

VILLAGE OF HARRIS

Auditor's Report

Financial Statements

December 31, 2021

MANAGEMENT'S RESPONSIBILITY

To the Ratepayers of
Village of Harris :

Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. The preparation of the statements necessarily includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgments and estimates by management is required.

In discharging its responsibilities for the integrity and fair presentation of the 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 Village. The Council is responsible for overseeing management in the performance of its financial reporting responsibilities. The Council fulfils these responsibilities by reviewing the financial information prepared by the administration and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the Village's external auditors.

Jensen Stromberg Chartered Professional Accountants, an independent firm of Chartered Professional Accountants, is appointed by the Council to audit the financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Council and administration to discuss their audit findings.



Mayor



Administrator

INDEPENDENT AUDITOR'S REPORT

To the **Mayor and Council of Village of Harris**

Report on the Financial Statements

Opinion

We have audited the financial statements of **Village of Harris**, which comprise the statement of financial position as at **December 31, 2021** and the statements of financial activities, changes in net financial assets, and changes in financial position for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements, present fairly, in all material respects, the financial position of the Village as at **December 31, 2021** and its financial performance and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Village 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 these 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 Village's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and the use of the going concern basis of accounting unless management either intends to liquidate the Village or cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibility 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 auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these 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 Village'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 Village's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements, or if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Village to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

Saskatoon, Saskatchewan
April 13, 2022


Chartered Professional Accountants

VILLAGE OF HARRIS
STATEMENT OF FINANCIAL POSITION

Statement 1

December 31, 2021
with comparative figures for 2020

	<u>2021</u>	<u>2020</u>
	<u>ASSETS</u>	
Financial assets:		
Cash and temporary investments (Note 2)	\$ 459,723	416,149
Taxes receivable - Municipal (Note 3)	36,185	21,432
Other accounts receivable (Note 4)	22,255	8,798
Land for re-sale (Note 5)	1,100	3,009
Long-term investments (Note 6)	109,763	105,679
Debt charges recoverable	-	-
Other	-	-
	<hr/>	<hr/>
Total financial assets	629,026	555,067
	<u>LIABILITIES</u>	
Bank indebtedness	-	-
Accounts payable	8,350	5,339
Accrued liabilities payable	-	-
Deposits	-	-
Deferred revenue	564	354
Accrued landfill costs (Note 7)	590,000	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Long-term debt (Note 8)	-	-
Lease obligations	-	-
	<hr/>	<hr/>
Total liabilities	598,914	5,693
NET FINANCIAL ASSETS (DEBT)	30,112	549,374
Non-financial assets:		
Tangible capital assets (Schedule 6, 7)	266,724	272,332
Prepaid and deferred charges	297	298
Stock and supplies	-	-
	<hr/>	<hr/>
Total non-financial assets	267,021	272,630
Accumulated Surplus (Deficit) (Schedule 8)	\$ 297,133	822,004

APPROVED ON BEHALF OF COUNCIL:

_____ Mayor
_____ Councillor

See accompanying notes to the financial statements.

VILLAGE OF HARRIS

Statement 2

STATEMENT OF FINANCIAL ACTIVITIES

Year ended December 31, 2021
with comparative figures for 2020

		<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
Revenues:				
Taxes and other unconditional revenue	(Schedule 1)	\$ 224,506	224,779	198,198
Fees and charges	(Schedule 4, 5)	57,871	62,186	59,445
Conditional grants	(Schedule 4, 5)	2,500	5,000	27,740
Tangible capital asset sales - gain (loss)	(Schedule 4, 5)	-	-	-
Land sales - gain	(Schedule 4, 5)	-	2,614	-
Investment income and commissions	(Schedule 4, 5)	2,500	4,823	5,024
Restructurings	(Schedule 4, 5)	-	-	-
Other revenues	(Schedule 4, 5)	<u>7,155</u>	<u>10,393</u>	<u>7,137</u>
Total Revenues		294,532	309,795	297,544
Expenditures:				
General government services	(Schedule 3)	105,705	107,937	100,717
Protective services	(Schedule 3)	23,433	22,566	18,168
Transportation services	(Schedule 3)	77,192	79,894	73,644
Environmental and public health services	(Schedule 3)	45,080	618,171	33,640
Planning and development services	(Schedule 3)	600	934	585
Recreation and cultural services	(Schedule 3)	8,825	8,691	7,809
Utility services	(Schedule 3)	88,987	26,690	27,602
Restructurings	(Schedule 3)	-	-	-
Total Expenditures		<u>349,822</u>	<u>864,883</u>	<u>262,165</u>
Surplus (deficit) of revenues over expenditures before other capital contributions		<u>(55,290)</u>	<u>(555,088)</u>	<u>35,379</u>
Provincial/Federal capital grants and contributions	(Schedule 4, 5)	<u>11,387</u>	<u>30,217</u>	<u>48,196</u>
Surplus (deficit) of revenues over expenditures		(43,903)	(524,871)	83,575
Accumulated surplus (deficit), beginning of year		<u>822,004</u>	<u>822,004</u>	<u>738,429</u>
Accumulated surplus (deficit), end of year		<u>\$ 778,101</u>	<u>297,133</u>	<u>822,004</u>

See accompanying notes to the financial statements.

VILLAGE OF HARRIS

Statement 3

STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
Surplus (deficit)	\$ (43,903)	(524,871)	83,575
(Acquisition) of tangible capital assets	-	(13,491)	-
Amortization of tangible capital assets	19,224	19,099	21,845
Proceeds on disposal of tangible capital assets	-	-	-
Loss (gain) on disposal of tangible capital assets	-	-	-
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (deficit) of capital expenses over expenditures	<u>19,224</u>	<u>5,608</u>	<u>21,845</u>
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expenses	-	-	-
Consumption of supplies inventories	-	-	-
Use of prepaid expenses	-	1	199
Surplus (deficit) of expenses of other non-financial over expenditures	<u>19,224</u>	<u>1</u>	<u>199</u>
Increase (decrease) in Net Financial Assets	(5,455)	(519,262)	105,619
Net Financial Assets (Debt) - Beginning of the year	<u>549,374</u>	<u>549,374</u>	<u>443,755</u>
Net Financial Assets (Debt) - End of year	\$ <u>543,919</u>	<u>30,112</u>	<u>549,374</u>

See accompanying notes to the financial statements.

VILLAGE OF HARRIS

Statement 4

STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 2021
with comparative figures for 2020

Cash provided by (used in) the following activities:	<u>2021</u>	<u>2020</u>
Operating:		
Surplus (deficit)	\$ (524,871)	83,575
Amortization	19,099	21,845
Loss (gain) on disposal of tangible capital assets	-	-
	<u>(505,772)</u>	<u>105,420</u>
Change in assets/liabilities		
Taxes receivable - Municipal	(14,753)	7,113
Other accounts receivable	(13,456)	(3,667)
Land for re-sale	1,908	(3,009)
Other financial assets	-	-
Accounts and accrued liabilities payable	3,010	1,258
Deposits	-	-
Deferred revenue	210	(193)
Accrued landfill costs	590,000	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Stock and supplies	-	-
Prepayments and deferred charges	1	200
Other	-	-
Net cash from operations	<u>61,148</u>	<u>107,122</u>
Capital:		
Acquisition of capital assets	(13,491)	-
Proceeds from the disposal of capital assets	-	-
Other capital	-	-
Net cash used for capital	<u>(13,491)</u>	<u>-</u>
Investing:		
Long-term investments	(4,083)	(3,947)
Other investments	-	-
Net cash used for investing	<u>(4,083)</u>	<u>(3,947)</u>
Financing activities:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	-	-
Other financing	-	-
Net cash from financing	<u>-</u>	<u>-</u>
Increase (decrease) in cash resources	43,574	103,175
Cash and temporary investments, beginning of year	<u>416,149</u>	<u>312,974</u>
Cash and temporary investments, end of year (Note 2)	\$ <u>459,723</u>	<u>416,149</u>

See accompanying notes to the financial statements.

VILLAGE OF HARRIS
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the municipality are prepared by management in accordance with the local government accounting standards established by the Public Sector Accounting Board. Significant aspects of the accounting policies are as follows:

(a) Basis of Accounting

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

(b) Reporting Entity

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

(c) Collection of funds for other authorities

Collection of funds by the municipality for the school board and conservation and development authorities are collected and remitted in accordance with the relevant legislation. The amounts collected are disclosed in Note 3.

(d) Government Transfers

Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return. Government transfers are recognized as either expenditures or revenues in the period that the events giving rise to the transfer occurred, as long as:

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

Unearned government transfer amounts received but not earned will be recorded as deferred revenue. Earned government transfer amounts not received will be recorded as an amount receivable.

(e) Deferred Revenue - Fees and Charges

Certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred or services performed.

(f) Local Improvement Charges

Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed.

VILLAGE OF HARRIS
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(g) Net-Financial Assets

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

(h) Non-Financial Assets

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

(i) Appropriated Reserves

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

(j) Property Tax Revenue

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

(k) Investments

Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment.

Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment.

(l) Inventories

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

VILLAGE OF HARRIS
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(m) Tangible Capital Assets

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

<u>Asset</u>	<u>Useful Life</u>
<i>General Assets</i>	
Land	Indefinite
Buildings	10 to 50 years
Vehicles and equipment	
Machinery & Equipment	5 to 20 years
<i>Infrastructure Assets</i>	
Water and sewer	8 to 75 years
Road network assets	10 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 Village does not capitalize interest incurred while a tangible capital asset is under construction.

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

(n) Landfill liability

The Village of Harris does not maintain an active waste disposal site. The previous waste disposal site is in the process of being decommissioned. Accrued decommissioning costs are disclosed in Note 7.

VILLAGE OF HARRIS
NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(o) Liability for contaminated sites

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all the following criteria are met:

- a) an environmental standard exists;
- b) contamination exceeds the environmental standard;
- c) the municipality:
 - i. is directly responsible; or
 - ii. accepts responsibility;
- d) it is expected that future economic benefits will be given up; and
- e) a reasonable estimate of the amount can be made.

(p) Employee benefit plans

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

(q) Measurement Uncertainty

The preparation of the financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditures during the period. Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

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

The 'Opening asset costs' of tangible capital assets have been estimated where actual costs were not available. Amortization is based on the estimated useful lives of tangible capital assets.

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

(r) Basis of Segmentation/Segment Report

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

These segments (functions) are as follows:

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

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

VILLAGE OF HARRIS
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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

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

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

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

2. CASH AND TEMPORARY INVESTMENTS

	<u>2021</u>	<u>2020</u>
Cash	\$ 459,723	416,149
Temporary investments	<u>-</u>	<u>-</u>
	<u>\$ 459,723</u>	<u>416,149</u>

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

VILLAGE OF HARRIS
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2021

3. TAXES AND GRANTS IN LIEU RECEIVABLE

	<u>2021</u>	<u>2020</u>
Municipal: - Current	\$ 25,260	6,581
- Arrears	<u>10,925</u>	<u>14,851</u>
	36,185	21,432
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Total municipal taxes receivable	<u>36,185</u>	<u>21,432</u>
School: - Current	4,222	2,080
- Arrears	<u>3,755</u>	<u>5,111</u>
Total school taxes receivable	<u>7,977</u>	<u>7,191</u>
Other: - Current	-	-
- Arrears	<u>-</u>	<u>-</u>
Total other collections receivable	<u>-</u>	<u>-</u>
Total taxes and grants in lieu receivable	44,162	28,623
Deduct taxes receivable to be collected on behalf of other organizations	<u>(7,977)</u>	<u>(7,191)</u>
Total taxes receivable - Municipal	<u>\$ 36,185</u>	<u>21,432</u>

4. OTHER ACCOUNTS RECEIVABLE

	<u>2021</u>	<u>2020</u>
Federal government	\$ 4,856	3,955
Provincial government	1,632	1,496
Local government	11,726	-
Utility	424	132
Trade	3,617	3,215
Other	<u>-</u>	<u>-</u>
Total other accounts receivable	22,255	8,798
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Net other accounts receivable	<u>\$ 22,255</u>	<u>8,798</u>

VILLAGE OF HARRIS
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2021

5. LAND FOR RESALE

	<u>2021</u>	<u>2020</u>
Tax title property	\$ 1,100	3,009
Less: - allowance for market value adjustment	<u>-</u>	<u>-</u>
Net tax title Property	<u>1,100</u>	<u>3,009</u>
Other land	5,900	5,900
Less: - allowance for market value adjustment	<u>(5,900)</u>	<u>(5,900)</u>
Net other land	<u>-</u>	<u>-</u>
Total land for resale	<u>\$ 1,100</u>	<u>3,009</u>

6. LONG-TERM INVESTMENTS

	<u>2021</u>	<u>2020</u>
Prairie Centre Credit Union 5 year term deposit, bearing interest at 4.00%, matures February 21, 2023	\$ <u>109,763</u>	\$ <u>105,679</u>

7. ACCRUED LANDFILL COSTS

In 2021 the Village has accrued an overall liability for environmental matters in the amount of \$590,000 (2020 - \$0) which represents management's best estimate of this liability. By their nature, these estimates are subject to measurement uncertainty and the effect on the financial statements of changes in such estimates in future periods could be significant.

8. LONG-TERM DEBT

The authorized debt limit for the Village is \$177,377. The authorized debt limit for a Village is the total amount of the Village's own source revenues for the preceding year (the *Municipalities Act* section 161(1)). The incremental debt above the debt limit authorized in the *Municipalities Act* is approved by the Saskatchewan Municipal Board.

9. PENSION PLAN

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality pension expense in 2021 was \$5,136 (2020 - \$4,878). The benefits accrued to the municipality's employees from MEPP are calculated using the following: pensionable years of service, highest average salary, and the plan accrual rate.

Based on the latest information available (December 31, 2020 Audited Financial Statements) the Municipal Employees Pension Plan had a surplus in the net assets available for benefits of \$838,900,000. This is based on the most recent actuarial valuation, completed December 31, 2019. The Village's portion of this is not readily determinable.

VILLAGE OF HARRIS
NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

10. RECENT ACCOUNTING PRONOUNCEMENTS

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

Standards Effective On Or After April 1, 2022:

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

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

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

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

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

Standards Effective On Or After April 1, 2023:

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

The Village continues to assess the impacts of the above accounting standards. The extent of impact resulting from the adoption of these standards is not known at this time.

VILLAGE OF HARRIS
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2021

11. BUDGET

The Financial Plan (Budget) adopted by Council on June 2, 2021 was not prepared on a basis consistent with that used to report actual results. The budget was prepared on a modified accrual basis while Public Sector Accounting Standards require a full accrual basis. The budget expensed all tangible capital asset expenditures in addition to amortization expense. The budget also shows transfers to reserves as expenses. As a result, the budget figures presented in the statements of operations and change in net financial assets include the following adjustments:

	<u>2021</u>
Budget net surplus	\$ (9,654)
Add: Transfer to reserves	15,000
Less: Transfer from reserves	<u>(49,249)</u>
Budget surplus per statement of operations	\$ <u>(43,903)</u>

VILLAGE OF HARRIS

SCHEDULE OF TAXES AND OTHER UNCONDITIONAL REVENUES

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
TAXES			
General municipal tax levy	\$ 166,379	166,087	127,382
Abatements and adjustments	-	-	(563)
Discount on current year taxes	<u>(4,600)</u>	<u>(6,066)</u>	<u>(4,769)</u>
Net municipal taxes	161,779	160,021	122,050
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	1,000	2,684	2,688
Special tax levy	-	-	-
Other	-	-	-
Total Taxes	<u>162,779</u>	<u>162,705</u>	<u>124,738</u>
UNCONDITIONAL GRANTS			
Revenue sharing	45,325	45,325	45,719
Organized Hamlet	-	-	-
Other (Safe restart)	-	-	11,513
Total Unconditional Grants	<u>45,325</u>	<u>45,325</u>	<u>57,232</u>
GRANTS IN LIEU OF TAXES			
Federal	-	-	-
Provincial			
Provincial - S.P.C. Electrical	-	-	-
Sask. Energy Gas	-	-	-
TransGas	-	-	-
Central Services	-	-	-
Sasktel	402	402	345
Other	-	-	-
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Local/Other	-	-	-
Other Government Transfers			
S.P.C. Surcharge	10,200	11,071	10,167
Sask Energy Surcharge	5,800	5,276	5,716
Other	-	-	-
Total Grants in Lieu of Taxes	<u>16,402</u>	<u>16,749</u>	<u>16,228</u>
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	<u>\$ 224,506</u>	<u>224,779</u>	<u>198,198</u>

See accompanying notes to the financial statements.

VILLAGE OF HARRIS

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ -	-	-
Sales of supplies	20	-	-
Other (Donations, dog licenses, misc)	905	3,169	1,327
Total Fees and Charges	925	3,169	1,327
Tangible capital asset sales - gain (loss)	-	-	-
Land sales - gain	-	2,614	-
Investment income and commissions	2,500	4,823	5,024
Other Segmented Revenue	-	-	-
Total other segmented revenue	3,425	10,606	6,351
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	3,425	10,606	6,351
Capital			
Conditional Grants			
Canadian Community Building Fund	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total General Government Services	3,425	10,606	6,351
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Fire charges	6,500	12,467	7,825
Other	-	-	-
Total Fees and Charges	6,500	12,467	7,825
Tangible capital asset sales - gain (loss)	-	-	-
Other Segmented Revenue	-	-	-
Total other segmented revenue	6,500	12,467	7,825
Conditional Grants			
Student employment	-	-	-
Local government	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	6,500	12,467	7,825
Capital			
Conditional Grants			
Canadian Community Building Fund	-	-	-
Provincial - Disaster Assistance	-	-	-
Local government	-	-	-
Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Protective Services	6,500	12,467	7,825

See accompanying notes to the financial statements.

VILLAGE OF HARRIS

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ -	-	90
Sales of supplies and gravel	-	-	-
Road maintenance and restoration agreements	-	-	-
Other (Rentals, snow removal)	600	875	655
Total Fees and Charges	600	875	745
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	600	875	745
Conditional Grants			
Federal - Primary Weight Corridor	-	-	-
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	600	875	745
Capital			
Conditional Grants			
Canadian Community Building Fund	-	-	-
MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Transportation Services	600	875	745
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Waste and disposal charges	12,370	7,548	12,094
Other (Cemetery fees)	224	24	252
Total Fees and Charges	12,594	7,572	12,346
Tangible capital asset sales - gain (loss)	-	-	-
Other (MMSW)	3,400	6,638	3,382
Total other segmented revenue	15,994	14,210	15,728
Conditional Grants			
Student employment	-	-	-
TAPD	-	-	-
Local government	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	15,994	14,210	15,728
Capital			
Conditional Grants			
Canadian Community Building Fund	-	-	-
TAPD	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Environmental and Public Health Services Services	15,994	14,210	15,728

See accompanying notes to the financial statements.

VILLAGE OF HARRIS

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Maintenance and development charges	\$ 100	200	100
Other	-	-	-
Total Fees and Charges	100	200	100
Tangible capital asset sales - gain (loss)	-	-	-
Other Segmented Revenue	-	-	-
Total other segmented revenue	100	200	100
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	100	200	100
Capital			
Conditional Grants			
Canadian Community Building Fund	-	-	-
Provincial - Disaster Assistance	-	-	-
Other (Photo speed enforcement (2020 -Crystal Beach Regional Park))	-	6,700	31,115
Total Capital	-	6,700	31,115
Restructuring Revenue	-	-	-
Total Planning and Development Services	100	6,900	31,215
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Other RM Rink share	652	652	652
Total Fees and Charges	652	652	652
Tangible capital asset sales - gain (loss)	-	-	-
Other Segmented Revenue (Sask Lotteries)	3,755	3,755	3,755
Total other segmented revenue	4,407	4,407	4,407
Conditional Grants			
Student Employment	-	-	-
Local government	-	-	-
Donations	-	-	-
Other (Community Rink Affordability Grant)	2,500	5,000	-
Total Conditional Grants	2,500	5,000	-
Total Operating	6,907	9,407	4,407
Capital			
Conditional Grants			
Canadian Community Building Fund	-	-	-
Capital	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Recreation and Cultural Services	6,907	9,407	4,407

See accompanying notes to the financial statements.

VILLAGE OF HARRIS

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Water	\$ 23,000	23,474	22,917
Sewer	13,200	12,950	13,220
Other (Interest. deposits)	300	827	313
Total Fees and Charges	36,500	37,251	36,450
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	36,500	37,251	36,450
Conditional Grants			
Student employment	-	-	-
Other (Municipal Economic Enhancement Program)	-	-	27,740
Total Conditional Grants	-	-	27,740
Total Operating	36,500	37,251	64,190
Capital			
Conditional Grants			
Canadian Community Building Fund	11,387	23,517	17,081
New Building Canada Fund (SCF, NRP)	-	-	-
Clean Water and Wastewater Fund	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	11,387	23,517	17,081
Restructuring Revenue	-	-	-
Total Utility Services	47,887	60,768	81,271
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	<u>\$ 81,413</u>	<u>115,233</u>	<u>147,542</u>
SUMMARY			
Total Other Segmented Revenue	\$ 67,526	80,016	71,606
Total Conditional Grants	2,500	5,000	27,740
Total Capital Grants and Contributions	11,387	30,217	48,196
Restructuring Revenue	-	-	-
TOTAL REVENUE BY FUNCTION	<u>\$ 81,413</u>	<u>115,233</u>	<u>147,542</u>

See accompanying notes to the financial statements.

VILLAGE OF HARRIS

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 8,900	8,900	8,900
Wages and benefits	67,886	69,257	65,772
Professional/Contractual services	18,119	18,013	17,483
Utilities	4,655	4,665	4,391
Maintenance, materials, and supplies	3,700	6,072	4,304
Grants and contributions	75	65	57
-operating			
-capital	-	-	-
Amortization	-	-	-
Interest	450	472	446
Allowance for uncollectibles	-	-	(1,864)
Other (Election, tax enforcement)	1,920	493	1,228
General Government Services	<u>105,705</u>	<u>107,937</u>	<u>100,717</u>
Restructuring	-	-	-
Total General Government Services	<u>105,705</u>	<u>107,937</u>	<u>100,717</u>
PROTECTIVE SERVICES			
Police protection			
Wages and benefits	-	-	-
Professional/Contractual services	9,296	9,545	9,296
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions	-	-	-
-operating			
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Fire protection			
Wages and benefits	550	662	356
Professional/Contractual services	931	931	693
Utilities	3,983	4,437	2,209
Maintenance, materials, and supplies	6,764	5,082	3,705
Grants and contributions	-	-	-
-operating			
-capital	-	-	-
Amortization	1,909	1,909	1,909
Interest	-	-	-
Other	-	-	-
Protective Services	<u>23,433</u>	<u>22,566</u>	<u>18,168</u>
Restructuring	-	-	-
Total Protective Services	<u>23,433</u>	<u>22,566</u>	<u>18,168</u>
TRANSPORTATION SERVICES			
Wages and benefits	7,450	8,089	4,913
Professional/Contractual services	41,959	48,685	36,429
Utilities	6,800	6,242	6,754
Maintenance, materials, and supplies	6,700	8,470	14,372
Gravel	750	-	21
Grants and contributions	5,000	-	-
-operating			
-capital	-	-	-
Amortization	8,533	8,408	11,155
Interest	-	-	-
Other	-	-	-
Transportation Services	<u>77,192</u>	<u>79,894</u>	<u>73,644</u>
Restructuring	-	-	-
Total Transportation Services	<u>77,192</u>	<u>79,894</u>	<u>73,644</u>

See accompanying notes to the financial statements.

VILLAGE OF HARRIS

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
ENVIRONMENTAL SERVICES			
Wages and benefits	\$ 16,440	12,963	14,998
Contractual services	6,340	13,147	15,690
Utilities	-	-	-
Maintenance, materials, and supplies	7,200	969	1,708
Grants and contributions			
-operating			
Waste disposal	-	-	-
Public health	100	1,092	1,244
-capital			
Waste disposal	-	-	-
Public health	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other (Landfill decommissioning)	15,000	590,000	-
Environmental and Public Health Services	<u>45,080</u>	<u>618,171</u>	<u>33,640</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Environmental and Public Health Services	<u>45,080</u>	<u>618,171</u>	<u>33,640</u>
PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	-	-	-
Professional/Contractual services	-	-	-
Grants and contributions			
-operating	600	934	585
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Planning and Development Services	<u>600</u>	<u>934</u>	<u>585</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Planning and Development Services	<u>600</u>	<u>934</u>	<u>585</u>
RECREATION AND CULTURAL SERVICES			
Wages and benefits	-	-	-
Professional/Contractual services	1,570	1,554	1,554
Utilities	-	-	-
Maintenance, materials, and supplies	1,000	882	-
Grants and contributions			
-operating	6,255	6,255	6,255
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	-	-
Recreation and Cultural Services	<u>8,825</u>	<u>8,691</u>	<u>7,809</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Recreation and Cultural Services	<u>8,825</u>	<u>8,691</u>	<u>7,809</u>

See accompanying notes to the financial statements.

VILLAGE OF HARRIS
TOTAL EXPENSES BY FUNCTION
Year ended December 31, 2021
 with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
UTILITY SERVICES			
Wages and benefits	\$ -	-	-
Professional/Contractual services	59,500	6,628	2,097
Utilities	5,900	5,881	5,811
Maintenance, materials, and supplies	14,805	5,399	10,912
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	8,782	8,782	8,782
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	-	-
Utility Services	<u>88,987</u>	<u>26,690</u>	<u>27,602</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Utility Services	<u>88,987</u>	<u>26,690</u>	<u>27,602</u>
 TOTAL EXPENDITURES BY FUNCTION	 <u>\$ 349,822</u>	 <u>864,883</u>	 <u>262,165</u>

See accompanying notes to the financial statements.

VILLAGE OF HARRIS

Schedule 4

SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2021

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and charges	\$ 3,169	12,467	875	7,572	200	652	37,251	62,186
Tangible capital asset sales - Gain (loss)	-	-	-	-	-	-	-	-
Land sales - Gain (loss)	2,614	-	-	-	-	-	-	2,614
Investment income and commissions	4,823	-	-	-	-	-	-	4,823
Other revenues	-	-	-	6,638	-	3,755	-	10,393
Grants - Conditional	-	-	-	-	-	5,000	-	5,000
Grants - Capital	-	-	-	-	6,700	-	23,517	30,217
Restructurings	-	-	-	-	-	-	-	-
Total revenues	<u>10,606</u>	<u>12,467</u>	<u>875</u>	<u>14,210</u>	<u>6,900</u>	<u>9,407</u>	<u>60,768</u>	<u>115,233</u>
Expenses (Schedule 3)								
Wages & Benefits	78,157	662	8,089	12,963	-	-	-	99,871
Professional/Contractual Services	18,013	10,476	48,685	13,147	-	1,554	6,628	98,503
Utilities	4,665	4,437	6,242	-	-	-	5,881	21,225
Maintenance, materials and supplies	6,072	5,082	8,470	969	-	882	5,399	26,874
Grants and contributions	65	-	-	1,092	934	6,255	-	8,346
Amortization	-	1,909	8,408	-	-	-	8,782	19,099
Interest	472	-	-	-	-	-	-	472
Allowance for uncollectibles	-	-	-	-	-	-	-	-
Other	493	-	-	590,000	-	-	-	590,493
Restructurings	-	-	-	-	-	-	-	-
Total expenses	<u>107,937</u>	<u>22,566</u>	<u>79,894</u>	<u>618,171</u>	<u>934</u>	<u>8,691</u>	<u>26,690</u>	<u>864,883</u>
Surplus (deficit) by function	(97,331)	(10,099)	(79,019)	(603,961)	5,966	716	34,078	(749,650)
Taxation and other unconditional revenue (Schedule 1)								<u>224,779</u>
Net Surplus (Deficit)								<u>\$ (524,871)</u>

See accompanying notes to the financial statements.

VILLAGE OF HARRIS

Schedule 5

SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2020

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and charges	\$ 1,327	7,825	745	12,346	100	652	36,450	59,445
Tangible capital asset sales - Gain (loss)	-	-	-	-	-	-	-	-
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Investment income and commissions	5,024	-	-	-	-	-	-	5,024
Other revenues	-	-	-	3,382	-	3,755	-	7,137
Grants - Conditional	-	-	-	-	-	-	27,740	27,740
Grants - Capital	-	-	-	-	31,115	-	17,081	48,196
Restructurings	-	-	-	-	-	-	-	-
Total revenues	<u>6,351</u>	<u>7,825</u>	<u>745</u>	<u>15,728</u>	<u>31,215</u>	<u>4,407</u>	<u>81,271</u>	<u>147,542</u>
Expenses (Schedule 3)								
Wages & Benefits	74,672	356	4,913	14,998	-	-	-	94,939
Professional/Contractual Services	17,483	9,989	36,429	15,690	-	1,554	2,097	83,242
Utilities	4,391	2,209	6,754	-	-	-	5,811	19,165
Maintenance, materials and supplies	4,304	3,705	14,393	1,708	-	-	10,912	35,022
Grants and contributions	57	-	-	1,244	585	6,255	-	8,141
Amortization	-	1,909	11,155	-	-	-	8,782	21,846
Interest	446	-	-	-	-	-	-	446
Allowance for uncollectibles	(1,864)	-	-	-	-	-	-	(1,864)
Other	1,228	-	-	-	-	-	-	1,228
Restructurings	-	-	-	-	-	-	-	-
Total expenses	<u>100,717</u>	<u>18,168</u>	<u>73,644</u>	<u>33,640</u>	<u>585</u>	<u>7,809</u>	<u>27,602</u>	<u>262,165</u>
Surplus (deficit) by function	(94,366)	(10,343)	(72,899)	(17,912)	30,630	(3,402)	53,669	(114,623)
Taxation and other unconditional revenue (Schedule 1)								<u>198,198</u>
Net Surplus (Deficit)								<u>\$ 83,575</u>

See accompanying notes to the financial statements.

VILLAGE OF HARRIS

SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT

Year ended December 31, 2021
with comparative figures for 2020

	2021							2020
	General Assets					Infrastructure Assets	General / Infrastructure Assets Under Construction	Total
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets		Total
Asset cost								
Opening asset costs	\$ 3,104	-	35,002	-	159,102	564,601	-	761,809
Additions during the year	-	-	-	-	6,700	-	6,791	13,491
Disposals and write-downs during the year	-	-	-	-	-	-	-	-
Transfers (from) assets under construction	-	-	-	-	-	-	-	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
Closing asset costs	<u>3,104</u>	<u>-</u>	<u>35,002</u>	<u>-</u>	<u>165,802</u>	<u>564,601</u>	<u>6,791</u>	<u>775,300</u>
Accumulated amortization cost								
Opening accumulated amortization costs	-	-	34,999	-	87,446	367,032	-	489,477
Add: Amortization taken	-	-	-	-	7,696	11,403	-	19,099
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
Closing accumulated amortization costs	<u>-</u>	<u>-</u>	<u>34,999</u>	<u>-</u>	<u>95,142</u>	<u>378,435</u>	<u>-</u>	<u>508,576</u>
Net book value	<u>\$ 3,104</u>	<u>-</u>	<u>3</u>	<u>-</u>	<u>70,660</u>	<u>186,166</u>	<u>6,791</u>	<u>266,724</u>
1. Total contributed/donated assets received in 2021:	\$ -							
2. List of assets recognized at nominal value in 2021 are:								
-Infrastructure Assets	\$ -							
-Vehicles	\$ -							
-Machinery and Equipment	\$ -							
3. Amount of interest capitalized in 2021:	\$ -							

See accompanying notes to the financial statements.

VILLAGE OF HARRIS

SCHEDULE OF TANGIBLE CAPITAL ASSETS BY FUNCTION

Year ended December 31, 2021
with comparative figures for 2020

	2021							2020
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total
Asset cost								Total
Opening asset costs	\$ 302	63,636	150,975	2	-	34,701	512,193	761,809
Additions during the year	-	-	6,700	-	-	-	6,791	13,491
Disposals and write-downs during the year	-	-	-	-	-	-	-	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
Closing asset costs	<u>302</u>	<u>63,636</u>	<u>157,675</u>	<u>2</u>	<u>-</u>	<u>34,701</u>	<u>518,984</u>	<u>775,300</u>
Accumulated amortization cost								
Opening accumulated amortization costs	-	38,816	56,874	-	-	31,998	361,789	489,477
Add: Amortization taken	-	1,909	8,408	-	-	-	8,782	19,099
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
Closing accumulated amortization costs	<u>-</u>	<u>40,725</u>	<u>65,282</u>	<u>-</u>	<u>-</u>	<u>31,998</u>	<u>370,571</u>	<u>508,576</u>
Net book value	<u>\$ 302</u>	<u>22,911</u>	<u>92,393</u>	<u>2</u>	<u>-</u>	<u>2,703</u>	<u>148,413</u>	<u>266,724</u>
								<u>272,332</u>

See accompanying notes to the financial statements.

VILLAGE OF HARRIS
SCHEDULE OF ACCUMULATED SURPLUS
Year ended December 31, 2021

	<u>2020</u>	<u>Changes</u>	<u>2021</u>
UNAPPROPRIATED SURPLUS	\$ <u>388,743</u>	<u>(565,405)</u>	<u>(176,662)</u>
APPROPRIATED RESERVES			
Machinery and equipment	7,011	7,625	14,636
Public reserve	-	-	-
Capital trust fund	-	-	-
Utility	100,822	23,517	124,339
Other	<u>53,096</u>	<u>15,000</u>	<u>68,096</u>
Total Appropriated	<u>160,929</u>	<u>46,142</u>	<u>207,071</u>
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6)	272,332	(5,608)	266,724
Less: Related debt	<u>-</u>	<u>-</u>	<u>-</u>
Net Investment in Tangible Capital Assets	<u>272,332</u>	<u>(5,608)</u>	<u>266,724</u>
Total Accumulated Surplus	\$ <u>822,004</u>	<u>(524,871)</u>	<u>297,133</u>

See accompanying notes to the financial statements.

VILLAGE OF HARRIS

SCHEDULE OF MILL RATES AND ASSESSMENTS

Year ended December 31, 2021
with comparative figures for 2020

	PROPERTY CLASS						Total
	<u>Agriculture</u>	<u>Residential</u>	<u>Residential Condominium</u>	<u>Seasonal Residential</u>	<u>Commercial & Industrial</u>	<u>Potash Mine(s)</u>	
Taxable Assessment	\$ 64,075	10,763,040	-	-	515,780	-	\$ 11,342,895
Regional Park Assessment							-
Total Assessment							\$ 11,342,895
Mill Rate Factor(s)	1.0000	1.0000	1.0000	1.0000	1.0000		
Total Base/Minimum Tax (generated for each property class)	300	38,015	-	-	3,000		41,315
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 1,005	156,408	-	-	8,674		166,087

MILL RATES:**MILLS**

Average Municipal*	14.642
Average School*	4.547
Potash Mill Rate	-
Uniform Municipal Mill Rate	11.000

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

See accompanying notes to the financial statements.

VILLAGE OF HARRIS
SCHEDULE OF COUNCIL REMUNERATION
Year ended December 31, 2021
with comparative figures for 2020

Position	Name	<u>Remuneration</u>	<u>Reimbursed Costs</u>	<u>Total</u>
Mayor	Ron Genest	\$ 2,100	660	2,760
Councillor	Don Seymour	1,700	126	1,826
Councillor	Curtis Perry	1,700	-	1,700
Councillor	Chris Adair	1,700	-	1,700
Councillor	Brad Parker	1,700	-	1,700
Total		<u>\$ 8,900</u>	<u>786</u>	<u>9,686</u>

See accompanying notes to the financial statements.

VILLAGE OF HARRIS
SCHEDULE OF RESTRUCTURING
Year ended December 31, 2021

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

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

See accompanying notes to the financial statements.