amortization taken	6,449	42,426	338,652	399	-	-	96,239	484,165
Less: Accumulated amortization on disposals	-	-	(338,432)	-	-	-	-	(338,432)
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	34,658	34,658
Closing accumulated amortization costs	<u>121,237</u>	<u>313,671</u>	<u>6,136,341</u>	<u>5,203</u>	<u>-</u>	<u>-</u>	<u>1,204,705</u>	<u>7,781,157</u>
Net book value	<u>\$ 116,375</u>	<u>252,867</u>	<u>8,043,988</u>	<u>11,021</u>	<u>-</u>	<u>-</u>	<u>4,595,301</u>	<u>13,019,552</u>
								<u>11,430,120</u>

See accompanying notes to the financial statements.

R.M. OF BLUCHER NO. 343

CONSOLIDATED SCHEDULE OF ACCUMULATED SURPLUS

Year ended December 31, 2021

	<u>2020</u>	<u>Changes</u>	<u>2021</u>
	(Restated)		
	(Note 9)		
UNAPPROPRIATED SURPLUS	\$ <u>3,300,700</u>	<u>(1,109,732)</u>	<u>2,190,968</u>
APPROPRIATED RESERVES			
Reserve for machinery and equipment	358,112	2,500	360,612
Public reserve	220,253	(34,255)	185,998
Capital trust fund	205,000	-	205,000
Utility reserve	-	-	-
Other reserves	2,905,811	143,000	3,048,811
Other (Highway 41 Water Utilitiy)	<u>563,412</u>	<u>13,210</u>	<u>576,622</u>
Total Appropriated	<u>4,252,588</u>	<u>124,455</u>	<u>4,377,043</u>
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6)	11,430,120	1,589,432	13,019,552
Less: Related debt	-	-	-
Net Investment in Tangible Capital Assets	<u>11,430,120</u>	<u>1,589,432</u>	<u>13,019,552</u>
Total Accumulated Surplus	\$ <u>18,983,408</u>	<u>604,155</u>	<u>19,587,563</u>

See accompanying notes to the financial statements.

R.M. OF BLUCHER NO. 343

SCHEDULE OF MILL RATES AND ASSESSMENTS

Year ended December 31, 2021
with comparative figures for 2020

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	\$ 123,074,675	162,629,085	-	-	109,052,111	-	\$ 394,755,871
Regional Park Assessment							-
Total Assessment							\$ 394,755,871
Mill Rate Factor(s)	0.4350/1	0.4138/1	0.4138/1	0.4138/1	1.1300/1		
Total Base/Minimum Tax (generated for each property class)	-	6,600	-	-	750		7,350
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 375,152	514,207	-	-	864,809		1,754,168

<u>MILL RATES:</u>	<u>MILLS</u>
Average Municipal*	10.739
Average School*	3.449
Potash Mill Rate	-
Uniform Municipal Mill Rate	7.000

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

See accompanying notes to the financial statements.

R.M. OF BLUCHER NO. 343

SCHEDULE OF COUNCIL REMUNERATION

Year ended December 31, 2021
with comparative figures for 2020

Position	Name	<u>Remuneration</u>	<u>Reimbursed Costs</u>	<u>Total</u>
Reeve	Blair Cummins	\$ 18,500	13,040	31,540
Councillor	James Appelt	8,625	2,915	11,540
Councillor	Francis Boehm	18,925	6,539	25,464
Councillor	Dale Chysyk	9,250	7,283	16,533
Councillor	Nicole DeCorby	8,500	3,330	11,830
Councillor	Quintin Senger	14,250	1,890	16,140
Councillor	Robin Wilson	12,750	1,916	14,666
Total		<u>\$ 90,800</u>	<u>36,913</u>	<u>127,713</u>

See accompanying notes to the financial statements.

R.M. OF BLUCHER NO. 343

SCHEDULE OF RESTRUCTURING

Year ended December 31, 2021

Carrying Amount of Assets and Liabilities Transferred/Received at Restructuring Date

Cash and temporary investments	\$	-
Taxes Receivable - Municipal		-
Other accounts receivable		-
Land for resale		-
Long-term investments		-
Debt charges recoverable		-
Bank indebtedness		-
Accounts payable		-
Accrued liabilities payable		-
Deposits		-
Deferred revenue		-
Accrued landfill costs		-
Liability for contaminated sites		-
Other liabilities		-
Long-term debt		-
Lease obligations		-
Tangible capital assets		27,399
Prepayments and deferred charges		-
Stock and supplies		-
Other		-
Total Net Carrying Amount Received (Transferred)	\$	<u>27,399</u>

See accompanying notes to the financial statements.