

RURAL MUNICIPALITY OF FRANCIS NO. 127

Financial Statements
December 31, 2021

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Management's Responsibility

The municipality's management is responsible for the preparation and presentation of the accompanying financial statements in accordance with Canadian public sector accounting standards (PSAS). The preparation of the statements necessarily includes selecting appropriate accounting policies and methods, and making decisions affecting the measurement of transactions in which objective judgments and estimates by management is required.

In discharging its responsibilities for the integrity and fair presentation of the financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately recorded, that assets are properly accounted for and safeguarded, and that financial records are properly maintained to provide reliable information for the preparation of 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.

Dudley & Company LLP, an independent firm of Chartered Professional Accountants, is appointed by the Council to audit the financial statements and report directly to them; their report is attached to the financial statements. The external auditors have full and free access to both the Council and management to communicate their audit findings.



Council


Administration

INDEPENDENT AUDITORS' REPORT

To the Reeve and Councillors
Rural Municipality of Francis No. 127

Opinion

We have audited the financial statements of the **RURAL MUNICIPALITY OF FRANCIS NO. 127**, which comprise the statement of financial position as at December 31, 2021 and the statements of operations, changes in net financial assets for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the municipality as at December 31, 2021, and its financial performance and its 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 *Auditors' Responsibilities for the Audit of the 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 financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

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

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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 material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

RURAL MUNICIPALITY OF FRANCIS NO. 127

Independent Auditors' Report (continued)

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

- Identify and assess the risks of material misstatement of the 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 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 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.

Regina, Saskatchewan
March 10, 2022


Dudley & Company LLP
Chartered Professional Accountants

RURAL MUNICIPALITY OF FRANCIS NO. 127

Statement of Financial Position

As at December 31, 2021

Statement 1

	2021	2020 (Restated)
ASSETS		
Financial Assets		
Cash & Temporary Investments (Note 2)	\$ 6,844,719	\$ 2,986,940
Taxes Receivable - Municipal (Note 3)	82,961	67,878
Other Accounts Receivable (Note 4)	73,596	124,767
Land for Resale	-	-
Other Investments (Note 5)	15	15
SARM (Note 1(i))	109,821	102,020
Total Financial Assets	7,111,112	3,281,620
LIABILITIES		
Bank Indebtedness	-	-
Accounts Payable (Note 6)	234,689	178,550
Accrued Liabilities Payable	-	-
Deposits	-	-
Deferred Revenue (Note 7)	-	96,873
Accrued Landfill Costs	-	-
Other Liabilities	-	-
Long-Term Debt (Note 8)	3,500,000	-
Lease Obligations	-	-
Total Liabilities	3,734,689	275,423
NET FINANCIAL ASSETS	3,376,423	3,006,197
Tangible Capital Assets (Schedules 6, 7)	3,804,468	2,922,764
Prepayment and Deferred Charges	12,112	9,971
Stock and Supplies	641,306	726,521
Other	-	-
Total Non-Financial Assets	4,457,886	3,659,256
Accumulated Surplus (Deficit) (Schedule 8)	\$ 7,834,309	\$ 6,665,453

The accompanying notes form an integral part of these financial statements.

RURAL MUNICIPALITY OF FRANCIS NO. 127Statement of Operations
For the year ended December 31, 2021

Statement 2

		2021 Budget	2021	2020 (Restated)
Revenues				
Taxes and Other Unconditional Revenue	(Schedule 1)	\$ 2,443,110	\$ 2,418,865	\$ 2,054,249
Fees and Charges	(Schedule 4, 5)	89,880	140,831	136,131
Conditional Grants	(Schedule 4, 5)	38,300	47,711	47,649
Tangible Capital Assets Sales - Gain	(Schedule 4, 5)	-	98,635	7,952
Land Sales - Gain	(Schedule 4, 5)	-	-	-
Investment Income and Commissions	(Schedule 4, 5)	22,710	35,968	30,330
Other Revenues	(Schedule 4, 5)	-	-	-
Total Revenues		2,594,000	2,742,010	2,276,311
Expenses				
General Government Services	(Schedule 3)	386,000	322,783	313,287
Protective Services	(Schedule 3)	88,990	74,308	76,086
Transportation Services	(Schedule 3)	1,540,330	1,279,956	1,461,694
Environmental and Public Health Services	(Schedule 3)	63,317	53,600	38,797
Planning and Development Services	(Schedule 3)	7,700	2,425	1,555
Recreation and Cultural Services	(Schedule 3)	16,800	16,717	11,717
Utility Services	(Schedule 3)	2,000	2,365	1,690
Total Expenses		2,105,137	1,752,154	1,904,826
Surplus (Deficit) before Other Capital Contributions		488,863	989,856	371,485
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)		41,653	179,000	59,649
Surplus (Deficit) of Revenues over Expenses		530,516	1,168,856	431,134
Accumulated Surplus (Deficit), Beginning of Year		6,665,453	6,665,453	6,234,319
Accumulated Surplus (Deficit), End of Year		\$ 7,195,969	\$ 7,834,309	\$ 6,665,453

The accompanying notes form an integral part of these financial statements.

RURAL MUNICIPALITY OF FRANCIS NO. 127**Statement of Changes in Net Financial Assets****For the year ended December 31, 2021**

Statement 3

2021 Budget	2021	2020 (Restated)
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Surplus (Deficit)

\$ 530,516	\$ 1,168,856	\$ 431,134
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(Acquisition) of tangible capital assets	(150,000)	(1,326,535)	(206,613)
Amortization of tangible capital assets	364,627	205,266	401,942
Proceeds on disposal of tangible capital assets	-	338,200	64,600
Loss (gain) on disposal of tangible capital assets	-	(98,635)	(7,952)

Surplus (Deficit) of capital expenses over expenditures

214,627	(881,704)	251,977
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(Acquisition) of supplies inventories	-	-	(259,552)
(Acquisition) of prepaid expense	-	(2,141)	-
Consumption of supplies inventory	-	85,215	-
Use of prepaid expense	-	-	2,231

Surplus (Deficit) of expenses of other non-financial over expenditures

-	83,074	(257,321)
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Increase/Decrease in Net Financial Assets

745,143	370,226	425,790
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Net Financial Assets - Beginning of Year

3,006,197	3,006,197	2,580,407
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Net Financial Assets - End of Year

\$ 3,751,340	\$ 3,376,423	\$ 3,006,197
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The accompanying notes form an integral part of these financial statements.

RURAL MUNICIPALITY OF FRANCIS NO. 127

Statement of Cash Flows
For the year ended December 31, 2021

Statement 4

	2021	2020 (Restated)
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	\$ 1,168,856	\$ 431,134
Amortization	205,266	401,942
Loss (gain) on disposal of tangible capital assets	(98,635)	(7,952)
	1,275,487	825,124
Changes in assets / liabilities		
Taxes Receivable - Municipal	(15,083)	(10,973)
Other Receivables	51,171	(54,312)
Land for Resale	-	-
Other Financial Assets	(7,801)	(6,273)
Accounts and Accrued Liabilities Payable	56,139	146,261
Deposits	-	-
Deferred Revenues	(96,873)	96,873
Other Liabilities	-	-
Stock and Supplies for Use	85,215	(259,552)
Prepayments and Deferred Charges	(2,141)	2,231
Other	-	-
Net cash from (used for) operations	1,346,114	739,379
Capital:		
Acquisition of Capital Assets	(1,326,535)	(206,613)
Proceeds from the Disposal of Capital Assets	338,200	64,600
Other Capital	-	-
Net cash from (used for) capital	(988,335)	(142,013)
Investing:		
Long-Term Investments	-	-
Other Investments	-	-
Net cash from (used for) investing	-	-
Financing:		
Long-Term Debt Issued	3,500,000	-
Long-Term Debt Repaid	-	-
Other Financing	-	-
Net cash from (used for) financing	3,500,000	-
Increase (Decrease) in cash resources	3,857,779	597,366
Cash and Investments - Beginning of Year	2,986,940	2,389,574
Cash and Investments - End of Year	\$ 6,844,719	\$ 2,986,940

The accompanying notes form an integral part of these financial statements.

RURAL MUNICIPALITY OF FRANCIS NO. 127

Notes to the Financial Statements
For the year ended December 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The 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:

Basis of Accounting:

The 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.

(a) Reporting Entity:

The financial statements report 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.

(b) Collection of Funds for Other Authorities:

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

(c) 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 expenses or revenues in the period that the events giving rise to the transfer occur, providing:

- a) the transfer is authorized;
- b) eligibility criteria have been met by the recipient; and
- c) a reasonable estimate of the amount can be made.

Unearned government transfer amounts received but not earned will be recorded as deferred revenue.

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

(d) 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.

(e) 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.

(f) 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.

RURAL MUNICIPALITY OF FRANCIS NO. 127

Notes to the Financial Statements
For the year ended December 31, 2021

(g) 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.

(h) 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 from other taxing authorities operate as a flow through and are excluded from municipal revenue.

(i) Investments:

Portfolio investments are valued at cost, less any provision for other than temporary impairment. Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment.

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

(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 and net realizable value. Cost is determined by the average cost method. Net realizable value is the estimated selling price in the ordinary course of business.

(k) Budget Information:

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on July 8, 2021.

RURAL MUNICIPALITY OF FRANCIS NO. 127

Notes to the Financial Statements
For the year ended December 31, 2021

(l) 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; these, and the tangible capital assets that are recognized at a nominal value, are disclosed on Schedule 6. The cost of tangible capital assets less any estimated residual value are amortized over the asset's estimated useful life using the straight-line method of amortization. The municipality's tangible capital asset useful lives are estimated as follows:

<u>Assets</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	15 years
Buildings	40 years
Vehicles and Equipment	
Vehicles	10 years
Machinery and Equipment	5 to 20 years
Infrastructure Assets	
Infrastructure Assets	
Water and Sewer	25 years
Road Network Assets	15 to 40 years

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

Works of Art and Other Unrecognized Assets: Assets that have a historical or cultural significance, which include works of art, monuments and other cultural artifacts are not recognized as tangible capital assets because a reasonable estimate of future benefits associated with this property cannot be made.

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

Leases: All leases are recorded on the financial statements as either a capital or operating lease. Any lease that transfers substantially all of the benefits and risk associated with the leased asset is classified as a capital lease and recorded as a tangible capital asset. 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 lease are amortized on a straight line basis, over their estimated useful lives. Any other lease not meeting the before mentioned criteria is classified as an operating lease and rental payments are expensed as incurred.

(m) Landfill Liability:

The municipality of **RURAL MUNICIPALITY OF FRANCIS NO. 127** does not maintain a waste disposal site.

RURAL MUNICIPALITY OF FRANCIS NO. 127

Notes to the Financial Statements
For the year ended December 31, 2021

(n) Employee Benefit Plans:

Contributions to the municipality's defined benefit plans are expensed when contributions are due and payable. Under the defined benefit multiemployer plans, the municipality's obligations are limited to their contributions.

(o) Measurement Uncertainty:

The preparation of 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 financial statements, and the reported amounts of revenues and expenses 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 stock and supplies inventories, if any, are based on estimates of volume and quality.

The "Opening Assets 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.

(p) 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: The General Government segment provides for the administration of the municipality.

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

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 items relating to public health services in the municipality.

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

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

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

RURAL MUNICIPALITY OF FRANCIS NO. 127

Notes to the Financial Statements
For the year ended December 31, 2021

(q) **New Standards and Amendments to Standards:**

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

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

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

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

PS 3450 Financial Instruments, a new standard establishing guidance on the recognition, measurement, presentation and disclosure of financial instruments, including derivatives. The standard requires fair value measurement of derivatives and equity instruments 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 from financial instruments and clarification is given for the de-recognition of financial liabilities.

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

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

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

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

RURAL MUNICIPALITY OF FRANCIS NO. 127

Notes to the Financial Statements
For the year ended December 31, 2021

2. Cash and Temporary Investments	2021	2020
Cash	\$ 700	\$ 700
Cash - on deposit	6,208,742	2,353,815
Cash - on deposit capital acquisition	635,277	632,425
Total Cash and Temporary Investments	\$ 6,844,719	\$ 2,986,940

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

3. Taxes and Grants in Lieu Receivable	2021	2020
Municipal - Current	\$ 49,393	\$ 42,348
- Arrears	35,568	27,530
	84,961	69,878
- Less Allowance for Uncollectables	(2,000)	(2,000)
Total Municipal Taxes Receivable	82,961	67,878

School - Current	34,401	32,205
- Arrears	3,644	1,688
Total School Taxes Receivable	38,045	33,893

Other	20,157	4,895
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Total Taxes and Grants in Lieu Receivable	141,163	106,666
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Deduct taxes to be collected on behalf of other organizations	(58,202)	(38,788)
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Total Taxes and Grants in Lieu Receivable	\$ 82,961	\$ 67,878
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4. Other Accounts Receivable	2021	2020
Trade receivables	\$ 8,948	\$ 14,556
Provincial government	-	32,548
GST receivable	64,648	75,963
Local government	-	1,700
Total Other Accounts Receivable	73,596	124,767

Less Allowance for Uncollectables	-	-
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Net Other Accounts Receivable	\$ 73,596	\$ 124,767
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RURAL MUNICIPALITY OF FRANCIS NO. 127

Notes to the Financial Statements
For the year ended December 31, 2021

5. Other Investments

	2021	2020
Odessa Co-op equity	\$ 5,336	\$ 10,336
Credit union equity	15	15
Asset valuation allowance	(5,336)	(10,336)
Total Other Investments	\$ 15	\$ 15

6. Accounts Payable

	2021	2020 (Restated)
Trade payables	\$ 119,060	\$ 160,410
Accrued interest payable	73,701	-
Overpaid taxes	510	-
Canada Revenue Agency	5,522	16,202
Accrued wages and vacation payable	21,756	-
PST tax collections	14,140	1,938
Total Accounts Payable	\$ 234,689	\$ 178,550

7. Deferred Revenue

	2021	2020
Municipal Economic Enhancement Grant	\$ -	\$ 96,873
Total Deferred Revenue	\$ -	\$ 96,873

8. Long-Term Debt

a) The debt limit of the municipality is \$1,778,302. 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(1)).

b) Debenture debt is repayable at annual payments of \$202,119 including principal and interest, bearing an interest rate of 3.05% and maturing on April 23, 2046. The debenture debt was received in advance of a planned new transportation shop, but the project has went back to the planning stage due to a acceptable building tender not being received. As a result the funding is being held at this time for a future build once planning is completed. Have obtained design plan and are putting project out for tender in 2022.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Total
2022	\$ 95,369	\$ 106,750	\$ 202,119	\$ -
2023	98,278	103,841	202,119	-
2024	101,275	100,844	202,119	-
2025	104,364	97,755	202,119	-
2026	107,547	94,572	202,119	-
Thereafter	2,993,167	1,049,213	4,042,380	-
Balance	\$ 3,500,000	\$ 1,552,975	\$ 5,052,975	\$ -

RURAL MUNICIPALITY OF FRANCIS NO. 127

Notes to the Financial Statements
For the year ended December 31, 2021

9. Comparative Figures

Prior year comparative figures have been restated to include adjustments to the prior year as noted in Schedule 11, and conform to the current year's presentation.

10. Fair Value

The fair value of the financial assets and liabilities approximates their carrying value due to their short term nature.

11. Interest Rate Risk

The rural municipality is not exposed to significant interest rate risk of its monetary current assets and current liabilities due to their short term maturity. The municipality is exposed to interest rate price risk on its long term debt that has a fixed interest rate. The interest rate and maturity date of the debt is disclosed in Note 8.

12. Credit Risk

The municipality is exposed to credit risk on the accounts receivable. The municipality does not have significant exposure to any individual creditor.

13. Related Parties

The financial statements include transactions with related parties. The municipality is related to key management personnel (council and senior management) and their close family members. Transactions with these related parties are in the normal course of operations and are settled on normal trade terms.

14. Pension Plan

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. Employees and employers each make plan contributions of 9% of salary (subject to an annually adjusted maximum pensionable earnings amount). The municipality's pension expense in 2021 was \$41,556 (2020 - \$40,225). The benefits accrued to the municipality's employees from MEPP are calculated using the following: pensionable years of service, highest average salary, and the plan accrual rate.

Every three years, an actuarial valuation is performed to assess the financial position of the plan and the adequacy of plan funding. Any actuarially determined deficiency is the responsibility of the participating employers and employees, which could affect future contribution rates and/or benefits. Contributions to MEPP are not segregated in separate accounts or restricted to provide benefits to the employees of a particular employer. As a result, individual employers are not able to identify their share of the underlying assets and liabilities, and the net pension assets or liabilities for the plan are not recognized in these financial statements. Rather, the plan is accounted for as a defined contribution plan where the contributions are expensed when made.

The most recent available information reports, in total, plan assets of \$3,221,426,000, plan liabilities, including pension obligations, of \$2,382,526,000, and a resulting surplus of \$838,900,000.

15. Significant Events

On March 11, 2020, the World Health Organization declared a global pandemic for the COVID-19 virus. The virus has caused material disruption to businesses and has resulted in an economic slowdown. The municipality continues to assess and monitor the impact of the COVID-19 on its financial condition. The magnitude and duration of the COVID-19 is uncertain and accordingly, it is difficult to reliably measure the potential future impact on the municipality's financial position and operations.

RURAL MUNICIPALITY OF FRANCIS NO. 127
Schedule of Taxes and Other Unconditional Revenue
For the year ended December 31, 2021

Schedule 1

	2021 Budget	2021	2020
TAXES			
General municipal tax levy	\$ 2,253,646	\$ 2,246,837	\$ 1,822,412
Abatements and adjustments	(5,000)	(688)	(919)
Discount on current year taxes	(81,000)	(103,807)	(84,787)
Net Municipal Taxes	2,167,646	2,142,342	1,736,706
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	2,000	4,871	4,386
Special tax levy	-	-	-
Other -	-	-	-
Total Taxes	2,169,646	2,147,213	1,741,092
UNCONDITIONAL GRANTS			
Equalization (Revenue Sharing)	267,443	267,443	269,355
Organized Hamlet	-	-	-
Other - Safe Restart Grant	-	-	40,207
Total Unconditional Grants	267,443	267,443	309,562
GRANTS IN LIEU OF TAXES			
Federal	-	-	-
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	-	-	-
Central Services	-	-	-
SaskTel	5,616	3,654	3,187
Other - Sask Agriculture	-	-	-
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	405	555	408
Other -	-	-	-
Other Government Transfers			
S.P.C. Surcharges	-	-	-
SaskEnergy Surcharge	-	-	-
Other -	-	-	-
Total Grants in Lieu of Taxes	6,021	4,209	3,595
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 2,443,110	\$ 2,418,865	\$ 2,054,249

RURAL MUNICIPALITY OF FRANCIS NO. 127
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2021

Schedule 2-1

	2021 Budget	2021	2020
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 650	\$ 6,434	\$ 1,017
- Sales of supplies	750	618	808
- Other - Licences and permits	1,300	6,908	3,922
Total Fees and Charges	2,700	13,960	5,747
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain	-	-	-
- Investment income and commissions	22,710	35,968	30,330
- Other - Recovery of bad debts	-	-	-
Total Other Segmented Revenue	25,410	49,928	36,077
Conditional Grants			
-	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	25,410	49,928	36,077
Capital			
Conditional Grants			
- Canada Community Building Fund	-	-	-
- Can/Sask Municipal Rural Infrastructure	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total General Government Services	\$ 25,410	\$ 49,928	\$ 36,077

PROTECTIVE SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Other - Fire fees	\$ 5,000	\$ 2,014	\$ 800
Total Fees and Charges	5,000	2,014	800
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	5,000	2,014	800
Conditional Grants			
- Student Employment	-	-	-
- Local Government	-	-	-
- Other - Enbridge donation	-	-	-
Total Conditional Grants	-	-	-
Total Operating	5,000	2,014	800

Capital

Conditional Grants			
- Canada Community Building Fund	-	-	-
- Can/Sask Municipal Rural Infrastructure	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total Protective Services	\$ 5,000	\$ 2,014	\$ 800

RURAL MUNICIPALITY OF FRANCIS NO. 127
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2021

Schedule 2-2

	2021 Budget	2021	2020
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 46,030	\$ 59,891	\$ 49,095
- Sales of supplies	3,700	22,924	1,208
- Road maintenance agreements	30,210	38,884	74,753
- Frontage	-	-	-
- Other - Permit refund	-	-	-
Total Fees and Charges	79,940	121,699	125,056
- Tangible capital asset sales - gain (loss)	-	98,635	7,952
- Other -	-	-	-
Total Other Segmented Revenue	79,940	220,334	133,008
Conditional Grants			
- Clearing the Path Grant	32,000	32,548	32,548
- Provincial Disaster Assistance	-	-	-
- Other - Canada Community Building Fund	-	-	-
Total Conditional Grants	32,000	32,548	32,548
Total Operating	111,940	252,882	165,556
Capital			
Conditional Grants			
- Canada Community Building Fund	41,653	82,127	59,649
- Can/Sask Municipal Rural Infrastructure	-	-	-
- Heavy Haul	-	-	-
- Designated Municipal Roads and Bridges	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other - MEEP Grant	-	96,873	-
Total Capital	41,653	179,000	59,649
Total Transportation Services	\$ 153,593	\$ 431,882	\$ 225,205

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and disposal fees	\$ -	\$ -	\$ -
- Other - Sale of supplies	2,000	2,443	1,888
Total Fees and Charges	2,000	2,443	1,888
- Tangible capital asset sales - gain (loss)	-	-	-
- Other - Donations	-	-	-
Total Other Segmented Revenue	2,000	2,443	1,888
Conditional Grants			
- Student Employment	-	-	-
- Local Government	-	-	-
- Other - Provincial pest control programs	6,300	15,163	15,101
Total Conditional Grants	6,300	15,163	15,101
Total Operating	8,300	17,606	16,989
Capital			
Conditional Grants			
- Canada Community Building Fund	-	-	-
- Can/Sask Municipal Rural Infrastructure	-	-	-
- Transit for Disabled	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total Environmental and Public Health Services	\$ 8,300	\$ 17,606	\$ 16,989

RURAL MUNICIPALITY OF FRANCIS NO. 127
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2021

Schedule 2-3

	2021 Budget	2021	2020
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and development charges	\$ -	\$ -	\$ -
- Other - Public reserve	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Canada Community Building Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total Planning and Development Services	\$ -	\$ -	\$ -

RECREATION AND CULTURAL SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Other - Recreation fees	\$ -	\$ -	\$ -
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- Local Government	-	-	-
- Donations	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Canada Community Building Fund	-	-	-
- Local Government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other - Community Initiative Fund	-	-	-
Total Capital	-	-	-
Total Recreation and Cultural Services	\$ -	\$ -	\$ -

RURAL MUNICIPALITY OF FRANCIS NO. 127
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2021

Schedule 2-4

	2021 Budget	2021	2020
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	\$ -	\$ -	\$ -
- Sewer	-	-	-
- Other - Well key sales	240	715	2,640
Total Fees and Charges	240	715	2,640
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	240	715	2,640
Conditional Grants			
- Student Employment	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	240	715	2,640
Capital			
Conditional Grants			
- Canada Community Building Fund	-	-	-
- Sask Water Corp.	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total Utility Services	\$ 240	\$ 715	\$ 2,640

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 192,543	\$ 502,145	\$ 281,711
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SUMMARY

Total Other Segmented Revenue	\$ 112,590	\$ 275,434	\$ 174,413
Total Conditional Grants	38,300	47,711	47,649
Total Capital Grants and Contributions	41,653	179,000	59,649

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 192,543	\$ 502,145	\$ 281,711
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RURAL MUNICIPALITY OF FRANCIS NO. 127

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

Schedule 3-1
(Restated)

	2021 Budget	2021	2020
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 55,000	\$ 45,820	\$ 43,582
Wages and benefits	190,030	161,277	163,132
Professional/Contractual services	107,600	88,087	77,508
Utilities	9,790	9,227	9,388
Maintenance, materials, and supplies	19,460	13,952	15,557
Grants and contributions - operating	-	500	100
- capital	-	-	-
Amortization	3,920	3,920	3,920
Interest	200	-	100
Allowance for uncollectable	-	-	-
Other -	-	-	-
Total General Government Services	\$ 386,000	\$ 322,783	\$ 313,287

PROTECTIVE SERVICES**Police Protection**

Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	34,000	33,334	32,463
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions - operating	1,500	1,500	1,500
- capital	-	-	-
Other -	-	-	-

Fire Protection

Wages and benefits	-	-	-
Professional/Contractual services	11,400	2,494	4,656
Utilities	-	-	-
Maintenance, materials, and supplies	2,500	318	1,170
Grants and contributions - operating	27,200	24,393	24,028
- capital	-	-	-
Amortization	12,390	12,269	12,269
Interest	-	-	-
Other -	-	-	-

Total Protective Services	\$ 88,990	\$ 74,308	\$ 76,086
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TRANSPORTATION SERVICES

Wages and benefits	\$ 518,160	\$ 452,327	\$ 481,819
Council remuneration and travel	21,000	17,668	18,198
Professional/Contractual services	174,400	165,071	160,276
Utilities	15,100	11,798	12,778
Maintenance, materials, and supplies	257,670	197,844	177,564
Gravel	206,000	180,098	225,623
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	348,000	188,760	385,436
Interest	-	66,390	-
Other - PDAP repayment	-	-	-

Total Transportation Services	\$ 1,540,330	\$ 1,279,956	\$ 1,461,694
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RURAL MUNICIPALITY OF FRANCIS NO. 127

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

Schedule 3-2

	2021 Budget	2021	2020
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	14,500	12,111	12,754
Utilities	-	-	-
Maintenance, materials, and supplies	45,000	37,672	22,226
Grants and contributions - operating	-	-	-
- Waste disposal	3,500	3,500	3,500
- Public health	-	-	-
- capital	-	-	-
- Waste disposal	-	-	-
- Public health	-	-	-
Amortization	317	317	317
Interest	-	-	-
Other -	-	-	-
Total Environmental and Public Health Services	\$ 63,317	\$ 53,600	\$ 38,797

PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	7,700	2,425	1,555
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other -	-	-	-
Total Planning and Development Services	\$ 7,700	\$ 2,425	\$ 1,555

RECREATION AND CULTURAL SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	7,800	7,717	7,717
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions - operating	9,000	9,000	4,000
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance for uncollectables	-	-	-
Other -	-	-	-
Total Recreation and Cultural Services	\$ 16,800	\$ 16,717	\$ 11,717

RURAL MUNICIPALITY OF FRANCIS NO. 127

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

Schedule 3-3

	2021 Budget	2021	2020
UTILITY SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	300	187	187
Utilities	700	538	634
Maintenance, materials, and supplies	1,000	1,640	869
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance for uncollectables	-	-	-
Other -	-	-	-
Total Utility Services	\$ 2,000	\$ 2,365	\$ 1,690
TOTAL EXPENSES BY FUNCTION	\$ 2,105,137	\$ 1,752,154	\$ 1,970,826

RURAL MUNICIPALITY OF FRANCIS NO. 127
Schedule of Segment Disclosure by Function
For the year ended December 31, 2021

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 13,960	\$ 2,014	\$ 121,699	\$ 2,443	\$ -	\$ -	\$ 715	\$ 140,831
Tangible Capital Asset Sales - Gain	-	-	98,635	-	-	-	-	98,635
Investment Income and Commissions	35,968	-	-	-	-	-	-	35,968
Grants - Conditional	-	-	32,548	15,163	-	-	-	47,711
- Capital	-	-	179,000	-	-	-	-	179,000
Total Revenues	49,928	2,014	431,882	17,606	-	-	715	502,145
Expenses (Schedule 3)								
Wages and Benefits	207,097	-	469,995	-	-	-	-	677,092
Professional/Contractual Services	88,087	35,828	165,071	12,111	2,425	7,717	187	311,426
Utilities	9,227	-	11,798	-	-	-	538	21,563
Maintenance, Materials, and Supplies	13,952	318	377,942	37,672	-	-	1,640	431,524
Grants and Contributions	500	25,893	-	3,500	-	9,000	-	38,893
Amortization	3,920	12,269	188,760	317	-	-	-	205,266
Interest	-	-	66,390	-	-	-	-	66,390
Total Expenses	322,783	74,308	1,279,956	53,600	2,425	16,717	2,365	1,752,154
Surplus (Deficit) by Function	\$ (272,855)	\$ (72,294)	\$ (848,074)	\$ (35,994)	\$ (2,425)	\$ (16,717)	\$ (1,650)	\$ (1,250,009)

Taxation and Other Unconditional Revenue (Schedule 1)

\$ 2,418,865

Net Surplus (Deficit)

\$ 1,168,856

RURAL MUNICIPALITY OF FRANCIS NO. 127
Schedule of Segment Disclosure by Function
For the year ended December 31, 2020

Schedule 5
(Restated)

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 5,747	\$ 800	\$ 125,056	\$ 1,888	\$ -	\$ -	\$ 2,640	\$ 136,131
Tangible Capital Asset Sales - Gain	-	-	7,952	-	-	-	-	7,952
Investment Income and Commissions	30,330	-	-	-	-	-	-	30,330
Grants - Conditional	-	-	32,548	15,101	-	-	-	47,649
- Capital	-	-	59,649	-	-	-	-	59,649
Total Revenues	36,077	800	225,205	16,989	-	-	2,640	281,711
Expenses (Schedule 3)								
Wages and Benefits	206,714	-	500,017	-	-	-	-	706,731
Professional/Contractual Services	77,508	37,119	160,276	12,754	1,555	7,717	187	297,116
Utilities	9,388	-	12,778	-	-	-	634	22,800
Maintenance, Materials, and Supplies	15,557	1,170	403,187	22,226	-	-	869	443,009
Grants and Contributions	100	25,528	-	3,500	-	4,000	-	33,128
Amortization	3,920	12,269	385,436	317	-	-	-	401,942
Interest	100	-	-	-	-	-	-	100
Total Expenses	313,287	76,086	1,461,694	38,797	1,555	11,717	1,690	1,904,826
Surplus (Deficit) by Function	\$ (277,210)	\$ (75,286)	\$ (1,236,489)	\$ (21,808)	\$ (1,555)	\$ (11,717)	\$ 950	\$ (1,623,115)

Taxation and Other Unconditional Revenue (Schedule 1)

\$ 2,054,249

Net Surplus (Deficit)

\$ 431,134

RURAL MUNICIPALITY OF FRANCIS NO. 127
Schedule of Tangible Capital Assets by Object
For the year ended December 31, 2021

Schedule 6

	2021						2020		
	General Assets					Infrastructure Assets	General / Infrastructure Assets Under Construction	Total	Total
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets			
Asset Cost									
Opening Asset Costs	\$ 36,345	\$ -	\$ 229,963	\$ 124,369	\$ 3,428,720	\$ 3,773,372	\$ -	\$ 7,592,769	\$ 7,538,320
Additions during the year	-	-	-	-	938,318	127,200	261,017	1,326,535	206,613
Disposals and write downs during the year	-	-	-	-	(1,063,239)	(98,040)	-	(1,161,279)	(152,164)
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
Closing Asset Costs	\$ 36,345	\$ -	\$ 229,963	\$ 124,369	\$ 3,303,799	\$ 3,802,532	\$ 261,017	\$ 7,758,025	\$ 7,592,769
Accumulated Amortization									
Opening Accum. Amort. Cost	\$ -	\$ -	\$ 145,899	\$ 34,772	\$ 1,475,920	\$ 3,013,414	\$ -	\$ 4,670,005	\$ 4,363,579
Add: Amortization taken	-	-	4,908	11,456	128,920	59,982	-	205,266	401,942
Less: Accum. Amort. on Disposals	-	-	-	-	(823,675)	(98,039)	-	(921,714)	(95,516)
Closing Accumulated Amort.	\$ -	\$ -	\$ 150,807	\$ 46,228	\$ 781,165	\$ 2,975,357	\$ -	\$ 3,953,557	\$ 4,670,005
Net Book Value	\$ 36,345	\$ -	\$ 79,156	\$ 78,141	\$ 2,522,634	\$ 827,175	\$ 261,017	\$ 3,804,468	\$ 2,922,764

1. Total contributed/donated assets received in 2021:

2. List of assets recognized at nominal value are:

- Infrastructure assets

- Vehicles

- Machinery and Equipment

3. Amount of interest capitalized in 2021:

RURAL MUNICIPALITY OF FRANCIS NO. 127
Schedule of Tangible Capital Assets by Function
For the year ended December 31, 2021

Schedule 7

	2021								2020
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
Asset Cost									
Opening Asset Costs	\$ 132,843	\$ 236,194	\$ 7,207,568	\$ 16,164	\$ -	\$ -	\$ -	\$ 7,592,769	\$ 7,538,320
Additions during the year	-	-	1,326,535	-	-	-	-	1,326,535	206,613
Disposals and write-downs during the year	-	-	(1,161,279)	-	-	-	-	(1,161,279)	(152,164)
Closing Asset Costs	\$ 132,843	\$ 236,194	\$ 7,372,824	\$ 16,164	\$ -	\$ -	\$ -	\$ 7,758,025	\$ 7,592,769
Accumulated Amortization									
Opening Accum. Amort. Costs	\$ 85,987	\$ 40,296	\$ 4,538,018	\$ 5,704	\$ -	\$ -	\$ -	\$ 4,670,005	\$ 4,363,579
Add: Amortization taken	3,920	12,269	188,760	317	-	-	-	205,266	401,942
Less: Accum. Amort. on Disposals	-	-	(921,714)	-	-	-	-	(921,714)	(95,516)
Closing Accumulated Amortization	\$ 89,907	\$ 52,565	\$ 3,805,064	\$ 6,021	\$ -	\$ -	\$ -	\$ 3,953,557	\$ 4,670,005
Net Book Value	\$ 42,936	\$ 183,629	\$ 3,567,760	\$ 10,143	\$ -	\$ -	\$ -	\$ 3,804,468	\$ 2,922,764

RURAL MUNICIPALITY OF FRANCIS NO. 127

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

Schedule 8

	2020	Changes	2021
	(Restated)		
UNAPPROPRIATED SURPLUS	\$ 3,212,689	\$ 287,152	\$ 3,499,841
APPROPRIATED RESERVES			
Future Expenditure Reserve	530,000	-	530,000
Capital Reserve	-	-	-
Total Appropriated	530,000	-	530,000
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible Capital Assets (Schedule 6)	2,922,764	881,704	3,804,468
Less: Related debt	-	-	-
Net Investment in Tangible Capital Assets	2,922,764	881,704	3,804,468
OTHER	-	-	-
Total Accumulated Surplus	\$ 6,665,453	\$ 1,168,856	\$ 7,834,309

RURAL MUNICIPALITY OF FRANCIS NO. 127
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	\$ 180,392,196	\$ 29,005,192	\$ -	\$ -	\$ 151,029,482	\$ -	\$ 360,426,870
Regional Park Assessment							-
Total Assessment							360,426,870
Mill Rate Factor(s)	0.700	0.650	-	-	1.900		
Total Minimum Tax	-	-	-	-	-		-
Total Municipal Tax Levy	\$ 656,628	\$ 98,038	\$ -	\$ -	\$ 1,492,171		\$ 2,246,837

MILL RATES:	MILLS
Average Municipal*	6.234
Average School*	5.110
Potash Mill Rate	-
Uniform Municipal Mill Rate	5.200

* 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).

RURAL MUNICIPALITY OF FRANCIS NO. 127

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

Schedule 10

Name	Remuneration	Reimbursed Costs	Total
Richard Morley	\$ 10,320	\$ 1,712	\$ 12,032
Barret Gaetz	6,390	801	7,191
Daryl Hoffman	6,480	1,765	8,245
David Schaeffer	5,460	1,416	6,876
Patrick Poissant	4,680	1,280	5,960
Darren Solie	8,220	1,257	9,477
Ernst Gutzke	7,320	2,270	9,590
Total	\$ 48,870	\$ 10,501	\$ 59,371

Schedule of Financial Statement Adjustments
For the year ended December 31, 2021

Schedule 11

The municipality has restated its financial statements to conform to the guidelines set out in the Public Sector Accounting Board's 2120 Accounting Changes guideline. This guideline requires municipalities to restate prior year balances when errors exist that are so material to the financial statements of the prior periods that they can no longer be considered to be fairly presented.

Effect of Changes on 2020 Statement of Financial Position

2020 Accumulated Surplus / Deficit as previously reported	\$ 6,599,453
Add: Increase to gravel inventory	214,637
Less: Accounts payable for gravel royalties	(148,637)
Restated 2020 Accumulated Surplus / Deficit	\$ 6,665,453

Effect of Changes to 2020 Statement of Operations

Previously reported Surplus (deficit) of Revenues over Expenses"	\$ 365,134
Add:	
Decrease in gravel expense	66,000
Restated Surplus (Deficit) of Revenue over Expenses	\$ 431,134