

R. M. of Garry No. 245

FINANCIAL STATEMENTS

Year Ended December 31, 2021

R. M. of Garry No. 245

Jedburgh, Saskatchewan

December 31, 2021

Table of Contents

	Page
Management's Responsibility	1
Independent Auditors' Report	2-3
Statement of Financial Position	4
Statement of Operations	5
Statement of Change in Net Financial Assets	6
Statement of Cash Flow	7
Notes to Financial Statements	8-15
Schedule of Taxes and Other Unconditional Revenue	16
Schedule of Operating and Capital Revenue by Function	17-18
Total Expenses by Function	19-20
Schedule of Segment Disclosure by Function	21-22
Schedule of Tangible Capital Assets by Object	23
Schedule of Tangible Capital Assets by Function	24
Schedule of Accumulated Surplus	25
Schedule of Mill Rates and Assessments	26
Schedule of Council Remuneration	27

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 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 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 financial statements.

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

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



Reeve

Administrator

Independent Auditors' Report

To the Council
R. M. of Garry No. 245

Opinion

We have audited the financial statements of R. M. of Garry No. 245, (the municipality), which comprise the Statement of Financial Position as at December 31, 2021 and the Statements of Operations, Change in Net Financial Assets and Cash Flow 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 results of its operations and its cash flow for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the 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 either intends to liquidate the municipality or to cease operations, or has no realistic alternative but to do so.

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



Auditors' Responsibilities for the Audit of the 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 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 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 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.

Baker Tilly SK LLP

Baker Tilly SK LLP

Yorkton, SK
March 25, 2022

R. M. of Garry No. 245

Jedburgh, Saskatchewan

Statement 1

Statement of Financial Position as at December 31, 2021

	2021	2020
Assets		
Financial Assets		
Cash and temporary investments - note 2	1,078,186	880,360
Taxes receivable - municipal - note 3	102,963	68,952
Other accounts receivable - note 4	91,569	108,163
Land for resale - note 5	5,777	5,777
Long-term investments - note 6	88,205	82,065
Total Financial Assets	<u>1,366,700</u>	<u>1,145,317</u>
Liabilities		
Accounts payable	19,666	3,059
Long-term debt - note 8	113,648	178,736
Total Liabilities	<u>133,314</u>	<u>181,795</u>
Net Financial Assets	<u>1,233,386</u>	<u>963,522</u>
Non-Financial Assets		
Tangible capital assets - schedules 6 and 7	2,212,272	2,316,767
Stock and supplies	46,793	62,686
Total Non-Financial Assets	<u>2,259,065</u>	<u>2,379,453</u>
Accumulated Surplus - schedule 8	<u>\$ 3,492,451</u>	<u>\$ 3,342,975</u>

Approved on behalf of the council:

Reeve

Councillor

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

R. M. of Garry No. 245
Statement of Operations
For the year ended December 31, 2021

Statement 2

	2021 Budget	2021 Actual	2020 Actual
Revenues			
Taxes and other unconditional revenue			
- schedule 1	1,071,630	1,076,068	1,087,033
Fees and charges - schedules 4 and 5	18,300	62,738	24,395
Conditional grants - schedules 4 and 5	8,000	11,692	6,796
Tangible capital asset sales - gain			
- schedules 4 and 5		(7,460)	
Investment income and commissions			
- schedules 4 and 5	5,200	3,300	5,459
Total Revenue	<u>1,103,130</u>	<u>1,146,338</u>	<u>1,123,683</u>
Expenses - schedule 3			
General government services	151,070	159,265	161,213
Protective services	36,190	37,970	30,535
Transportation services	875,100	835,989	870,304
Environmental and public health services	29,670	22,249	28,045
Planning and development services	9,380	9,475	9,462
Recreation and cultural services	16,090	17,243	15,954
Utilities services	13,930	13,264	14,528
Total Expenses	<u>1,131,430</u>	<u>1,095,455</u>	<u>1,130,041</u>
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	(28,300)	50,883	(6,358)
Provincial/Federal Capital Grants and Contributions - schedules 4 and 5	<u>65,940</u>	<u>98,593</u>	<u>138,771</u>
Surplus of Revenue over Expenses	37,640	149,476	132,413
Accumulated Surplus, Beginning of Year	<u>3,342,975</u>	<u>3,342,975</u>	<u>3,210,562</u>
Accumulated Surplus, End of Year	<u>\$ 3,380,615</u>	<u>\$ 3,492,451</u>	<u>\$ 3,342,975</u>

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

R. M. of Garry No. 245
Statement of Change in Net Financial Assets
For the year ended December 31, 2021

Statement 3

	2021 Budget	2021 Actual	2020 Actual
Surplus	<u>37,640</u>	<u>149,476</u>	<u>132,413</u>
(Acquisition) of tangible capital assets		(57,868)	(382,398)
Amortization of tangible capital assets		143,514	121,628
Proceeds on disposal of tangible capital assets		11,389	
Loss on the disposal of tangible capital assets		<u>7,460</u>	
Surplus (Deficit) of Capital Expenses over Expenditures	<u>0</u>	<u>104,495</u>	<u>(260,770)</u>
(Acquisition) of supplies inventories		(65,406)	(375,634)
Consumption of supplies inventory		<u>81,299</u>	<u>375,377</u>
Surplus (Deficit) of Expenses of Other Non-Financial over Expenditures	<u>0</u>	<u>15,893</u>	<u>(257)</u>
Increase (Decrease) in Net Financial Assets	37,640	269,864	(128,614)
Net Financial Assets, beginning of year	<u>963,522</u>	<u>963,522</u>	<u>1,092,136</u>
Net Financial Assets, End of Year	<u>\$ 1,001,162</u>	<u>\$ 1,233,386</u>	<u>\$ 963,522</u>

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

R. M. of Garry No. 245
Statement of Cash Flow
For the year ended December 31, 2021

Statement 4

	2021	2020
Cash Provided by (used for) the Following Activities		
Operating:		
Surplus	149,476	132,413
Amortization	143,514	121,628
Loss on disposal of tangible capital assets	7,460	
	<u>300,450</u>	<u>254,041</u>
Change in Assets/Liabilities		
Taxes receivable - municipal	(34,011)	3,074
Other receivables	16,594	(80,592)
Accounts payable	16,607	(1,802)
Stock and supplies for use	15,893	(257)
Cash Provided by Operating Transactions	<u>315,533</u>	<u>174,464</u>
Capital:		
Acquisition of capital assets	(57,868)	(382,398)
Proceeds from the disposal of capital assets	11,389	
Cash Applied to Capital Transactions	<u>(46,479)</u>	<u>(382,398)</u>
Investing:		
Additions to long-term investments	<u>(6,140)</u>	<u>(4,586)</u>
Financing:		
Long-term debt issued		200,000
Long-term debt repaid	(65,088)	(21,264)
Cash Provided by (Applied to) Financing Transactions	<u>(65,088)</u>	<u>178,736</u>
Change in Cash and Temporary Investments During the Year	197,826	(33,784)
Cash and temporary investments, beginning of year	<u>880,360</u>	<u>914,144</u>
Cash and Temporary Investments, End of Year	<u>\$ 1,078,186</u>	<u>\$ 880,360</u>

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

1. 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 are as follows:

(a) 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.

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

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

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

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

(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.

R. M. of Garry No. 245
Notes to Financial Statements
For the year ended December 31, 2021

1. Significant Accounting Policies - continued

(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.

(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) Investments

Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment. Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment. The long-term investments in the Saskatchewan Association of Rural Municipalities Self-Insurance Fund are accounted for on the equity basis.

(i) Inventories

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

(j) Tangible capital assets

All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Initial costs for tangible capital assets that were acquired and developed prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant inflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of contribution. The tangible capital assets that are recognized at a nominal value are disclosed in schedule 6. The cost of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. The municipality's tangible capital asset useful lives are estimated as follows:

Assets	Useful Life
General Assets	
Land	indefinite
Buildings	50 years
Vehicles	15 years
Mobile equipment	15 years
Linear assets	25-60 years

R. M. of Garry No. 245
Notes to Financial Statements
For the year ended December 31, 2021

1. Significant Accounting Policies - continued

(k) 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.

(l) Works of art

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.

(m) Capitalization of interest

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

(n) Leases

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

(o) Employee benefit plans

Contributions to the municipality's defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the municipality's obligations are limited to their contributions.

(p) Revenue

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

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

R. M. of Garry No. 245
Notes to Financial Statements
For the year ended December 31, 2021

1. Significant Accounting Policies - continued

(q) 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 revenue and expenditures during the period. Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

The measurement of materials and supplies are based on estimates of volume and quality.

The opening asset costs of tangible capital assets have been estimated where actual costs were not available.

Amortization is based on the estimated useful lives of tangible capital assets.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary, they are reported in earnings in the periods in which they become known.

(r) Basis of segmentation/segment report

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

The segments (functions) are as follows:

General government: provides for the administration of the municipality.

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

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

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

Planning and development: provides for neighbourhood development and sustainability.

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

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

(s) Budget information

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on May 11, 2021.

R. M. of Garry No. 245
Notes to Financial Statements
For the year ended December 31, 2021

1. Significant Accounting Policies - continued

(t) New standards and amendments to standards

Effective for fiscal years beginning on or after April 1, 2022:

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

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

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

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

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

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

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

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

R. M. of Garry No. 245
Notes to Financial Statements
For the year ended December 31, 2021

	2021	2020
2. Cash and Temporary Investments		
Cash	1,058,915	861,089
Temporary investments	<u>19,271</u>	<u>19,271</u>
Total Cash and Temporary Investments	<u>\$ 1,078,186</u>	<u>\$ 880,360</u>

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

	2021	2020
3. Taxes and Grants In Lieu Receivable		
Municipal - current	57,766	48,994
Municipal - arrears	<u>45,828</u>	<u>20,589</u>
	103,594	69,583
Less: Allowance for uncollectibles	<u>631</u>	<u>631</u>
Total municipal taxes receivable	<u>102,963</u>	<u>68,952</u>
School - current	13,501	9,920
School - arrears	<u>7,293</u>	<u>3,793</u>
Total school taxes receivable	<u>20,794</u>	<u>13,713</u>
Other	<u>698</u>	<u>700</u>
Total taxes and grants in lieu receivable	124,455	83,365
Less: Taxes receivable to be collected on behalf of other organizations	<u>21,492</u>	<u>14,413</u>
Municipal and Grants In Lieu Taxes Receivable	<u>\$ 102,963</u>	<u>\$ 68,952</u>
4. Other Accounts Receivable		
Provincial government	61,981	61,876
Trade	9,646	20,580
Other	<u>19,942</u>	<u>25,707</u>
Net Other Accounts Receivable	<u>\$ 91,569</u>	<u>\$ 108,163</u>
5. Land for Resale		
Tax title property	17,501	17,501
Less: Allowance for market value adjustment	<u>11,724</u>	<u>11,724</u>
Total Land for Resale	<u>\$ 5,777</u>	<u>\$ 5,777</u>
6. Long-Term Investments		
Sask. Assoc. of Rural Municipalities - Self-Insurance Fund	<u>\$ 88,205</u>	<u>\$ 82,065</u>

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

R. M. of Garry No. 245
Notes to Financial Statements
For the year ended December 31, 2021

7. Bank Indebtedness

Credit arrangements:

At 2021, the municipality had lines of credit totaling 100,000, none of which were drawn. The following has been collateralized in connection with this line-of-credit:

- general security agreement

8. Long-Term Debt

The debt limit of the municipality for 2022 is \$770,658. 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).

- (a) Bank loan is repayable in blended monthly payments of \$5,865 including interest at 3.55%. The loan with the Cornerstone Credit Union matures August 1, 2023. The loan is due on demand. The loan is secured by the 2019 Caterpillar Grader purchased.

Future principal repayments are estimated as follows:

	Principal	Interest	2021 Total	2020 Total
2021				70,376
2022	67,431	2,945	70,376	70,376
2023	<u>46,217</u>	<u>617</u>	<u>46,834</u>	<u>46,848</u>
	<u>\$ 113,648</u>	<u>\$ 3,562</u>	<u>\$ 117,210</u>	<u>\$ 187,600</u>

R. M. of Garry No. 245
Notes to Financial Statements
For the year ended December 31, 2021

9. Employee Benefit Plans

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

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

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

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

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

Contributions to the plan during the year were as follows:

Benefit expense	\$ 18,838	\$ 18,555
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As per the most recently audited financial statements dated December 31, 2020, the plan surplus is \$838,900,000.

10. Contingent Liabilities

The municipality is contingently liable under terms of the Saskatchewan Association of Rural Municipalities Self-Insurance Plan for its proportionate share of claims and future claims in excess of the Plan's reserve fund.

R. M. of Garry No. 245Schedule of Taxes and Other Unconditional Revenue
For the year ended December 31, 2021

Schedule 1

	2021 Budget	2021 Actual	2020 Actual
Taxes			
General municipal tax levy	723,670	722,017	713,935
Abatements and adjustments			(854)
Discount on current year taxes	(24,000)	(25,678)	(24,110)
Net municipal taxes	699,670	696,339	688,971
Penalties on tax arrears	5,070	6,217	5,427
Other	1,200	8,281	1,161
Total Taxes	705,940	710,837	695,559
Unconditional Grants			
Equalization (revenue sharing)	354,100	354,104	358,171
Safe Restart Program			21,714
Total Unconditional Grants	354,100	354,104	379,885
Grants In Lieu of Taxes			
Provincial			
SaskTel		1,440	1,829
Sask Environment	11,590	9,687	9,760
Total Grants In Lieu of Taxes	11,590	11,127	11,589
Total Taxes and Other Unconditional Revenue	\$ 1,071,630	\$ 1,076,068	\$ 1,087,033

R. M. of Garry No. 245Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2021

Schedule 2-1

	2021 Budget	2021 Actual	2020 Actual
General Government Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Sales of supplies	1,250	1,420	1,080
Other	500	7,495	5,136
Total Fees and Charges	1,750	8,915	6,216
Investment income and commissions	5,200	3,300	5,459
Total Other Segmented Revenue	6,950	12,215	11,675
Total General Government Services	\$ 6,950	\$ 12,215	\$ 11,675
Transportation Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Custom work		3,213	335
Gravel extraction	5,000	5,948	5,679
Other			600
Road maintenance and restoration agreement	2,000	31,628	1,823
Total Fees and Charges	7,000	40,789	8,437
Tangible capital asset proceeds - gain (loss)		(18,438)	
Total Other Segmented Revenue	7,000	22,351	8,437
Total Operating	7,000	22,351	8,437
Capital			
Conditional Grants			
Gas tax	11,700	44,353	32,214
Clearing the Path Maintenance Grant	54,240	54,240	54,240
Municipal Economic Enhancement Program			52,317
Total Capital	65,940	98,593	138,771
Total Transportation Services	\$ 72,940	\$ 120,944	\$ 147,208
Environmental and Public Health Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Sale of supplies	1,100	3,709	1,174
Total Other Segmented Revenue	1,100	3,709	1,174
Conditional Grants			
Sask. Water Corporation	1,000	4,725	1,043
Pest control	7,000	6,967	5,753
Total Conditional Grants	8,000	11,692	6,796
Total Environmental and Public Health Services	\$ 9,100	\$ 15,401	\$ 7,970

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

R. M. of Garry No. 245Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2021

Schedule 2-2

	2021 Budget	2021 Actual	2020 Actual
Planning and Development Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Rentals	3,750	3,750	3,750
Tangible capital asset proceeds		10,978	
Total Other Segmented Revenue	<u>3,750</u>	<u>14,728</u>	<u>3,750</u>
Total Planning and Development Services	<u>\$ 3,750</u>	<u>\$ 14,728</u>	<u>\$ 3,750</u>
Recreation and Cultural Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Community hall fees	400	210	622
Total Other Segmented Revenue	<u>400</u>	<u>210</u>	<u>622</u>
Total Recreation and Cultural Services	<u>\$ 400</u>	<u>\$ 210</u>	<u>\$ 622</u>
Utility Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Water	4,300	5,365	4,196
Total Other Segmented Revenue	<u>4,300</u>	<u>5,365</u>	<u>4,196</u>
Total Utility Services	<u>\$ 4,300</u>	<u>\$ 5,365</u>	<u>\$ 4,196</u>
Total Operating and Capital Revenue by Function	<u>\$ 97,440</u>	<u>\$ 168,863</u>	<u>\$ 175,421</u>
Summary			
Total Other Segmented Revenue	23,500	58,578	29,854
Total Conditional Grants	8,000	11,692	6,796
Total Capital Grants and Contributions	<u>65,940</u>	<u>98,593</u>	<u>138,771</u>
Total Operating and Capital Revenue by Function	<u>\$ 97,440</u>	<u>\$ 168,863</u>	<u>\$ 175,421</u>

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part of these financial statements.*

R. M. of Garry No. 245
Total Expenses by Function
For the year ended December 31, 2021

Schedule 3-1

	2021 Budget	2021 Actual	2020 Actual
General Government Services			
Council remuneration and travel	31,990	31,066	42,579
Wages and benefits	79,000	78,370	76,040
Professional/Contractual services	20,170	27,431	20,655
Utilities	5,570	5,607	4,820
Maintenance, materials and supplies	12,630	11,834	12,509
Amortization	1,260	1,256	1,256
Insurance	50	3,425	2,388
Interest	250	196	866
Other	150	80	100
	<u> </u>	<u> </u>	<u> </u>
Total General Government Services	\$ 151,070	\$ 159,265	\$ 161,213
	<u> </u>	<u> </u>	<u> </u>
Protective Services			
Police protection			
Professional/Contractual services	17,530	18,003	17,532
Fire protection			
Contractual services	460	455	455
Grants and contributions - operating	12,360	12,354	12,548
Grants and contributions - capital	5,840	7,158	
	<u> </u>	<u> </u>	<u> </u>
Total Protective Services	\$ 36,190	\$ 37,970	\$ 30,535
	<u> </u>	<u> </u>	<u> </u>
Transportation Services			
Wages and benefits	227,660	210,022	229,148
Professional/Contractual services	64,500	38,232	20,950
Utilities	18,620	16,844	15,794
Maintenance, materials and supplies	5,360	6,624	11,079
Gravel	308,500	276,985	361,634
Machinery costs/fuel/blades	100,200	108,718	101,055
Culverts/drainage - maintenance	7,500	37,268	14,418
Amortization	137,210	135,976	114,011
Interest	5,500	5,293	2,196
Other	50	27	19
	<u> </u>	<u> </u>	<u> </u>
Total Transportation Services	\$ 875,100	\$ 835,989	\$ 870,304
	<u> </u>	<u> </u>	<u> </u>

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part of these financial statements.*

R. M. of Garry No. 245
Total Expenses by Function
For the year ended December 31, 2021

Schedule 3-2

	2021 Budget	2021 Actual	2020 Actual
Environmental and Public Health Services			
Professional/Contractual services	8,500	7,549	7,378
Maintenance, materials and supplies	20,170	14,200	19,667
Grants and contributions - operating	<u>1,000</u>	<u>500</u>	<u>1,000</u>
Total Environmental and Public Health Services	<u>\$ 29,670</u>	<u>\$ 22,249</u>	<u>\$ 28,045</u>
Planning and Development Services			
Professional/Contractual services	9,380	9,383	9,383
Maintenance, materials and supplies		92	
Amortization			<u>79</u>
Total Planning and Development Services	<u>\$ 9,380</u>	<u>\$ 9,475</u>	<u>\$ 9,462</u>
Recreation and Cultural Services			
Wages and benefits	300	316	250
Utilities	3,790	2,985	3,527
Maintenance, materials and supplies	400	2,207	442
Amortization	6,200	6,196	6,196
Insurance	500	643	643
Libraries	<u>4,900</u>	<u>4,896</u>	<u>4,896</u>
Total Recreation and Cultural Services	<u>\$ 16,090</u>	<u>\$ 17,243</u>	<u>\$ 15,954</u>
Utility Services			
Wages and benefits	6,600	7,006	6,575
Professional/Contractual services	950	488	1,428
Utilities	2,630	2,338	2,542
Maintenance, materials and supplies	1,400	1,288	1,897
Grants and contributions - operating	2,000	2,058	2,000
Amortization	90	86	86
Other	<u>260</u>		
Total Utility Services	<u>\$ 13,930</u>	<u>\$ 13,264</u>	<u>\$ 14,528</u>
Total Expenses by Function	<u>\$ 1,131,430</u>	<u>\$ 1,095,455</u>	<u>\$ 1,130,041</u>

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part of these financial statements.*

R. M. of Garry No. 245
Schedule of Segment Disclosure by Function
For the year ended December 31, 2021

Schedule 4

	General Government	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Utilities Services	Total
Revenues - schedule 2								
Fees and charges	8,915		40,789	3,709	3,750	210	5,365	62,738
Tangible capital asset sales - gain (loss)			(18,438)		10,978			(7,460)
Investment income and commissions	3,300							3,300
Grants - conditional				11,692				11,692
Grants - capital			98,593					98,593
Total Revenues	12,215	0	120,944	15,401	14,728	210	5,365	168,863
Expenses - schedule 3								
Wages and benefits	78,370		210,022			316	7,006	295,714
Professional/contractual services	58,497	18,458	38,232	7,549	9,383		488	132,607
Utilities	5,607		16,844			2,985	2,338	27,774
Maintenance materials and supplies	11,834		283,609	14,200	92	2,207	1,288	313,230
Machinery costs/fuel/blades			108,718					108,718
Culverts/drainage			37,268					37,268
Grants and contributions		19,512		500			2,058	22,070
Amortization	1,256		135,976			6,196	86	143,514
Insurance	3,425					643		4,068
Libraries						4,896		4,896
Interest	196		5,293					5,489
Other	80		27					107
Total Expenses	159,265	37,970	835,989	22,249	9,475	17,243	13,264	1,095,455
Surplus (Deficit) by Function	\$(147,050)	\$(37,970)	\$(715,045)	\$(6,848)	\$ 5,253	\$(17,033)	\$(7,899)	(926,592)
Taxation and other unconditional revenue - schedule 1								1,076,068
Net Surplus								\$ 149,476

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

R. M. of Garry No. 245
Schedule of Segment Disclosure by Function
For the year ended December 31, 2020

Schedule 5

	General Government	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Utilities Services	Total
Revenues - schedule 2								
Fees and charges	6,216		8,437	1,174	3,750	622	4,196	24,395
Investment income and commissions	5,459							5,459
Grants - conditional				6,796				6,796
Grants - capital			138,771					138,771
Total Revenues	<u>11,675</u>	<u>0</u>	<u>147,208</u>	<u>7,970</u>	<u>3,750</u>	<u>622</u>	<u>4,196</u>	<u>175,421</u>
Expenses - schedule 3								
Wages and benefits	76,040		229,148			250	6,575	312,013
Professional/contractual services	63,234	17,987	20,950	7,378	9,383		1,428	120,360
Utilities	4,820		15,794			3,527	2,542	26,683
Maintenance materials and supplies	12,509		372,713	19,667		442	1,897	407,228
Machinery costs/fuel/blades			101,055					101,055
Culverts/drainage			14,418					14,418
Grants and contributions		12,548		1,000			2,000	15,548
Amortization	1,256		114,011		79	6,196	86	121,628
Insurance	2,388					643		3,031
Libraries						4,896		4,896
Interest	866		2,196					3,062
Other	100		19					119
Total Expenses	<u>161,213</u>	<u>30,535</u>	<u>870,304</u>	<u>28,045</u>	<u>9,462</u>	<u>15,954</u>	<u>14,528</u>	<u>1,130,041</u>
Surplus (Deficit) by Function	<u>\$ (149,538)</u>	<u>\$ (30,535)</u>	<u>\$ (723,096)</u>	<u>\$ (20,075)</u>	<u>\$ (5,712)</u>	<u>\$ (15,332)</u>	<u>\$ (10,332)</u>	<u>(954,620)</u>
Taxation and other unconditional revenue - schedule 1								<u>1,087,033</u>
Net Surplus								<u>\$ 132,413</u>

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part of these financial statements.*

R. M. of Garry No. 245
Schedule of Tangible Capital Assets by Object
For the year ended December 31, 2021

Schedule 6

	2021							2020
	General Assets					Infrastruct. Assets	General/ Infrastruct. Assets under Constr.	Total
	Land	Land Improve.	Buildings	Vehicles	Machinery & Equipment	Linear Assets		Total
Asset Cost								
Opening Asset Cost	100,958	0	424,330	0	1,364,724	4,273,266	0	6,163,278
Additions during the year					23,956	33,912		57,868
Disposals and write-down during the year			3,971			73,744		77,715
Closing Asset Costs	<u>100,958</u>	<u>0</u>	<u>420,359</u>	<u>0</u>	<u>1,388,680</u>	<u>4,233,434</u>	<u>0</u>	<u>6,143,431</u>
Accumulated Amortization Cost								
Opening Accumulated Amortization Costs	0	0	285,689	0	277,852	3,282,970	0	3,846,511
Add: Amortization taken			8,243		86,583	48,688		143,514
Less: Accumulated amortization on disposals			3,560			55,306		58,866
Closing Accumulated Amortization Costs	<u>0</u>	<u>0</u>	<u>290,372</u>	<u>0</u>	<u>364,435</u>	<u>3,276,352</u>	<u>0</u>	<u>3,931,159</u>
Net Book Value	<u>\$ 100,958</u>	<u>\$ 0</u>	<u>\$ 129,987</u>	<u>\$ 0</u>	<u>\$ 1,024,245</u>	<u>\$ 957,082</u>	<u>\$ 0</u>	<u>\$ 2,212,272</u>

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part of these financial statements.*

R. M. of Garry No. 245
Schedule of Tangible Capital Assets by Function
For the year ended December 31, 2021

Schedule 7

	2021							2020	
	General Government	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Water & Sewer	Total	Total
Asset Cost									
Opening Asset Cost	78,426	0	5,766,787	0	3,971	309,783	4,311	6,163,278	5,780,880
Additions during the year			57,868					57,868	382,398
Disposals and write-down during the year			(73,744)		(3,971)			(77,715)	
Closing Asset Costs	78,426	0	5,750,911	0	0	309,783	4,311	6,143,431	6,163,278
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	20,389	0	3,589,405	0	3,560	229,252	3,905	3,846,511	3,724,883
Add: Amortization taken	1,256		135,976			6,196	86	143,514	121,628
Less: Accumulated amortization on disposals			55,306		3,560			58,866	
Closing Accumulated Amortization Costs	21,645	0	3,670,075	0	0	235,448	3,991	3,931,159	3,846,511
Net Book Value	\$ 56,781	\$ 0	\$ 2,080,836	\$ 0	\$ 0	\$ 74,335	\$ 320	\$ 2,212,272	\$ 2,316,767

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R. M. of Garry No. 245
Schedule of Accumulated Surplus
For the year ended December 31, 2021

Schedule 8

	2020	Changes	2021
Unappropriated Surplus	<u>1,188,181</u>	<u>188,883</u>	<u>1,377,064</u>
Appropriated Surplus			
Other			
Fire	<u>16,763</u>	<u>0</u>	<u>16,763</u>
Net Investments in Tangible Capital Assets			
Tangible capital assets - schedule 6	2,316,767	(104,495)	2,212,272
Less: Related debt	<u>178,736</u>	<u>(65,088)</u>	<u>113,648</u>
Net Investment in Tangible Capital Assets	<u>2,138,031</u>	<u>(39,407)</u>	<u>2,098,624</u>
Total Accumulated Surplus	<u>\$ 3,342,975</u>	<u>\$ 149,476</u>	<u>\$ 3,492,451</u>

R. M. of Garry No. 245
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	106,135,165	3,632,910		62,020	20,230	109,850,325
Regional Park Assessment						
Total Assessment						109,850,325
Mill Rate Factor(s)	1.000	1.000		1.000	1.0000	
Total Base/Minimum Tax (generated for each property class)		12,600			200	12,800
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	689,879	31,443		403	292	722,017
Mill Rates:		Mills				
Average Municipal*		6.5727				
Average School*		1.4653				
Potash Mill Rate						
Uniform Municipal Mill Rate		6.5000				

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

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part of these financial statements.*

R. M. of Garry No. 245
Schedule of Council Remuneration
For the year ended December 31, 2021

Schedule 10

Name	Remuneration	Reimbursed Costs	Total
Allan Polegi	8,060	1,204	9,264
Anthony Chambers	5,330	2,781	8,111
Kenneth Smuk	4,420	605	5,025
Brian Schmidt	4,940	2,420	7,360
Tim Polegi	3,380	1,582	4,962
Peter Vogel	6,500	2,035	8,535
John Zuchkan	4,420	972	5,392
	<u>\$ 37,050</u>	<u>\$ 11,599</u>	<u>\$ 48,649</u>

Transactions with these related parties are in the normal course of operations and are settled on normal trade terms.