

Town of Bredenburg
CONSOLIDATED FINANCIAL STATEMENTS
Year Ended December 31, 2021

Town of Bredenbury
Bredenbury, Saskatchewan
December 31, 2021

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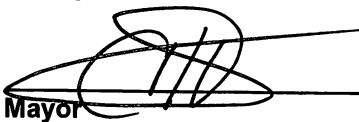
Management's Responsibility

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

Baker Tilly SK LLP, an independent firm of chartered professional accountants, is appointed by the council to audit the consolidated financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the council and management to discuss their audit findings.



Mayor

Administrator

Independent Auditors' Report

To the Council
Town of Bredenburg

Opinion

We have audited the consolidated financial statements of Town of Bredenburg, (the municipality), which comprise the consolidated Statement of Financial Position as at December 31, 2021 and the consolidated Statements of Operations, Change in Net Financial Assets and Cash Flow 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 results of its operations and its consolidated cash flow for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditors' 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 Consolidated Financial Statements

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

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.

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

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

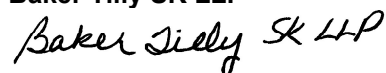
As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the municipality's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' 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.

Yorkton, SK
April 25, 2022

Baker Tilly SK LLP



Town of Bredenbury
Bredenbury, Saskatchewan
Consolidated Statement of Financial Position as at December 31, 2021

Statement 1

	2021	2020
Assets		
Financial Assets		
Cash and temporary investments - note 2	155,815	358,770
Taxes receivable - municipal - note 3	35,761	31,189
Other accounts receivable - note 4	11,534	50,346
Land for resale - note 5	79,433	79,433
Long-term investments - note 6	226,996	222,989
Total Financial Assets	<u>509,539</u>	<u>742,727</u>
Liabilities		
Accounts payable	29,926	41,880
Accrued liabilities		1,604
Utility deposits	12,013	12,051
Deferred revenue - note 8	5,000	105,178
Long-term debt - note 9		5,156
Total Liabilities	<u>46,939</u>	<u>165,869</u>
Net Financial Assets	<u>462,600</u>	<u>576,858</u>
Non-Financial Assets		
Tangible capital assets - schedules 6 and 7	2,768,571	2,510,576
Prepayments and deferred charges	26,483	24,924
Stock and supplies	42,605	43,872
Total Non-Financial Assets	<u>2,837,659</u>	<u>2,579,372</u>
Accumulated Surplus - schedule 8	<u>\$ 3,300,259</u>	<u>\$ 3,156,230</u>

Approved on behalf of the council:

Mayor

Councillor

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

Town of Bredenburg
Consolidated Statement of Operations
For the year ended December 31, 2021

Statement 2

	2021 Budget (Note 1(t))	2021 Actual	2020 Actual
Revenues			
Taxes and other unconditional revenue			
- schedule 1	499,300	480,831	493,658
Fees and charges - schedules 4 and 5	211,150	332,924	303,580
Conditional grants - schedules 4 and 5	25,000	15,001	147,633
Tangible capital asset sales - gain (loss)			
- schedules 4 and 5			2,734
Land sales - gain (loss) - schedules 4 and 5	10,000		(1,416)
Investment income and commissions			
- schedules 4 and 5	2,500	6,801	7,315
Total Revenue	<u>747,950</u>	<u>835,557</u>	<u>953,504</u>
Expenses - schedule 3			
General government services	194,925	198,014	180,902
Protective services	101,400	51,327	53,029
Transportation services	174,000	219,855	204,400
Environmental and public health services	62,250	61,268	61,799
Planning and development services	6,000	2,245	2,354
Recreation and cultural services	80,300	111,343	120,957
Utilities services	128,400	133,407	157,860
Total Expenses	<u>747,275</u>	<u>777,459</u>	<u>781,301</u>
Surplus of Revenues over Expenses before Other Capital Contributions	675	58,098	172,203
Provincial/Federal Capital Grants and Contributions - schedules 4 and 5	<u>22,000</u>	<u>85,934</u>	<u>46,993</u>
Surplus of Revenue over Expenses	22,675	144,032	219,196
Accumulated Surplus, Beginning of Year	<u>3,156,230</u>	<u>3,156,230</u>	<u>2,937,034</u>
Accumulated Surplus, End of Year	<u>\$ 3,178,905</u>	<u>\$ 3,300,262</u>	<u>\$ 3,156,230</u>

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

Town of Bredenburg
Consolidated Statement of Change in Net Financial Assets
For the year ended December 31, 2021

Statement 3

	2021 Budget (Note 1(t))	2021 Actual	2020 Actual
Surplus	<u>22,675</u>	<u>144,032</u>	<u>219,196</u>
(Acquisition) of tangible capital assets	(42,000)	(356,071)	(218,307)
Amortization of tangible capital assets		98,076	90,688
Proceeds on disposal of tangible capital assets			15,705
Loss (gain) on the disposal of tangible capital assets	<u>(10,000)</u>	<u> </u>	<u>(2,734)</u>
Surplus (Deficit) of Capital Expenses over Expenditures	<u>(52,000)</u>	<u>(257,995)</u>	<u>(114,648)</u>
(Acquisition) of prepaid expense		(1,559)	(1,062)
Consumption of supplies inventory		<u>1,264</u>	<u>2,460</u>
Surplus (Deficit) of Expenses of Other Non-Financial over Expenditures	<u>0</u>	<u>(295)</u>	<u>1,398</u>
Increase (Decrease) in Net Financial Assets	(29,325)	(114,258)	105,946
Net Financial Assets, beginning of year	<u>576,858</u>	<u>576,858</u>	<u>470,912</u>
Net Financial Assets, End of Year	<u>\$ 547,533</u>	<u>\$ 462,600</u>	<u>\$ 576,858</u>

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

Town of Bredenburg
Consolidated Statement of Cash Flow
For the year ended December 31, 2021

Statement 4

	2021	2020
Cash Provided by (used for) the Following Activities		
Operating:		
Surplus	144,032	219,196
Amortization	98,076	90,688
Loss (gain) on disposal of tangible capital assets	<u>(2,734)</u>	<u>(2,734)</u>
	242,108	307,150
Change in Assets/Liabilities		
Taxes receivable - municipal	(4,572)	5,428
Other receivables	38,813	(27,738)
Land for resale		(25,811)
Accounts payable	(11,957)	(2,966)
Accrued liabilities payable	(1,604)	1,604
Utility deposits	(38)	281
Deferred revenue	(100,178)	43,002
Stock and supplies for use	1,266	2,459
Prepayments and deferred charges	<u>(1,559)</u>	<u>(1,062)</u>
Cash Provided by Operating Transactions	<u>162,279</u>	<u>302,347</u>
Capital:		
Acquisition of capital assets	(356,071)	(218,307)
Proceeds from the disposal of capital assets		15,705
Cash Applied to Capital Transactions	<u>(356,071)</u>	<u>(202,602)</u>
Investing:		
Additions to long-term investments	<u>(4,007)</u>	<u>(3,949)</u>
Financing:		
Long-term debt repaid	<u>(5,156)</u>	<u>(10,313)</u>
Change in Cash and Temporary Investments During the Year	(202,955)	85,483
Cash and temporary investments, beginning of year	<u>358,770</u>	<u>273,287</u>
Cash and Temporary Investments, End of Year	<u>\$ 155,815</u>	<u>\$ 358,770</u>

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

Town of Bredenburg
Notes to Consolidated Financial Statements
For the year ended December 31, 2021

1. Significant Accounting Policies

The consolidated financial statements of the municipality have been prepared by management in accordance with Canadian Public Sector Accounting Standards (PSAS) as recommended by the Chartered Professional Accountants of Canada (CPA Canada). Significant aspects of the accounting policies adopted by the municipality are as follows:

(a) Basis of accounting

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

(b) Reporting entity

The consolidated financial statements consolidate the assets, liabilities and flow of resources of the municipality. The entity is comprised of all of the organizations that are owned or controlled by the municipality and are, therefore, accountable to the council for the administration of their financial affairs and resources.

Entities included in these consolidated financial statements are as follows:

Entity	Basis of Recording
Bredenburg & District Community Hall	Full consolidation
Bredenburg & District Skating Rink	Full consolidation
Bredenburg Parks and Recreation Board	Full consolidation

Bredenburg & District Golf Club and Bredenburg Busy Bees ceased being under the control of the municipality as of October 31, 2018.

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 are the result of a direct financial return. Government transfers are recognized as revenue in the period that the events giving rise to the transfer occur, providing:

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

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

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

Town of Bredenburg
Notes to Consolidated Financial Statements
For the year ended December 31, 2021

1. Significant Accounting Policies - continued

(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) Net financial assets

Net financial assets at the end of an accounting period are the net amount of financial assets less liabilities outstanding. Financial assets represent items such as cash and those other assets on hand which could provide resources to discharge existing liabilities or finance future operations. These include realizable assets which are convertible to cash and not intended for consumption in the normal course of operations.

(g) Non-financial assets

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

(h) Appropriated reserves

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

(i) 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.

(j) Inventories

Inventories of materials and supplies expected to be used by the municipality are valued at the lower of cost or replacement cost. Inventories of land, materials and supplies held for resale are valued at the lower of cost or net realizable value. Cost is determined by the first in first out method. Net realizable value is the estimated selling price in the ordinary course of business.

Town of Bredenburg
Notes to Consolidated Financial Statements
For the year ended December 31, 2021

1. Significant Accounting Policies - continued

(k) Tangible capital assets

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

General Assets	
Land	indefinite
Land improvements	10 -40 years
Buildings	20 -40 years
Vehicles	5 -10 years
Machinery and equipment	5-40 years
Infrastructure Assets	
Paving, sidewalks and roadways	40 years
Paving, sidewalks and roadways	75 years

(l) Government contributions

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

(m) 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.

(n) Capitalization of interest

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

(o) Leases

All leases are recorded on the consolidated financial statement as either a capital or operating lease. Any lease that transfers substantially all of the benefits and risk associated with the leased asset is classified as capital leases and recorded as tangible capital assets. 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.

Town of Bredenbury
Notes to Consolidated Financial Statements
For the year ended December 31, 2021

1. Significant Accounting Policies - continued

(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 their contributions.

(q) Revenue

Property tax revenue is based on assessments determined in accordance with Saskatchewan Legislation and the formulas, principles and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually by council following the guidance of the Government of Saskatchewan. Tax revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred. Requisitions operate as a flow through and are excluded from municipal revenue. Penalties on overdue taxes are recorded in the period levied.

Utility revenue is recognized in the period in which the service has been provided.

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

(r) Measurement uncertainty

The preparation of consolidated financial statements in conformity with Canadian Public Sector Accounting Standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated 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.

Town of Bredenburg
Notes to Consolidated Financial Statements
For the year ended December 31, 2021

1. Significant Accounting Policies - continued

(s) Basis of segmentation/segment report

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

The segments (functions) are as follows:

General government: provides for the administration of the municipality.

Protective services: comprised of expenses for police and fire protection.

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

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

Planning and development: provides for neighbourhood development and sustainability.

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

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

(t) Budget information

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on March 1, 2021.

(u) 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:

- (i) An environmental standard exists;
- (ii) Contamination exceeds the environmental standard;
- (iii) The municipality:
 - a) Is directly responsible; or
 - b) Accepts responsibility;
- (iv) It is expected that future economic benefits will be given up; and
- (v) A reasonable estimate of the amount can be made.

Town of Bredenburg
Notes to Consolidated Financial Statements
For the year ended 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 remeasurement gains and losses separate from the statement of operations arising from the remeasurement of financial instruments and items denominated in foreign currencies, as well as the government's proportionate share of other comprehensive income that arises when a government includes the results of government business enterprises and partnerships. Effective in the period PS 3450 and PS 2601 are adopted.

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

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

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

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

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

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

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

Town of Bredenburg
Notes to Consolidated Financial Statements
For the year ended December 31, 2021

	2021	2020
2. Cash and Temporary Investments		
Cash	105,015	308,770
Temporary investments	<u>50,800</u>	<u>50,000</u>
Total Cash and Temporary Investments	<u>\$ 155,815</u>	<u>\$ 358,770</u>

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

	2021	2020
3. Taxes and Grants In Lieu Receivable		
Municipal - current	9,412	17,346
Municipal - arrears	<u>26,349</u>	<u>13,843</u>
	35,761	31,189
Less: Allowance for uncollectibles	<u>0</u>	<u>0</u>
Total municipal taxes receivable	<u>35,761</u>	<u>31,189</u>
School - current	1,707	450
School - arrears	<u>638</u>	<u>1,114</u>
Total school taxes receivable	<u>2,345</u>	<u>1,564</u>
Total taxes and grants in lieu receivable	38,106	32,753
Less: Taxes receivable to be collected on behalf of other organizations	<u>2,345</u>	<u>1,564</u>
Municipal and Grants In Lieu Taxes Receivable	<u>\$ 35,761</u>	<u>\$ 31,189</u>

4. Other Accounts Receivable		
Provincial government	958	862
Local government		26,155
Utility	969	2,070
Trade	<u>14,645</u>	<u>26,297</u>
Total other accounts receivable	16,572	55,384
Less: Allowance for uncollectibles	<u>5,038</u>	<u>5,038</u>
Net Other Accounts Receivable	<u>\$ 11,534</u>	<u>\$ 50,346</u>

5. Land for Resale		
Tax title property	83,481	83,481
Less: Allowance for market value adjustment	<u>19,048</u>	<u>19,048</u>
Net tax title property	64,433	64,433
Other land	<u>15,000</u>	<u>15,000</u>
Total Land for Resale	<u>\$ 79,433</u>	<u>\$ 79,433</u>

6. Long-Term Investments		
Guaranteed Investment Certificates	<u>\$ 226,996</u>	<u>\$ 222,989</u>

Town of Bredenburg
Notes to Consolidated Financial Statements
For the year ended December 31, 2021

7. Bank Indebtedness

Bank indebtedness includes an operating loan amounting to \$100,000 (2020 - \$100,000) and bearing interest at 3.45%. Assets pledged as collateral are a general security agreement and assignment of taxes.

8. Deferred Revenue

	Balance, Beginning of Year	Plus Amount Received	Less Amount Recognized	Balance, End of Year
Tax Payer Deposits	5,000			5,000
Gas Tax	40,605	45,328	85,933	
Accessibility Grant - repaid	<u>59,573</u>	<u> </u>	<u>59,573</u>	<u> </u>
	<u>\$ 105,178</u>	<u>\$ 45,328</u>	<u>\$ 145,506</u>	<u>\$ 5,000</u>

9. Long-Term Debt

- (a) The debt limit of the municipality for 2022 is \$694,250. 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).

Town of Bredenburg
Notes to Consolidated Financial Statements
For the year ended December 31, 2021

10. Employee Benefit Plans

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

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

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

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

	2021	2020
General members	9.00 %	9.00 %
Designated members	12.50 %	12.50 %

Contributions to the plan during the year were as follows:

Benefit expense	\$ 15,409	\$ 13,925
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As per the most recently audited consolidated financial statements dated December 31, 2020, the plan surplus is \$838,900,000.

11. Budget

The figures shown under the "Budget" column in the statement of operations and attached schedules have not been audited and are provided for information purposes only.

12. Impact of COVID-19

On March 11, 2020, the World Health Organization categorized COVID-19 as a pandemic. The potential economic effects within the municipality's environment and in the global markets, possible disruption in supply chains and measures being introduced at various levels of government to curtail the spread of the virus (such as travel restrictions, closures of non-essential municipal and private operations, imposition of quarantines and social distancing) could have a material impact on the municipality's operations. The extent of this outbreak and related containment measures on the municipality's operations cannot be reliably estimated at this time.

Town of Bredenbury
Consolidated Schedule of Taxes and Other Unconditional Revenue
For the year ended December 31, 2021

Schedule 1

	2021 Budget (Note 1(t))	2021 Actual	2020 Actual
Taxes			
General municipal tax levy	370,000	370,515	356,822
Abatements and adjustments	(15,000)	(20,105)	(15,254)
Discount on current year taxes	<u> </u>	<u>(14,666)</u>	<u>(13,735)</u>
Net municipal taxes	355,000	335,744	327,833
Potash tax share	17,000	18,781	17,343
Penalties on tax arrears	<u>3,100</u>	<u>3,119</u>	<u>3,662</u>
Total Taxes	<u>375,100</u>	<u>357,644</u>	<u>348,838</u>
Unconditional Grants			
Equalization (revenue sharing)	86,000	85,483	86,244
Safe Restart Program	<u> </u>	<u> </u>	<u>22,191</u>
Total Unconditional Grants	<u>86,000</u>	<u>85,483</u>	<u>108,435</u>
Grants In Lieu of Taxes			
Provincial			
Sask. Energy Gas	7,700	7,578	7,716
SaskTel	3,100	1,514	3,114
Local/Other			
Housing authority	8,400	8,018	8,442
Other Government Transfers			
S.P.C. surcharge	<u>19,000</u>	<u>20,594</u>	<u>17,113</u>
Total Grants In Lieu of Taxes	<u>38,200</u>	<u>37,704</u>	<u>36,385</u>
Total Taxes and Other Unconditional Revenue	<u>\$ 499,300</u>	<u>\$ 480,831</u>	<u>\$ 493,658</u>

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

Town of Bredenburg

Consolidated Schedule of Operating and Capital Revenue by Function Schedule 2-1
For the year ended December 31, 2021

	2021 Budget (Note 1(t))	2021 Actual	2020 Actual
General Government Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Sale of supplies	1,500	3,020	2,093
Rentals	4,400	6,200	6,942
Recovery of allowance			34,288
Licenses and permits	1,200	474	2,095
Expense recoveries		760	653
Other		200	648
Total Fees and Charges	<u>7,100</u>	<u>10,654</u>	<u>46,719</u>
Land sales - gain (loss)			(1,416)
Investment income and commissions	2,500	6,801	7,315
Total Other Segmented Revenue	<u>9,600</u>	<u>17,455</u>	<u>52,618</u>
Total General Government Services	<u>\$ 9,600</u>	<u>\$ 17,455</u>	<u>\$ 52,618</u>
Protective Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Policing and fire fees	2,000	6,801	5,954
Donations		29,229	7,000
Total Fees and Charges	<u>2,000</u>	<u>36,030</u>	<u>12,954</u>
Total Other Segmented Revenue	<u>2,000</u>	<u>36,030</u>	<u>12,954</u>
Municipal Economic Enhancement			40,467
Local RM Grants			38,388
Local			29,090
Total Conditional Grants	<u>0</u>	<u>0</u>	<u>107,945</u>
Total Protective Services	<u>\$ 2,000</u>	<u>\$ 36,030</u>	<u>\$ 120,899</u>
Transportation Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Custom work	100		120
Tangible capital asset proceeds			3,413
Total Other Segmented Revenue	<u>100</u>	<u>0</u>	<u>3,533</u>
Primary weight corridor			900
Student employment			7,629
Total Conditional Grants	<u>0</u>	<u>0</u>	<u>8,529</u>
Total Transportation Services	<u>\$ 100</u>	<u>\$ 0</u>	<u>\$ 12,062</u>

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

Town of Bredenburg

Consolidated Schedule of Operating and Capital Revenue by Function Schedule 2-2
For the year ended December 31, 2021

	2021 Budget (Note 1(t))	2021 Actual	2020 Actual
Environmental and Public Health Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Waste disposal fees	24,900	24,564	24,457
Cemetery fees	2,500	400	1,150
Total Fees and Charges	<u>27,400</u>	<u>24,964</u>	<u>25,607</u>
Total Other Segmented Revenue	<u>27,400</u>	<u>24,964</u>	<u>25,607</u>
Conditional Grants			
Donations		260	100
Local		2,500	2,500
Total Conditional Grants	<u>0</u>	<u>2,760</u>	<u>2,600</u>
Total Environmental and Public Health Services	<u>\$ 27,400</u>	<u>\$ 27,724</u>	<u>\$ 28,207</u>
Planning and Development Services			
Capital			
Conditional Grants			
Canada Community Building Fund		63,104	
Total Capital	<u>0</u>	<u>63,104</u>	<u>0</u>
Total Planning and Development Services	<u>\$ 0</u>	<u>\$ 63,104</u>	<u>\$ 0</u>
Recreation and Cultural Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Recreation fees, fundraising, and donations	39,750	106,380	82,003
Expense recoveries		1,500	2,087
Total Fees and Charges	<u>39,750</u>	<u>107,880</u>	<u>84,090</u>
Tangible capital asset sales - gain (loss)			(679)
Total Other Segmented Revenue	<u>39,750</u>	<u>107,880</u>	<u>83,411</u>
Conditional Grants			
Donations		10	
Local RM Grants	25,000	12,231	15,559
Total Conditional Grants	<u>25,000</u>	<u>12,241</u>	<u>15,559</u>
Total Operating	<u>64,750</u>	<u>120,121</u>	<u>98,970</u>
Capital			
Conditional Grants			
Canada Community Building Fund			23,376
Total Capital	<u>0</u>	<u>0</u>	<u>23,376</u>
Total Recreation and Cultural Services	<u>\$ 64,750</u>	<u>\$ 120,121</u>	<u>\$ 122,346</u>

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

Town of Bredenburg

Consolidated Schedule of Operating and Capital Revenue by Function Schedule 2-3 For the year ended December 31, 2021

	2021 Budget (Note 1(t))	2021 Actual	2020 Actual
Utility Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Water	69,000	76,316	68,752
Sewer	63,000	72,692	62,842
Other utilities	2,800	4,388	2,496
Total Fees and Charges	<u>134,800</u>	<u>153,396</u>	<u>134,090</u>
Total Other Segmented Revenue	<u>134,800</u>	<u>153,396</u>	<u>134,090</u>
Conditional Grants			
Municipal Economic Enhancement			13,000
Total Conditional Grants	<u>0</u>	<u>0</u>	<u>13,000</u>
Total Operating	<u>134,800</u>	<u>153,396</u>	<u>147,090</u>
Capital			
Conditional Grants			
Canada Community Building Fund		22,830	
New Deal for Municipalities	22,000		23,617
Total Capital	<u>22,000</u>	<u>22,830</u>	<u>23,617</u>
Total Utility Services	<u>\$ 156,800</u>	<u>\$ 176,226</u>	<u>\$ 170,707</u>
Total Operating and Capital Revenue by Function	<u>\$ 260,650</u>	<u>\$ 440,660</u>	<u>\$ 506,839</u>
Summary			
Total Other Segmented Revenue	213,650	339,725	312,213
Total Conditional Grants	25,000	15,001	147,633
Total Capital Grants and Contributions	<u>22,000</u>	<u>85,934</u>	<u>46,993</u>
Total Operating and Capital Revenue by Function	<u>\$ 260,650</u>	<u>\$ 440,660</u>	<u>\$ 506,839</u>

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

Town of Bredenburg
Total Expenses by Function
For the year ended December 31, 2021

Schedule 3-1

	2021 Budget (Note 1(t))	2021 Actual	2020 Actual
General Government Services			
Council remuneration and travel	4,000	3,473	3,634
Wages and benefits	103,700	100,166	92,470
Contractual services - assessment	5,500	5,347	5,190
Contractual services - other	26,925	28,539	22,168
Utilities	7,300	7,026	7,435
Maintenance, materials and supplies	18,000	22,638	19,110
Grants and contributions - operating	2,500	4,631	2,245
Insurance	27,000	26,194	24,432
Allowance for uncollectibles			4,218
	<u> </u>	<u> </u>	<u> </u>
Total General Government Services	\$ 194,925	\$ 198,014	\$ 180,902
Protective Services			
Police protection			
Contractual services	18,000	18,398	17,917
Fire protection			
Contractual services	68,900	6,062	3,124
Utilities	3,000	5,257	2,346
Maintenance, materials and supplies	9,500	6,348	13,806
Capital expenditures	2,000		
Amortization		15,262	15,836
	<u> </u>	<u> </u>	<u> </u>
Total Protective Services	\$ 101,400	\$ 51,327	\$ 53,029
Transportation Services			
Wages and benefits	112,000	120,517	109,419
Contractual services - maintenance	19,500	34,259	32,083
Utilities	13,500	12,746	12,900
Gravel	2,000	2,248	3,253
Machinery costs/fuel/blades	14,000	14,067	14,418
Culverts/drainage	2,000		
Amortization		23,795	18,493
Other materials and supplies	11,000	12,223	13,834
	<u> </u>	<u> </u>	<u> </u>
Total Transportation Services	\$ 174,000	\$ 219,855	\$ 204,400

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

Town of Bredenbury
Total Expenses by Function
For the year ended December 31, 2021

Schedule 3-2

	2021 Budget (Note 1(t))	2021 Actual	2020 Actual
Environmental and Public Health Services			
Contractual services - waste	57,250	56,339	57,299
Maintenance, materials and supplies	4,000	4,762	2,909
Grants and contributions - operating	1,000		1,424
Amortization		167	167
	<u> </u>	<u> </u>	<u> </u>
Total Environmental and Public Health Services	<u>\$ 62,250</u>	<u>\$ 61,268</u>	<u>\$ 61,799</u>
Planning and Development Services			
Contractual services	<u>\$ 6,000</u>	<u>\$ 2,245</u>	<u>\$ 2,354</u>
Recreation and Cultural Services			
Contractual services	6,000	5,792	8,505
Utilities	35,900	42,651	36,035
Maintenance, materials and supplies	33,200	26,937	42,693
Grants and contributions - operating	5,200	5,003	5,115
Amortization		30,960	28,609
	<u> </u>	<u> </u>	<u> </u>
Total Recreation and Cultural Services	<u>\$ 80,300</u>	<u>\$ 111,343</u>	<u>\$ 120,957</u>
Utility Services			
Council remuneration	1,500	1,158	1,211
Wages and benefits	47,100	47,583	43,421
Contractual services	45,300	32,337	41,070
Utilities	10,700	10,655	10,364
Maintenance, materials and supplies	12,800	13,741	34,006
Amortization		27,892	27,583
Interest	11,000	41	205
	<u> </u>	<u> </u>	<u> </u>
Total Utility Services	<u>\$ 128,400</u>	<u>\$ 133,407</u>	<u>\$ 157,860</u>
Total Expenses by Function	<u>\$ 747,275</u>	<u>\$ 777,459</u>	<u>\$ 781,301</u>

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

Town of Bredenburg
Consolidated Schedule of Segment Disclosure by Function
For the year ended December 31, 2021

Schedule 4

	General Government	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Utilities Services	Total
Revenues - schedule 2								
Fees and charges	10,654	36,030		24,964		107,880	153,396	332,924
Investment income and commissions	6,801							6,801
Grants - conditional				2,760		12,241		15,001
Grants - capital					63,104		22,830	85,934
Total Revenues	<u>17,455</u>	<u>36,030</u>	<u>0</u>	<u>27,724</u>	<u>63,104</u>	<u>120,121</u>	<u>176,226</u>	<u>440,660</u>
Expenses - schedule 3								
Wages and benefits	100,166		120,517				47,583	268,266
Professional/contractual services	37,359	24,460	34,259	56,339	2,245	5,792	32,337	192,791
Utilities	7,026	5,257	12,746			42,651	10,655	78,335
Maintenance materials and supplies	22,638	6,348	2,248	4,762		26,937	13,741	76,674
Machinery costs/fuel/blades			14,067					14,067
Grants and contributions	4,631					5,003	1,158	10,792
Amortization		15,262	23,795	167		30,960	27,892	98,076
Insurance	26,194							26,194
Interest							41	41
Other			12,223					12,223
Total Expenses	<u>198,014</u>	<u>51,327</u>	<u>219,855</u>	<u>61,268</u>	<u>2,245</u>	<u>111,343</u>	<u>133,407</u>	<u>777,459</u>
Surplus (Deficit) by Function	<u>\$(180,559)</u>	<u>\$(15,297)</u>	<u>\$(219,855)</u>	<u>\$(33,544)</u>	<u>\$ 60,859</u>	<u>\$ 8,778</u>	<u>\$ 42,819</u>	<u>(336,799)</u>
Taxation and other unconditional revenue - schedule 1								<u>480,831</u>
Net Surplus								<u>\$ 144,032</u>

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

Town of Bredenburg
Consolidated Schedule of Segment Disclosure by Function
For the year ended December 31, 2020

Schedule 5

	General Government	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Utilities Services	Total
Revenues - schedule 2								
Fees and charges	46,719	12,954	120	25,607		84,090	134,090	303,580
Tangible capital asset sales - gain (loss)			3,413			(679)		2,734
Land sales - gain (loss)	(1,416)							(1,416)
Investment income and commissions	7,315							7,315
Grants - conditional		107,945	8,529	2,600		15,559	13,000	147,633
Grants - capital						23,376	23,617	46,993
Total Revenues	52,618	120,899	12,062	28,207	0	122,346	170,707	506,839
Expenses - schedule 3								
Wages and benefits	92,470		109,419				43,421	245,310
Professional/contractual services	30,992	21,041	32,083	57,299	2,354	8,505	41,070	193,344
Utilities	7,435	2,346	12,900			36,035	10,364	69,080
Maintenance materials and supplies	19,110	13,806	3,253	2,909		42,693	34,006	115,777
Machinery costs/fuel/blades			14,418					14,418
Grants and contributions	2,245			1,424		5,115	1,211	9,995
Amortization		15,836	18,493	167		28,609	27,583	90,688
Insurance	24,432							24,432
Interest							205	205
Allowance for uncollectibles	4,218							4,218
Other			13,834					13,834
Total Expenses	180,902	53,029	204,400	61,799	2,354	120,957	157,860	781,301
Surplus (Deficit) by Function	\$(128,284)	\$ 67,870	\$(192,338)	\$(33,592)	\$(2,354)	\$ 1,389	\$ 12,847	(274,462)
Taxation and other unconditional revenue - schedule 1								493,658
Net Surplus								\$ 219,196

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

Town of Bredenburg
Consolidated Schedule of Tangible Capital Assets by Object
For the year ended December 31, 2021

Schedule 6

	2021							2020	
	General Assets					Infrastruct. Assets	General/ Infrastruct. Assets under Constr.	Total	Total
	Land	Land Improve.	Buildings	Vehicles	Machinery & Equipment	Linear Assets			
Asset Cost									
Opening Asset Cost	56,767	298,925	2,185,987	0	716,586	1,440,790	132,225	4,831,280	4,652,864
Additions during the year		21,122	136,842		40,438		157,669	356,071	218,307
Disposals and write-down during the year									(39,891)
Transfer (from) assets under construction			132,225				(132,225)		
Closing Asset Costs	56,767	320,047	2,455,054	0	757,024	1,440,790	157,669	5,187,351	4,831,280
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	0	59,529	1,486,616	0	394,378	380,181	0	2,320,704	2,256,937
Add: Amortization taken		6,941	21,926		46,212	22,997		98,076	90,688
Less: Accumulated amortization on disposals									26,921
Closing Accumulated Amortization Costs	0	66,470	1,508,542	0	440,590	403,178	0	2,418,780	2,320,704
Net Book Value	\$ 56,767	\$ 253,577	\$ 946,512	\$ 0	\$ 316,434	\$ 1,037,612	\$ 157,669	\$ 2,768,571	\$ 2,510,576

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

Town of Bredenburg
Consolidated Schedule of Tangible Capital Assets by Function
For the year ended December 31, 2021

Schedule 7

	2021							2020	
	General Government	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Water & Sewer	Total	Total
Asset Cost									
Opening Asset Cost	99,483	446,346	563,584	5,534	0	2,185,708	1,530,625	4,831,280	4,652,864
Additions during the year	157,669	136,842	28,438			21,122	12,000	356,071	218,307
Disposals and write-down during the year									(39,891)
Closing Asset Costs	257,152	583,188	592,022	5,534	0	2,206,830	1,542,625	5,187,351	4,831,280
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	53,946	264,038	295,306	1,503	0	1,298,804	407,107	2,320,704	2,256,937
Add: Amortization taken		15,262	23,795	167		30,960	27,892	98,076	90,688
Less: Accumulated amortization on disposals									26,921
Closing Accumulated Amortization Costs	53,946	279,300	319,101	1,670	0	1,329,764	434,999	2,418,780	2,320,704
Net Book Value	\$ 203,206	\$ 303,888	\$ 272,921	\$ 3,864	\$ 0	\$ 877,066	\$ 1,107,626	\$ 2,768,571	\$ 2,510,576

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

Town of Bredenburg
Consolidated Schedule of Accumulated Surplus
For the year ended December 31, 2021

Schedule 8

	2020	Changes	2021
Unappropriated Surplus	<u>544,847</u>	<u>(119,112)</u>	<u>425,735</u>
Appropriated Surplus			
Utility			
Utility - unspecified	100,000	0	100,000
Other			
Bredenburg Parks and Rec Board	<u>5,963</u>	<u>(10)</u>	<u>5,953</u>
Total Appropriated	<u>105,963</u>	<u>(10)</u>	<u>105,953</u>
Net Investments in Tangible Capital Assets			
Tangible capital assets - schedule 6	2,510,576	257,995	2,768,571
Less: Related debt	<u>5,156</u>	<u>(5,156)</u>	<u></u>
Net Investment in Tangible Capital Assets	<u>2,505,420</u>	<u>263,151</u>	<u>2,768,571</u>
Total Accumulated Surplus	<u>\$ 3,156,230</u>	<u>\$ 144,029</u>	<u>\$ 3,300,259</u>

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

Town of Bredenburg
Schedule of Mill Rates and Assessments
For the year ended December 31, 2021

Schedule 9

	Property Class					Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)
Taxable Assessment	393,800	18,410,640			2,496,110	21,300,550
Regional Park Assessment						
Total Assessment						21,300,550
Mill Rate Factor(s)	1.00	1.00			6.00	
Total Base/Minimum Tax (generated for each property class)	11,000	176,000			31,500	218,500
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	12,772	258,848			98,895	370,515
Mill Rates:	Mills					
Average Municipal*	17.3946					
Average School*	4.6700					
Potash Mill Rate						
Uniform Municipal Mill Rate	4.5000					

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

Town of Bredenbury
Schedule of Council Remuneration
For the year ended December 31, 2021

Schedule 10

Name	Remuneration	Reimbursed Costs	Total
Brittany Trowell	540		540
Ken Reykjalín	1,620		1,620
Jordan Haas	595		595
Nic Chartier	480		480
Carly Burman	420		420
	<u> </u>	<u> </u>	<u> </u>
	<u>\$ 3,655</u>	<u>\$ 0</u>	<u>\$ 3,655</u>