

TOWN OF DUNDURN

Auditor's Report

Consolidated Financial Statements

December 31, 2021

MANAGEMENT'S RESPONSIBILITY


To the Ratepayers of
Town of Dundurn:

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 Town. 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 Town'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.



0/Mayor



Administrator

INDEPENDENT AUDITOR'S REPORT

To the Mayor and Council of Town of Dundurn

Report on the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of Town of Dundurn, 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, the accompanying consolidated financial statements, present fairly, in all material respects, the financial position of the Town 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 Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Town 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.

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 Town'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 Town or cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Town'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 Town'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 Town'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 Town 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
June 14, 2022


Chartered Professional Accountants

TOWN OF DUNDURN

Statement 1

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

December 31, 2021
with comparative figures for 2020

	<u>2021</u>	<u>2020</u>
<u>ASSETS</u>		
Financial assets:		
Cash and temporary investments (Note 2)	\$ 1,315,791	1,049,676
Taxes Receivable - Municipal (Note 3)	122,380	109,823
Other accounts receivable (Note 4)	652,703	734,673
Land for re-sale (Note 5)	-	54,000
Long-term investments	-	-
Debt charges recoverable	-	-
Other	-	-
	<hr/>	<hr/>
Total financial assets	2,090,874	1,948,172
<u>LIABILITIES</u>		
Bank indebtedness (Note 6)	-	-
Accounts payable	99,339	21,804
Accrued liabilities payable	-	-
Deposits	46,422	44,280
Deferred revenue	11,000	11,400
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	283,150	300,750
Long-term debt (Note 7)	1,013,350	1,217,707
Lease obligations	-	-
	<hr/>	<hr/>
Total liabilities	1,453,261	1,595,941
NET FINANCIAL ASSETS (DEBT)	637,613	352,231
Non-financial assets:		
Tangible capital assets (Schedule 6, 7)	4,299,525	4,520,064
Prepaid and deferred charges	6,397	11,334
Stock and supplies	-	-
	<hr/>	<hr/>
Total non-financial assets	4,305,922	4,531,398
Accumulated surplus (Schedule 8)	\$ 4,943,535	4,883,629

APPROVED ON BEHALF OF COUNCIL:

_____ Mayor

_____ Councillor

See accompanying notes to the financial statements.

TOWN OF DUNDURN

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>
Revenues:				
Taxes and other unconditional revenue	(Schedule 1)	\$ 817,461	760,851	843,384
Fees and charges	(Schedule 4, 5)	751,650	720,709	714,982
Conditional grants	(Schedule 4, 5)	52,000	33,134	19,828
Tangible capital asset sales - gain (loss)	(Schedule 4, 5)	-	-	2,277
Land sales - gain	(Schedule 4, 5)	50,000	-	-
Investment income and commissions	(Schedule 4, 5)	2,250	60,420	61,824
Restructurings	(Schedule 4, 5)	-	-	-
Other revenues	(Schedule 4, 5)	<u>1,550</u>	<u>1,548</u>	<u>1,614</u>
Total Revenues		<u>1,674,911</u>	<u>1,576,662</u>	<u>1,643,909</u>
Expenditures:				
General government services	(Schedule 3)	407,592	431,429	386,458
Protective services	(Schedule 3)	61,750	59,490	53,802
Transportation services	(Schedule 3)	410,609	330,485	330,977
Environmental and public health services	(Schedule 3)	86,950	70,759	74,244
Planning and development services	(Schedule 3)	20,000	7,486	7,370
Recreation and cultural services	(Schedule 3)	221,263	110,803	161,520
Utility services	(Schedule 3)	867,099	580,754	589,869
Restructurings	(Schedule 3)	-	-	-
Total Expenditures		<u>2,075,263</u>	<u>1,591,206</u>	<u>1,604,240</u>
Surplus (deficit) of revenues over expenditures before other capital contributions		<u>(400,352)</u>	<u>(14,544)</u>	<u>39,669</u>
Provincial/Federal capital grants and contributions	(Schedule 4, 5)	<u>74,451</u>	<u>74,450</u>	<u>141,892</u>
Surplus (deficit) of revenues over expenditures		(325,901)	59,906	181,561
Accumulated surplus (deficit), beginning of year		<u>4,883,629</u>	<u>4,883,629</u>	<u>4,702,068</u>
Accumulated surplus (deficit), end of year		<u>\$ 4,557,728</u>	<u>4,943,535</u>	<u>4,883,629</u>

See accompanying notes to the financial statements.

TOWN OF DUNDURN

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>
Surplus (deficit)	\$ (325,901)	59,906	181,561
(Acquisition) of tangible capital assets	-	(97,409)	(284,598)
Amortization of tangible capital assets	-	317,948	296,554
Proceeds on disposal of tangible capital assets	-	-	2,277
Loss (gain) on disposal of tangible capital assets	-	-	(2,277)
Loss (gain) on disposal of investments	-	-	-
Write-down of Lands for Resale	-	-	-
Surplus (deficit) of capital expenses over expenditures	<u>-</u>	<u>220,539</u>	<u>11,956</u>
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expenses	-	(6,397)	(11,334)
Consumption of supplies inventories	-	-	-
Use of prepaid expenses	<u>-</u>	<u>11,334</u>	<u>12,997</u>
Surplus (deficit) of expenses of other non-financial over expenditures	<u>-</u>	<u>4,937</u>	<u>1,663</u>
Increase (decrease) in Net Financial Assets	(325,901)	285,382	195,180
Net Financial Assets (Debt) - Beginning of the year	<u>352,231</u>	<u>352,231</u>	<u>157,051</u>
Net Financial Assets (Debt) - End of year	\$ <u>26,330</u>	<u>637,613</u>	<u>352,231</u>

See accompanying notes to the financial statements.

TOWN OF DUNDURN

Statement 4

CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 2021
with comparative figures for 2020

Cash provided by (used in) the following activities:	<u>2021</u>	<u>2020</u>
Operating:		
Surplus (deficit)	\$ 59,906	181,561
Amortization	317,948	296,554
Loss (gain) on disposal of tangible capital assets	<u>-</u>	<u>(2,277)</u>
	377,854	475,838
Change in assets/liabilities		
Taxes receivable - Municipal	(12,558)	12,520
Other accounts receivable	81,970	107,613
Land for re-sale	54,000	(19,446)
Other financial assets	-	-
Accounts and accrued liabilities payable	77,536	(24,065)
Deposits	2,142	(66)
Deferred revenue	(400)	11,400
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	(17,600)	(22,000)
Stock and supplies	-	-
Prepayments and deferred charges	4,937	1,663
Other	<u>-</u>	<u>-</u>
Net cash from operations	<u>567,881</u>	<u>543,457</u>
Capital:		
Acquisition of capital assets	(97,409)	(284,598)
Proceeds from the disposal of capital assets	-	2,277
Other capital	<u>-</u>	<u>-</u>
Net cash used for capital	<u>(97,409)</u>	<u>(282,321)</u>
Investing:		
Long-term investments	-	-
Other investments	<u>-</u>	<u>-</u>
Net cash from investing	<u>-</u>	<u>-</u>
Financing activities:		
Long-term debt issued	-	100,000
Long-term debt repaid	(204,357)	(179,314)
Lease obligations repaid	<u>-</u>	<u>-</u>
Net cash used for financing	<u>(204,357)</u>	<u>(79,314)</u>
Increase (decrease) in cash resources	266,115	181,822
Cash and temporary investments, beginning of year	<u>1,049,676</u>	<u>867,854</u>
Cash and temporary investments, end of year (Note 2)	<u>\$ 1,315,791</u>	<u>1,049,676</u>

See accompanying notes to the financial statements.

TOWN OF DUNDURN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the Town 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 Town. The entity is comprised of all organizations owned or controlled by the Town 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

Dundurn and Area Wastewater Utility at 34.36%

All inter-organizational transactions and balances have been eliminated.

(c) Collection of funds for other authorities

Collection of funds by the town for the school board and conservation and development authorities are collected and remitted in accordance with the relevant legislation.

(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.

TOWN OF DUNDURN
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.

Investments in government partnerships are accounted for on the proportionate consolidation method.

(l) Inventories

Inventories of materials and supplies expected to be used by the town 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.

TOWN OF DUNDURN

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 Town's tangible capital asset useful lives are estimated as follows:

	<u>Asset</u>	<u>Useful Life</u>
<i>General Assets</i>		
	Land	Indefinite
	Land improvements	15 years
	Buildings	25 years
	Vehicles and equipment	
	Vehicles	4 years
	Machinery & Equipment	4 to 7 years
<i>Infrastructure Assets</i>		
	Water and sewer	25 years
	Road network assets	15 to 25 years

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

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 Town 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 Town of Dundurn does not maintain a waste disposal site.

TOWN OF DUNDURN
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 town:
 - 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.

The Town does not have any contaminated sites.

(p) Employee benefit plans

Contributions to the Town's defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the Town'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 Town follows the Public Sector Accounting Board's recommendations requiring financial information to be provided on a segmented basis. Town 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 Town.

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

TOWN OF DUNDURN
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 Town.

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	\$ 1,136,477	871,628
Temporary investments	<u>179,314</u>	<u>178,048</u>
	<u>\$ 1,315,791</u>	<u>1,049,676</u>

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

TOWN OF DUNDURN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2021

3. TAXES AND GRANTS IN LIEU RECEIVABLE

	<u>2021</u>	<u>2020</u>
Municipal: - Current	\$ 101,085	88,536
- Arrears	<u>21,295</u>	<u>21,287</u>
	122,380	109,823
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Total municipal taxes receivable	<u>122,380</u>	<u>109,823</u>
School: - Current	103,468	23,702
- Arrears	<u>5,817</u>	<u>5,811</u>
Total school taxes receivable	<u>109,285</u>	<u>29,513</u>
Other: - Current	-	-
- Arrears	<u>-</u>	<u>-</u>
Total other collections receivable	<u>-</u>	<u>-</u>
Total taxes and grants in lieu receivable	231,665	139,336
Deduct taxes receivable to be collected on behalf of other organizations	<u>(109,285)</u>	<u>(29,513)</u>
Total taxes receivable - Municipal	<u>\$ 122,380</u>	<u>109,823</u>

4. OTHER ACCOUNTS RECEIVABLE

	<u>2021</u>	<u>2020</u>
Federal government	\$ 43,170	56,493
Provincial government	-	-
Local government	-	-
Utility	94,070	78,580
Trade	32,059	6,520
Other	-	-
Infrastructure levy receivable	<u>483,404</u>	<u>593,080</u>
Total other accounts receivable	652,703	734,673
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Net other accounts receivable	<u>\$ 652,703</u>	<u>734,673</u>

TOWN OF DUNDURN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2021

5. LAND FOR RESALE

	<u>2021</u>	<u>2020</u>
Tax title property	\$ -	19,441
Less: - allowance for market value adjustment	-	-
Less: due to other taxing authorities	-	(801)
Net tax title property	-	18,640
Other land	-	35,360
Less: - allowance for market value adjustment	-	-
Net other land	-	35,360
Total land for resale	\$ -	54,000

6. BANK INDEBTEDNESS

Credit Arrangements

At December 31, 2021, the Town had a line of credit totaling \$75,000, none of which was drawn.

TOWN OF DUNDURN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2021

7. LONG-TERM DEBT

The authorized debt limit for the Town is \$1,313,808. The authorized debt limit for a Town is the total amount of the Town'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.

Debentures:

	<u>2021</u>	<u>2020</u>
Debenture, repayable in annual payments of \$30,212; including interest at 3.60%; matures in 2021.	\$ -	29,162
Debenture, repayable in annual payments of \$152,310; including interest at 4.20%; matures in 2026.	674,263	793,256
Debenture, repayable in annual payments of \$30,212; including interest at 3.30%; matures in 2027.	<u>257,100</u>	<u>295,289</u>
	<u>\$ 931,363</u>	<u>1,117,707</u>

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Total
2022	\$ 163,439	36,803	200,242	230,455
2023	169,949	30,294	200,243	200,242
2024	176,720	23,523	200,243	200,243
2025	183,763	16,479	200,242	200,243
2026	191,090	9,153	200,243	200,242
Thereafter	<u>46,402</u>	<u>1,531</u>	<u>47,933</u>	<u>248,176</u>
Balance	<u>\$ 931,363</u>	<u>117,783</u>	<u>1,049,146</u>	<u>1,279,601</u>

Bank loans:

	<u>2021</u>	<u>2020</u>
Royal Bank of Canada loan, repayable in annual payments of \$22,367; including interest at 3.80%, matures in 2025.	<u>\$ 81,987</u>	<u>100,000</u>

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Total
2022	\$ 19,203	3,163	22,366	22,366
2023	19,945	2,422	22,367	22,366
2024	20,714	1,653	22,367	22,366
2025	22,125	854	22,979	22,367
2026	-	-	-	22,980
Thereafter	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Balance	<u>\$ 81,987</u>	<u>8,092</u>	<u>90,079</u>	<u>112,445</u>

TOWN OF DUNDURN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2021

8. PENSION PLAN

The Town 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 Town pension expense in 2021 was \$15,685 (2020 - \$20,197). The benefits accrued to the Town'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 Town's portion of this is not readily determinable.

TOWN OF DUNDURN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2021

9. RECENT ACCOUNTING PRONOUNCEMENTS

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

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 Town 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.

TOWN OF DUNDURN

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2021

10. INVESTMENT IN A GOVERNMENT PARTNERSHIP

The following summarizes the financial information of the government partnership in the Dundurn and Area Wastewater Utility (DAWWU). As at December 31, 2021, the Town had a proportionate share of 34.36%.

Statement of Financial Position	<u>2021</u>	<u>2020</u>
Cash	\$ 217,240	203,699
Accounts receivable	<u>3,493</u>	<u>1,714</u>
Total financial assets	220,733	205,413
Accounts payable and accrued liabilities	<u>8,870</u>	<u>8,263</u>
Net financial assets	<u>211,863</u>	<u>197,150</u>
Tangible capital assets	1,544,722	1,593,129
Prepays	<u>3,614</u>	<u>-</u>
Accumulated surplus	<u>1,760,199</u>	<u>1,790,279</u>
Statement of Operations		
Revenues	\$ 114,758	115,472
Expenditures	85,513	96,351
Amortization of tangible capital assets	59,325	58,888
Total expenditures	<u>144,838</u>	<u>155,239</u>
Current surplus (deficit)	(30,080)	(39,767)
Accumulated surplus, beginning of year	<u>1,790,279</u>	<u>1,830,046</u>
Accumulated surplus, end of year	<u>\$ 1,760,199</u>	<u>1,790,279</u>

11. BUDGET

The Financial Plan (Budget) adopted by Council on September 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 tangible capital expenditures and repayment of long term debt. In addition, the budget includes reserve transfer transactions from accumulated 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>
Approved budget operating surplus (deficit) for the year	\$ (555,859)
Add: Investment in tangible capital assets	1,900
Long term debt repayment	85,000
Reserve transfer transactions	139,000
Budget compilation error	<u>4,058</u>
Budget surplus (deficit) per statement of operations	<u>\$ (325,901)</u>

TOWN OF DUNDURN

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>
TAXES			
General municipal tax levy	\$ 641,521	590,448	621,983
Abatements and adjustments	(30,000)	(40,161)	(39,026)
Discount on current year taxes	-	-	-
Net municipal taxes	<u>611,521</u>	<u>550,287</u>	<u>582,957</u>
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	10,550	10,361	11,965
Special tax levy	-	-	-
Other	-	-	-
Total Taxes	<u>622,071</u>	<u>560,648</u>	<u>594,922</u>
UNCONDITIONAL GRANTS			
Revenue sharing	139,103	139,103	140,352
Organized Hamlet	-	-	-
Other - Local	-	-	6,040
Other - Safe restart	-	-	36,449
Total Unconditional Grants	<u>139,103</u>	<u>139,103</u>	<u>182,841</u>
GRANTS IN LIEU OF TAXES			
Federal	900	900	1,983
Provincial			
S.P.C. Electrical	-	-	-
Sask. Energy Gas	13,000	14,621	13,348
TransGas	-	-	-
SPMC - Municipal Share	-	-	-
Sasktel	900	900	1,856
Other	-	-	-
Local/Other			
Housing Authority	14,487	16,104	20,666
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other	-	-	-
Other Government Transfers			
S.P.C. Surcharge	27,000	28,575	27,768
Other	-	-	-
Total Grants in Lieu of Taxes	<u>56,287</u>	<u>61,100</u>	<u>65,621</u>
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	<u>\$ 817,461</u>	<u>760,851</u>	<u>843,384</u>

See accompanying notes to the financial statements.

TOWN OF DUNDURN

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>
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ 14,000	18,342	5,846
Sale of supplies	750	903	8,415
Other - Licenses & fees	8,750	4,581	3,805
Total Fees and Charges	23,500	23,826	18,066
Tangible capital asset sales - gain (loss)	-	-	-
Land sales - gain	50,000	-	-
Investment income and commissions	2,250	60,420	61,824
Other Segmented Revenue	-	-	-
Total other segmented revenue	75,750	84,246	79,890
Conditional Grants			
Federal - Student Employment	-	-	-
Other (Federation of Canadian Municipalities/Canada Day)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	<u>75,750</u>	<u>84,246</u>	<u>79,890</u>
Capital			
Conditional Grants			
Canada Community - Building Fund (CCBF)	-	-	-
Provincial - Disaster Assistance	-	-	-
Other (Municipal Economic Enhancement Program)	-	-	59,017
Total Capital	<u>-</u>	<u>-</u>	<u>59,017</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total General Government Services	<u>75,750</u>	<u>84,246</u>	<u>138,907</u>
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Other	-	-	-
Total Fees and Charges	-	-	-
Tangible capital asset sales - gain (loss)	-	-	-
Other Segmented Revenue (Expense recovery)	-	-	1,614
Total other segmented revenue	-	-	1,614
Conditional Grants			
Federal - Student Employment	-	-	-
Local government	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	<u>-</u>	<u>-</u>	<u>1,614</u>
Capital			
Conditional Grants			
Canada Community - Building Fund (CCBF)	-	-	-
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>-</u>	<u>-</u>	<u>1,614</u>

See accompanying notes to the financial statements.

TOWN OF DUNDURN

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>
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ -	-	105
Sale of gravel and supplies	-	-	-
Road maintenance and restoration agreements	-	-	-
Other (Highway signs)	-	-	300
Total Fees and Charges	-	-	405
Tangible capital asset sales - gain (loss)	-	-	2,277
Other Segmented Revenue	-	-	-
Total other segmented revenue	-	-	2,682
Conditional Grants			
Federal - Primary Weight Corridor	-	-	-
Federal - Student Employment	5,000	4,734	6,339
Other	-	-	-
Total Conditional Grants	5,000	4,734	6,339
Total Operating	<u>5,000</u>	<u>4,734</u>	<u>9,021</u>
Capital			
Conditional Grants			
Canada Community - Building Fund (CCBF)	-	-	-
MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Transportation Services	<u>5,000</u>	<u>4,734</u>	<u>9,021</u>
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Waste and Disposal Charges	73,500	72,344	69,473
Other	-	-	-
Total Fees and Charges	73,500	72,344	69,473
Tangible capital asset sales - gain (loss)	-	-	-
Other Segmented Revenue	-	-	-
Total other segmented revenue	73,500	72,344	69,473
Conditional Grants			
Federal - Student Employment	-	-	-
TAPD	-	-	-
Local government	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	<u>73,500</u>	<u>72,344</u>	<u>69,473</u>
Capital			
Conditional Grants			
Canada Community - Building Fund (CCBF)	-	-	-
TAPD	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Environmental and Public Health Services Services	<u>73,500</u>	<u>72,344</u>	<u>69,473</u>

See accompanying notes to the financial statements.

TOWN OF DUNDURN

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>
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Maintenance and development charges	\$ -	-	-
Other (Land levy & development fee)	-	35,200	44,000
Total Fees and Charges	-	35,200	44,000
Tangible capital asset sales - gain (loss)	-	-	-
Other Segmented Revenue	-	-	-
Total other segmented revenue	-	35,200	44,000
Conditional Grants			
Federal - Student Employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	35,200	44,000
Capital			
Conditional Grants			
Canada Community - Building Fund (CCBF)	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Planning and Development Services	-	35,200	44,000
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Other (Rink & rec centre fees)	95,150	81,333	82,291
Total Fees and Charges	95,150	81,333	82,291
Tangible capital asset sales - gain (loss)	-	-	-
Other Segmented Revenue - insurance rebates	1,550	1,548	-
Total other segmented revenue	96,700	82,881	82,291
Conditional Grants			
Student Employment	-	-	-
Local government	46,500	22,000	-
Donations	500	400	112
Other (Sask Lotteries, other)	-	6,000	13,377
Total Conditional Grants	47,000	28,400	13,489
Total Operating	143,700	111,281	95,780
Capital			
Conditional Grants			
Canada Community - Building Fund (CCBF)	-	-	-
Local Government	-	-	-
Provincial - Disaster Assistance	-	-	-
Other (Municipal Economic Enhancement Program)	-	-	28,801
Total Capital	-	-	28,801
Restructuring Revenue	-	-	-
Total Recreation and Cultural Services	143,700	111,281	124,581

See accompanying notes to the financial statements.

TOWN OF DUNDURN

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>
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Water	\$ 379,500	375,277	367,549
Sewer	130,000	129,293	129,517
Other (Fee adjustments)	50,000	3,436	3,681
Total Fees and Charges	<u>559,500</u>	<u>508,006</u>	<u>500,747</u>
Tangible capital asset sales - gain (loss)	-	-	-
Investment income and commissions	-	-	-
Other Segmented Revenue	-	-	-
Total other segmented revenue	<u>559,500</u>	<u>508,006</u>	<u>500,747</u>
Conditional Grants			
Federal - Student Employment	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>559,500</u>	<u>508,006</u>	<u>500,747</u>
Capital			
Conditional Grants			
Canada Community - Building Fund (CCBF)	74,451	74,450	54,074
New Building Canada Fund (SCF, NRP)	-	-	-
Clean Water and Wastewater Fund	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>74,451</u>	<u>74,450</u>	<u>54,074</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Utility Services	<u>633,951</u>	<u>582,456</u>	<u>554,821</u>
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	<u>\$ 931,901</u>	<u>890,261</u>	<u>942,417</u>
SUMMARY			
Total Other Segmented Revenue	\$ 805,450	782,677	780,697
Total Conditional Grants	52,000	33,134	19,828
Total Capital Grants and Contributions	74,451	74,450	141,892
Restructuring Revenue	-	-	-
TOTAL REVENUE BY FUNCTION	<u>\$ 931,901</u>	<u>890,261</u>	<u>942,417</u>

See accompanying notes to the financial statements.

TOWN OF DUNDURN
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>
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 19,000	19,777	32,707
Wages and benefits	151,342	108,853	163,671
Professional/Contractual services	195,500	261,415	153,404
Utilities	16,750	29,493	15,584
Maintenance, materials, and supplies	21,500	6,286	18,294
Grants and contributions	-operating 1,000	1,000	-
	-capital -	-	-
Amortization	1,000	3,805	2,694
Interest	500	800	-
Allowance for uncollectibles	1,000	-	104
General Government Services	<u>407,592</u>	<u>431,429</u>	<u>386,458</u>
Restructuring	-	-	-
Total General Government Services	<u>407,592</u>	<u>431,429</u>	<u>386,458</u>
PROTECTIVE SERVICES			
Police protection			
Wages and benefits	-	-	-
Professional/Contractual services	32,000	31,287	29,811
Amortization	-	-	-
Other	-	-	-
Fire protection			
Wages and benefits	-	-	-
Professional/Contractual services	29,750	28,203	23,991
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions	-operating -	-	-
	-capital -	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Protective Services	<u>61,750</u>	<u>59,490</u>	<u>53,802</u>
Restructuring	-	-	-
Total Protective Services	<u>61,750</u>	<u>59,490</u>	<u>53,802</u>
TRANSPORTATION SERVICES			
Wages and benefits	179,309	147,107	150,710
Professional/Contractual services	58,800	33,734	21,728
Utilities	27,500	15,439	24,513
Maintenance, materials, and supplies	42,500	24,019	31,831
Gravel	7,500	4,292	5,534
Grants and contributions	-operating -	-	-
	-capital -	-	-
Amortization	82,000	91,406	83,232
Interest	13,000	14,488	13,429
Other	-	-	-
Transportation Services	<u>410,609</u>	<u>330,485</u>	<u>330,977</u>
Restructuring	-	-	-
Total Transportation Services	<u>410,609</u>	<u>330,485</u>	<u>330,977</u>

See accompanying notes to the financial statements.

TOWN OF DUNDURN

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>
ENVIRONMENTAL SERVICES			
Wages and benefits	\$ -	-	-
Contractual services	80,700	67,205	72,354
Utilities	-	-	-
Maintenance, materials, and supplies	3,250	978	83
Grants and contributions			
-operating			
Waste disposal	-	-	-
Public health	-	-	-
-capital			
Waste disposal	-	-	-
Public health	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other (Sask Housing)	3,000	2,576	1,807
Environmental and Public Health Services	<u>86,950</u>	<u>70,759</u>	<u>74,244</u>
Restructuring	-	-	-
Total Environmental and Public Health Services	<u>86,950</u>	<u>70,759</u>	<u>74,244</u>
PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	-	-	-
Contractual services	20,000	7,486	7,370
Grants and contributions			
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Planning and Development Services	<u>20,000</u>	<u>7,486</u>	<u>7,370</u>
Restructuring	-	-	-
Total Planning and Development Services	<u>20,000</u>	<u>7,486</u>	<u>7,370</u>
RECREATION AND CULTURAL SERVICES			
Wages and benefits	29,058	14,395	1,894
Contractual services	37,500	7,491	51,830
Utilities	65,180	44,564	53,147
Maintenance, materials, and supplies	34,950	20,614	35,998
Grants and contributions			
-operating	48,525	5,049	11,880
-capital	-	-	-
Amortization	6,000	18,688	6,730
Interest	50	2	41
Allowance for uncollectibles	-	-	-
Other	-	-	-
Recreation and Cultural Services	<u>221,263</u>	<u>110,803</u>	<u>161,520</u>
Restructuring	-	-	-
Total Recreation and Cultural Services	<u>221,263</u>	<u>110,803</u>	<u>161,520</u>

See accompanying notes to the financial statements.

TOWN OF DUNDURN

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>
UTILITY SERVICES			
Wages and benefits	\$ 33,900	25,562	24,446
Contractual services	136,250	63,432	63,285
Utilities	285,250	245,147	257,638
Maintenance, materials, and supplies	11,500	11,332	4,486
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	360,199	204,049	203,898
Interest	40,000	31,232	36,116
Allowance for uncollectibles	-	-	-
Other	-	-	-
Utility Services	<u>867,099</u>	<u>580,754</u>	<u>589,869</u>
Restructuring	-	-	-
Total Utility Services	<u>867,099</u>	<u>580,754</u>	<u>589,869</u>
 TOTAL EXPENDITURES BY FUNCTION	 <u>\$ 2,075,263</u>	 <u>1,591,206</u>	 <u>1,604,240</u>

See accompanying notes to the financial statements.

TOWN OF DUNDURN

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	\$ 23,826	-	-	72,344	35,200	81,333	508,006	720,709
Tangible capital asset sales - Gain (loss)	-	-	-	-	-	-	-	-
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Investment income and commissions	60,420	-	-	-	-	-	-	60,420
Other revenues	-	-	-	-	-	1,548	-	1,548
Grants - Conditional	-	-	4,734	-	-	28,400	-	33,134
Grants - Capital	-	-	-	-	-	-	74,450	74,450
Restructurings	-	-	-	-	-	-	-	-
Total revenues	<u>84,246</u>	<u>-</u>	<u>4,734</u>	<u>72,344</u>	<u>35,200</u>	<u>111,281</u>	<u>582,456</u>	<u>890,261</u>
Expenses (Schedule 3)								
Wages & Benefits	128,630	-	147,107	-	-	14,395	25,562	315,694
Professional/Contractual Services	261,415	59,490	33,734	67,205	7,486	7,491	63,432	500,253
Utilities	29,493	-	15,439	-	-	44,564	245,147	334,643
Maintenance, materials and supplies	6,286	-	28,311	978	-	20,614	11,332	67,521
Grants and contributions	1,000	-	-	-	-	5,049	-	6,049
Amortization	3,805	-	91,406	-	-	18,688	204,049	317,948
Interest	800	-	14,488	-	-	2	31,232	46,522
Allowance for uncollectibles	-	-	-	-	-	-	-	-
Other	-	-	-	2,576	-	-	-	2,576
Restructurings	-	-	-	-	-	-	-	-
Total expenses	<u>431,429</u>	<u>59,490</u>	<u>330,485</u>	<u>70,759</u>	<u>7,486</u>	<u>110,803</u>	<u>580,754</u>	<u>1,591,206</u>
Surplus (deficit) by function	(347,183)	(59,490)	(325,751)	1,585	27,714	478	1,702	(700,945)
Taxation and other unconditional revenue (Schedule 1)								<u>760,851</u>
Net Surplus (Deficit)								<u>\$ 59,906</u>

See accompanying notes to the financial statements.

TOWN OF DUNDURN

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
Revenues (Schedule 2)								
Fees and charges	\$ 18,066	-	405	69,473	44,000	82,291	500,747	714,982
Tangible capital asset sales - Gain (loss)	-	-	2,277	-	-	-	-	2,277
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Investment income and commissions	61,824	-	-	-	-	-	-	61,824
Other revenues	-	1,614	-	-	-	-	-	1,614
Grants - Conditional	-	-	6,339	-	-	13,489	-	19,828
Grants - Capital	59,017	-	-	-	-	28,801	54,074	141,892
Restructurings	-	-	-	-	-	-	-	-
Total revenues	<u>138,907</u>	<u>1,614</u>	<u>9,021</u>	<u>69,473</u>	<u>44,000</u>	<u>124,581</u>	<u>554,821</u>	<u>942,417</u>
Expenses (Schedule 3)								
Wages & Benefits	196,378	-	150,710	-	-	1,894	24,446	373,428
Professional/Contractual Services	153,404	53,802	21,728	72,354	7,370	51,830	63,285	423,773
Utilities	15,584	-	24,513	-	-	53,147	257,638	350,882
Maintenance, materials and supplies	18,294	-	37,365	83	-	35,998	4,486	96,226
Grants and contributions	-	-	-	-	-	11,880	-	11,880
Amortization	2,694	-	83,232	-	-	6,730	203,898	296,554
Interest	-	-	13,429	-	-	41	36,116	49,586
Allowance for uncollectibles	104	-	-	-	-	-	-	104
Other	-	-	-	1,807	-	-	-	1,807
Restructurings	-	-	-	-	-	-	-	-
Total expenses	<u>386,458</u>	<u>53,802</u>	<u>330,977</u>	<u>74,244</u>	<u>7,370</u>	<u>161,520</u>	<u>589,869</u>	<u>1,604,240</u>
Surplus (deficit) by function	(247,551)	(52,188)	(321,956)	(4,771)	36,630	(36,939)	(35,048)	(661,823)
Taxation and other unconditional revenue (Schedule 1)								<u>843,384</u>
Net Surplus (Deficit)								<u>\$ 181,561</u>

See accompanying notes to the financial statements.

TOWN OF DUNDURN
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT

Year ended December 31, 2021
with comparative figures for 2020
2021

	General Assets					Infrastructure Assets	General / Infrastructure Assets Under Construction	2020	
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets		Total	Total
Asset cost									
Opening asset costs	\$ 5,307	57,979	2,161,916	86,325	338,377	7,082,398	-	9,732,302	9,447,704
Additions during the year	54,801	-	6,064	-	-	36,544	-	97,409	284,598
Disposals and write-downs during the year	-	-	-	-	-	-	-	-	-
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing asset costs	<u>60,108</u>	<u>57,979</u>	<u>2,167,980</u>	<u>86,325</u>	<u>338,377</u>	<u>7,118,942</u>	<u>-</u>	<u>9,829,711</u>	<u>9,732,302</u>
Accumulated amortization cost									
Opening accumulated amortization costs	-	7,730	1,704,246	64,743	257,967	3,177,552	-	5,212,238	4,915,684
Add: Amortization taken	-	3,865	49,528	21,581	15,855	227,119	-	317,948	296,554
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing accumulated amortization costs	<u>-</u>	<u>11,595</u>	<u>1,753,774</u>	<u>86,324</u>	<u>273,822</u>	<u>3,404,671</u>	<u>-</u>	<u>5,530,186</u>	<u>5,212,238</u>
Net book value	<u>\$ 60,108</u>	<u>46,384</u>	<u>414,206</u>	<u>1</u>	<u>64,555</u>	<u>3,714,271</u>	<u>-</u>	<u>4,299,525</u>	<u>4,520,064</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.

TOWN OF DUNDURN
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	Total
Asset cost									
Opening asset costs	\$ 67,358	40,307	2,825,198	-	6,682	940,969	5,851,788	9,732,302	9,447,704
Additions during the year	60,865	-	32,792	-	-	-	3,752	97,409	284,598
Disposals and write-downs during the year	-	-	-	-	-	-	-	-	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing asset costs	<u>128,223</u>	<u>40,307</u>	<u>2,857,990</u>	<u>-</u>	<u>6,682</u>	<u>940,969</u>	<u>5,855,540</u>	<u>9,829,711</u>	<u>9,732,302</u>
Accumulated amortization cost									
Opening accumulated amortization costs	33,320	40,307	1,739,243	-	6,682	669,797	2,722,889	5,212,238	4,915,684
Add: Amortization taken	3,805	-	91,406	-	-	18,688	204,049	317,948	296,554
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing accumulated amortization costs	<u>37,125</u>	<u>40,307</u>	<u>1,830,649</u>	<u>-</u>	<u>6,682</u>	<u>688,485</u>	<u>2,926,938</u>	<u>5,530,186</u>	<u>5,212,238</u>
Net book value	<u>\$ 91,098</u>	<u>-</u>	<u>1,027,341</u>	<u>-</u>	<u>-</u>	<u>252,484</u>	<u>2,928,602</u>	<u>4,299,525</u>	<u>4,520,064</u>

See accompanying notes to the financial statements.

TOWN OF DUNDURN
CONSOLIDATED SCHEDULE OF ACCUMULATED SURPLUS
Year ended December 31, 2021

	<u>2020</u>	<u>Changes</u>	<u>2021</u>
UNAPPROPRIATED SURPLUS	\$ <u>1,277,302</u>	<u>76,088</u>	<u>1,353,390</u>
APPROPRIATED RESERVES			
Reserve for machinery and equipment	-	-	-
Public reserve	-	-	-
Capital trust fund	-	-	-
Utility reserve	-	-	-
Other reserves	<u>303,970</u>	<u>-</u>	<u>303,970</u>
Total Appropriated	<u>303,970</u>	<u>-</u>	<u>303,970</u>
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6)	4,520,064	(220,539)	4,299,525
Less: Related debt	<u>(1,217,707)</u>	<u>204,357</u>	<u>(1,013,350)</u>
Net Investment in Tangible Capital Assets	<u>3,302,357</u>	<u>(16,182)</u>	<u>3,286,175</u>
Total Accumulated Surplus	\$ <u>4,883,629</u>	<u>59,906</u>	<u>4,943,535</u>

See accompanying notes to the financial statements.

TOWN OF DUNDURN
SCHEDULE OF MILL RATES AND ASSESSMENTS

Year ended December 31, 2021

	<u>PROPERTY CLASS</u>						<u>Total</u>
	<u>Agriculture</u>	<u>Residential</u>	<u>Residential Condominium</u>	<u>Seasonal Residential</u>	<u>Commercial & Industrial</u>	<u>Potash Mine(s)</u>	
Taxable Assessment	\$ 152,955	47,914,240	243,920	-	2,237,200	-	\$ 50,548,315
Regional Park Assessment							-
Total Assessment							\$ 50,548,315
Mill Rate Factor(s)	1.0000	1.0000	1.0000	-	1.0000		
Total Base/Minimum Tax (generated for each property class)	<u>7,200</u>	<u>383,250</u>	<u>-</u>	<u>-</u>	<u>35,650</u>		<u>426,100</u>
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ <u>7,200</u>	<u>537,338</u>	<u>1,951</u>	<u>-</u>	<u>43,959</u>		<u>590,448</u>

<u>MILL RATES:</u>	<u>MILLS</u>
Average Municipal*	11.681
Average School*	4.550
Potash Mill Rate	-
Uniform Municipal Mill Rate	8.000

* 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.

TOWN OF DUNDURN
SCHEDULE OF COUNCIL REMUNERATION
Year ended December 31, 2021

Position	Name	<u>Remuneration</u>	<u>Reimbursed Costs</u>	<u>Total</u>
Mayor	Curtis Boyes	\$ 5,960	-	5,960
Councillor	Andrew Servetnyk	2,405	-	2,405
Councillor	Cody Deringer	3,635	85	3,720
Councillor	John Gourdeau	3,240	-	3,240
Councillor	Matt Jurkiewicz	<u>5,590</u>	<u>161</u>	<u>5,751</u>
Total		<u>\$ 20,830</u>	<u>246</u>	<u>21,076</u>

See accompanying notes to the financial statements.

TOWN OF DUNDURN
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	-
Prepayments and deferred charges	-
Stock and supplies	-
Other	-
	<hr/>
Total Net Carrying Amount Received (Transferred)	\$ <u>-</u>

See accompanying notes to the financial statements.