

TOWN OF HERBERT
FINANCIAL STATEMENTS
DECEMBER 31, 2021

INDEPENDENT AUDITOR'S REPORT

To Council of Town of Herbert:

Qualified Opinion

We have audited the financial statements of Town of Herbert, which comprise the statement of financial position as at December 31, 2021, and the statements of operations and net financial assets and changes in cash flow for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the accompanying financial statements present fairly, in all material respects, the financial position of the organization as at December 31, 2021, and its results of operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified Opinion

Public Sector Accounting Standards require that the town accrue a liability for the estimated closure and post-closure care costs for its landfill. Due to problems associated with estimations and environmental requirements, we were unable to obtain sufficient and appropriate evidence over the extent of landfill closure adjustments required to the town's financial statements as at December 31, 2021 and December 31, 2020.

Public Sector Accounting Standards require that the town accrue a liability for the estimated remediation costs for town-owned contaminated sites. The town is the owner of a site for which an environmental assessment has detected contamination, however the future cost of remediation has not been determined and accordingly no such liability has been recorded. Accordingly, we were unable to obtain sufficient and appropriate audit evidence over the cost adjustments required to the town's financial statements as at December 31, 2021 and December 31, 2020.

Public Sector Accounting Standards require that controlled entities be consolidated into the financial statements of the Town, as they make up part of the Town's government reporting entity. As explained in Note 1 (a), the Town has not consolidated certain entities that it controls or jointly controls. Known entities are listed in Note 1 (a), but we were unable to obtain sufficient and appropriate audit evidence over the completeness and accuracy of the list. Financial statements for these entities were unavailable at the time of our audit and, therefore, we were unable to obtain sufficient and appropriate audit evidence over the extent of adjustments required to the Town's financial statements as at December 31, 2021 and December 31, 2020.

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 organization 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 qualified opinion.

Other Matter

The additional information listed in Schedules 1 to 11 has been taken from the accounting records of the organization but has not been audited by us other than in the course of our examination of the aforementioned financial statements to the extent necessary to allow us to render an opinion thereon.

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.

INDEPENDENT AUDITOR'S REPORT (continued)

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

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

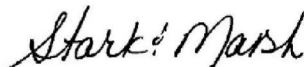
Auditor's Responsibility for the Audit of the Financial Statements

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 organization'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 organization'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 organization 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.



____ CPA LLP _____
Chartered Professional Accountants

Swift Current, Saskatchewan
June 13, 2022

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.

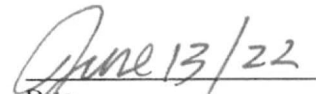
In discharging its responsibilities for the integrity and fair presentation of the financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately 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.

Stark & Marsh CPA 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.


Mayor - Town of Herbert


Administrator


Date

Town of Herbert
Statement of Financial Position
As at December 31, 2021

Statement 1

	2021	2020
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	1,043,080	640,328
Taxes Receivable - Municipal (Note 3)	122,299	107,569
Other Accounts Receivable (Note 4)	103,313	118,627
Land for Resale (Note 5)	-	-
Long-Term Investments (Note 6)	42,487	40,727
Debt Charges Recoverable (Note 7)	-	-
Other (Specify)	-	-
Total Financial Assets	1,311,179	907,251

LIABILITIES		
Bank Indebtedness (Note 8)	-	-
Accounts Payable	186,560	74,000
Accrued Liabilities Payable	-	-
Deposits	41,950	41,370
Deferred Revenue (Note 9)	30,500	-
Accrued Landfill Costs (Note 10)	-	-
Liability for Contaminated Sites (Note 11)	-	-
Other Liabilities	-	-
Long-Term Debt (Note 12)	236,561	273,799
Lease Obligations (Note 13)	-	-
Total Liabilities	495,571	389,169

NET FINANCIAL ASSETS (DEBT)	815,608	518,082
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NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	3,832,378	3,983,490
Prepayments and Deferred Charges	-	-
Stock and Supplies	-	-
Other (Note 14)	-	-
Total Non-Financial Assets	3,832,378	3,983,490

ACCUMULATED SURPLUS (DEFICIT) (Schedule 8)	4,647,986	4,501,572
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Unrecognized Assets (Note 1 I))
Contingent Assets (Note 20)
Contractual Rights (Note 21)
Contingent Liabilities (Note 15)
Contractual Obligations and Commitments (Note 22)

The accompanying notes and schedules are an integral part of these statements.

Town of Herbert
Statement of Operations
For the fiscal year ended December 31, 2021

Statement 2

	2021 Budget	2021	2020
	(unaudited)		
REVENUES			
Taxes and Other Unconditional Revenue (Schedule 1)	1,001,792	996,653	1,006,917
Fees and Charges (Schedule 4, 5)	659,950	717,822	681,712
Conditional Grants (Schedule 4, 5)	44,115	50,289	63,121
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	-	(7,413)	7,208
Land Sales - Gain (Schedule 4, 5)	-	2,279	28,950
Investment Income and Commissions (Schedule 4, 5)	6,000	6,496	9,945
Restructurings (Schedule 4,5)	-	-	-
Other Revenues (Schedule 4, 5)	3,000	2,265	10,378
Total Revenues	1,714,857	1,768,391	1,808,231
EXPENSES			
General Government Services (Schedule 3)	254,318	251,337	277,899
Protective Services (Schedule 3)	117,675	122,540	104,213
Transportation Services (Schedule 3)	466,340	435,432	411,394
Environmental and Public Health Services (Schedule 3)	169,540	169,584	187,125
Planning and Development Services (Schedule 3)	49,000	42,714	21,780
Recreation and Cultural Services (Schedule 3)	176,798	183,548	230,050
Utility Services (Schedule 3)	528,615	544,748	569,496
Restructurings (Schedule 3)	-	-	-
Total Expenses	1,762,286	1,749,903	1,801,957
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	(47,429)	18,488	6,274
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	110,000	127,926	217,577
Surplus (Deficit) of Revenues over Expenses	62,571	146,414	223,851
Accumulated Surplus (Deficit), Beginning of Year	4,501,572	4,501,572	4,277,721
Accumulated Surplus (Deficit), End of Year	4,564,143	4,647,986	4,501,572

The accompanying notes and schedules are an integral part of these statements.

Town of Herbert

Statement of Change in Net Financial Assets

For the fiscal year ended December 31, 2021

Statement 3

	2021 Budget	2021	2020
	(unaudited)		
Surplus (Deficit)	62,571	146,414	223,851
(Acquisition) of tangible capital assets	(787,000)	(36,888)	(787,438)
Amortization of tangible capital assets	124,815	180,587	175,225
Proceeds on disposal of tangible capital assets			
Loss (gain) on the disposal of tangible capital assets		7,413	(7,208)
Transfer of assets/liabilities in restructuring transactions		-	-
Surplus (Deficit) of capital expenses over expenditures	(662,185)	151,112	(619,421)
(Acquisition) of supplies inventories, net	-	-	-
(Acquisition) of prepaid expense, net	-	-	-
Consumption of supplies inventory, net	-	-	
Use of prepaid expense, net	-	-	37,374
Surplus (Deficit) of expenses of other non-financial over expenditures	-	-	37,374
Increase/Decrease in Net Financial Assets	(599,614)	297,526	(358,196)
Net Financial Assets (Debt) - Beginning of Year	518,082	518,082	876,278
Net Financial Assets (Debt) - End of Year	(81,532)	815,608	518,082

The accompanying notes and schedules are an integral part of these statements.

Town of Herbert
Statement of Cash Flow
For the fiscal year ended December 31, 2021

Statement 4

	2021	2020
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	146,414	223,851
Amortization	180,587	175,225
Loss (gain) on disposal of tangible capital assets	7,413	(7,208)
	334,414	391,868
Change in assets/liabilities		
Taxes Receivable - Municipal	(14,730)	19,697
Other Receivables	15,314	(17,079)
Land for Resale	-	-
Other Financial Assets	-	-
Accounts and Accrued Liabilities Payable	112,560	(8,255)
Deposits	580	97
Deferred Revenue	30,500	(4,278)
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Stock and Supplies	-	-
Prepayments and Deferred Charges	-	37,373
Other (Specify)	-	-
Cash provided by operating transactions	478,638	419,423
Capital:		
Acquisition of capital assets	(36,888)	(787,438)
Proceeds from the disposal of capital assets	-	-
Other capital	-	-
Cash applied to capital transactions	(36,888)	(787,438)
Investing:		
Long-term investments	(1,760)	(1,338)
Other investments	-	-
Cash provided by (applied to) investing transactions	(1,760)	(1,338)
Financing:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	(37,238)	(32,480)
Other financing	-	-
Cash provided by (applied to) financing transactions	(37,238)	(32,480)
Change in Cash and Temporary Investments during the year	402,752	(401,833)
Cash and Temporary Investments - Beginning of Year	640,328	1,042,161
Cash and Temporary Investments - End of Year	1,043,080	640,328

The accompanying notes and schedules are an integral part of these statements.

Town of Herbert
Notes to the Financial Statements
For the fiscal year ended December 31, 2021

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 adopted by the municipality are as follows:

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

- a) **Reporting Entity:** The financial statements represent the assets, liabilities and flow of resources of the municipality. The entity is comprised of all of the organizations that are owned or controlled by the municipality and are, therefore, accountable to the Council for the administration of their financial affairs and resources. The following organizations have not been consolidated into the Town's financial statements:

Entity

Herbert and District Sports Complex Inc.

- b) **Collection of funds for other authorities:** Collection of funds by the municipality for school boards, municipal hail and conservation and development authorities are collected and remitted in accordance with relevant legislation.
- c) **Government Transfers:** Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return. Government transfers are recognized as revenue in the period that the events giving rise to the transfer occur, providing:
- a) the transfers are authorized
 - b) any eligibility criteria have been met; and
 - c) reasonable estimates of the amounts 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) **Local Improvement Charges:** Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed.
- f) **Net Financial Assets:** Net Financial Assets at the end of an accounting period are the net amount of financial assets less liabilities outstanding. Financial assets represent items such as cash and those other assets on hand which could provide resources to discharge existing liabilities or finance future operations. These include realizable assets which are convertible to cash and not intended for consumption in the normal course of operations.
- g) **Non-financial Assets:** Tangible capital and other non-financial assets are accounted for as assets by the government because they can be used to provide government services in future periods. These assets do not normally provide resources to discharge the liabilities of the government unless they are sold.
- h) **Appropriated Reserves:** Reserves are established at the discretion of Council to designate surplus for future operating and capital transactions. Amounts so designated are described on Schedule 8.
- i) **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.
- j) **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.

Town of Herbert
Notes to the Financial Statements
For the fiscal year ended December 31, 2021

1. Significant Accounting Policies - continued

- k) **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.
- l) **Tangible Capital Assets:** All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Initial costs for tangible capital assets that were acquired and developed prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant deflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of contribution. 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. Tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The municipality's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	5 to 20 Yrs
Buildings	10 to 50 Yrs
Vehicles & Equipment	
Vehicles	5 to 10 Yrs
Machinery and Equipment	5 to 10 Yrs
Infrastructure Assets	
Infrastructure Assets	30 to 75 Yrs
Water & Sewer	
Road Network Assets	

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

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

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

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

- m) **Landfill Liability:** The municipality maintains a waste disposal site, however it has not yet recorded a liability for estimated future closure costs for the site.
- n) **Trust Funds:** Funds held in trust for others, under a trust agreement or statute, are not included in the financial statements as they are not controlled by the municipality. Trust fund activities administered by the municipality are disclosed in Note 18.
- 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) **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:
- an environmental standard exists;
 - contamination exceeds the environmental standard;
 - the municipality:
 - is directly responsible; or
 - accepts responsibility;
 - it is expected that future economic benefits will be given up; and
 - a reasonable estimate of the amount can be made.

Town of Herbert

Notes to the Financial Statements

For the fiscal 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 10, 2021.

New Standards and Amendments to Standards:

- t) **Effective for Fiscal Years Beginning On or After April 1, 2022:**

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

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

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

PS 3450 Financial Instruments, a new standard establishing guidance on the recognition, measurement, presentation and disclosure of financial instruments, including derivatives. The standard requires fair value measurement of derivatives and equity 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, 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.

- u) **Revenue recognition:** Revenue is recognized in the period it is earned.

Town of Herbert
Notes to the Financial Statements
For the fiscal year ended December 31, 2021

2. Cash and Temporary Investments

	2021	2020
Cash	1,043,080	640,328
Temporary Investments		
Restricted Cash		
Total Cash and Temporary Investments	1,043,080	640,328

Cash and temporary investments include balances with banks, term deposits, marketable securities and short-term investments with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

3. Taxes Receivable - Municipal

	2021	2020
Municipal - Current	93,081	88,616
- Arrears	44,218	68,953
	137,299	157,569
- Less Allowance for Uncollectible	(15,000)	(50,000)
Total municipal taxes receivable	122,299	107,569
School - Current	15,976	13,182
- Arrears	4,781	7,443
Total school taxes receivable	20,757	20,625
Other		
Total taxes and grants in lieu receivable	143,056	128,194
Deduct taxes receivable to be collected on behalf of other organizations	(20,757)	(20,625)
Total Taxes Receivable - Municipal	122,299	107,569

Town of Herbert
Notes to the Financial Statements
For the fiscal year ended December 31, 2021

4. Other Accounts Receivable

	2021	2020
Federal Government	29,637	46,956
Provincial Government	5,313	5,277
Local Government		
Utility	69,214	68,102
Trade	4,149	3,292
Other (Specify)		
Total Other Accounts Receivable	108,313	123,627
Less: Allowance for Uncollectible	(5,000)	(5,000)
Net Other Accounts Receivable	103,313	118,627

5. Land for Resale

	2021	2020
Tax Title Property	159,167	125,838
Allowance for market value adjustment	(159,167)	(125,838)
Net Tax Title Property	-	-
Other Land	5,794	5,794
Allowance for market value adjustment	(5,794)	(5,794)
Net Other Land	-	-
Total Land for Resale	-	-

6. Long-Term Investments

	2021	2020
Term deposits with greater than three months to maturity	42,387	40,627
Shares	100	100
Total Long-Term Investments	42,487	40,727

These investments are stated at their original cost, which approximates market value.

7. Debt Charges Recoverable

The town has no debt charges recoverable.

Town of Herbert
Notes to the Financial Statements
For the fiscal year ended December 31, 2021

8. Bank Indebtedness

The town has access to a line of credit with a limit of \$125,000, none of which is drawn.

9. Deferred Revenue	2021	2020
Healthy Communities Initiative program	30,500	

10. Accrued Landfill Costs

The town operates a landfill (waste disposal) site, however it has not yet obtained a formal estimate for future closure and post-closure care costs for the site. Accordingly, no related liability is contained in these financial statements.

11. Liability for Contaminated Sites

The town is the owner of a property in which soil contamination has been detected, however it has not yet been able to estimate the cost of future clean up of the site. Accordingly, no amount is shown as a liability in these financial statements.

Town of Herbert
Notes to the Financial Statements
For the fiscal year ended December 31, 2021

12. Long-Term Debt

The debt limit of the town in 2021 was \$1,307,993. The debt limit for a municipality is the total amount of the municipality's own source revenues for the preceding year (the *Municipalities Act* section 161(1)).

The town has a credit union loan in the amount of \$236,561, requiring annual payments of \$44,071 in years 2022 through 2026 and a final payment of \$36,906 in 2027, with interest at 2.5% per year.

Future principal repayments are estimated as follows:

Year	Principal	Interest	Current Year Total	Prior Year Total
2022	38,157	5,914	44,071	44,071
2023	39,111	4,960	44,071	
2024	40,089	3,982	44,071	
2025	41,090	2,981	44,071	
2026	42,119	1,952	44,071	
Thereafter	35,995	911	36,906	
Balance	236,561	20,700	257,261	44,071

13. Lease Obligations

The town has no significant long-term lease obligations.

Town of Herbert
Notes to the Financial Statements
For the fiscal year ended December 31, 2021

14. Other Non-financial Assets

The town has no significant "other" non-financial assets.

15. Contingent Liabilities

The town has no significant contingent liabilities.

16. Pension Plan

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality's pension expense in 2021 was \$30,625. The benefits accrued to the municipality's employees from MEPP are calculated using the following: Pensionable Years of Service, Highest Average Salary, and the plan accrual rate.

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

Details of MEPP	2021	2020
Number of active members	8	7
Member contribution rate (percentage of salary)	9.00%	9.00%
Employer contribution rate (percentage of salary)	9.00%	9.00%
Member contributions for the year	30,625	28,937
Employer contributions for the year	30,625	28,937
Plan Assets	**	3,221,426,000
Plan Liabilities	**	2,382,526,000
Plan Surplus	**	838,900,000

** 2021 MEPP financial information is not yet available.

17. Comparative Figures

Some prior year comparative figures may have been restated to conform to the current year's presentation.

18. Trusts Administered by the Municipality

The town does not administer any trusts.

Town of Herbert

Notes to the Financial Statements

For the fiscal year ended December 31, 2021

19. Related Parties

The town has no significant related parties.

20. Contingent Assets

The town has no significant contingent assets.

21. Contractual Rights

Contractual rights are rights to economic resources arising from contracts or agreements that will result in an asset and revenue in the future. The town has no significant contractual rights.

22. Contractual Obligations and Commitments

The town has no significant contractual obligations and commitments.

Town of Herbert
Notes to the Financial Statements
For the fiscal year ended December 31, 2021

23. Restructuring Transactions

The town did not undertake any restructuring transactions in 2021.

Town of Herbert

Schedule of Taxes and Other Unconditional Revenue

For the fiscal year ended December 31, 2021

Schedule 1

	2021 Budget (unaudited)	2021	2020
TAXES			
General municipal tax levy	677,573	675,548	649,639
Abatements and adjustments	(1,400)	(4,954)	(12,301)
Discount on current year taxes	(20,000)	(21,054)	(16,783)
Net Municipal Taxes	656,173	649,540	620,555
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	20,000	19,520	19,895
Special tax levy	41,500	39,835	39,840
Other (Specify)	-	-	-
Total Taxes	717,673	708,895	680,290

UNCONDITIONAL GRANTS

Revenue Sharing	195,819	194,069	195,819
(Organized Hamlet)	-	-	-
Safe Restart	-	-	51,064
Other (Specify)	-	-	-
Total Unconditional Grants	195,819	194,069	246,883

GRANTS IN LIEU OF TAXES

Federal	-	-	-
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	-	-	-
Central Services	-	-	-
SaskTel	2,000	2,187	1,771
Other (Specify)	-	-	-
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	26,300	30,319	18,645
Treaty Land Entitlement	-	-	-
Other (Specify)	-	-	-
Other Government Transfers			
S.P.C. Surcharge	40,000	42,310	40,388
Sask Energy Surcharge	20,000	18,873	18,940
Other (Specify)	-	-	-
Total Grants in Lieu of Taxes	88,300	93,689	79,744

TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	1,001,792	996,653	1,006,917
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Town of Herbert
Schedule of Operating and Capital Revenue by Function
For the fiscal year ended December 31, 2021

Schedule 2 - 1

	2021 Budget (unaudited)	2021	2020
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	-	-	-
- Sales of supplies	2,500	1,739	2,124
- Other (<i>Licenses, tax certificates, office services</i>)	3,550	3,609	4,053
Total Fees and Charges	6,050	5,348	6,177
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain	-	2,279	28,950
- Investment income and commissions	6,000	6,496	9,945
- Other (<i>Sundry fees & charges</i>)	-	-	3,278
Total Other Segmented Revenue	12,050	14,123	48,350
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other (<i>Specify</i>)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	12,050	14,123	48,350
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other (<i>Specify</i>)	-	-	-
Total Capital	-	-	-
Restructuring Revenue (<i>Specify, if any</i>)	-	-	-
Total General Government Services	12,050	14,123	48,350

PROTECTIVE SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Other (<i>Fire fighting fees</i>)	16,850	33,713	31,828
Total Fees and Charges	16,850	33,713	31,828
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (<i>Donations & fundraising</i>)	3,000	1,315	7,100
Total Other Segmented Revenue	19,850	35,028	38,928
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- MEEP	-	-	-
- Other (<i>Specify</i>)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	19,850	35,028	38,928
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	35,000	23,622	18,789
- MEEP	-	-	-
- Other (<i>Specify</i>)	-	-	-
Total Capital	35,000	23,622	18,789
Restructuring Revenue (<i>Specify, if any</i>)	-	-	-
Total Protective Services	54,850	58,650	57,717

Town of Herbert
Schedule of Operating and Capital Revenue by Function
For the fiscal year ended December 31, 2021

Schedule 2 - 2

	2021 Budget (unaudited)	2021	2020
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	5,000	5,537	7,497
- Sales of supplies	-	-	-
- Road Maintenance and Restoration Agreements	-	-	-
- Frontage	-	-	-
- Other (Specify)	-	-	-
Total Fees and Charges	5,000	5,537	7,497
- Tangible capital asset sales - gain (loss)	-	(7,413)	7,208
- Other (Specify)	-	-	-
Total Other Segmented Revenue	5,000	(1,876)	14,705
Conditional Grants			
- RIRG (CTP)	-	-	-
- Student Employment	-	-	-
- MEEP	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	5,000	(1,876)	14,705
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- RIRG (CTP, Bridge and Large Culvert, Road Const.)	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Restructuring Revenue (Specify, if any)	-	-	-
Total Transportation Services	5,000	(1,876)	14,705

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	131,750	141,325	133,770
- Other (Cemetery fees & donations)	2,500	8,700	2,800
Total Fees and Charges	134,250	150,025	136,570
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (Specify)	-	-	-
Total Other Segmented Revenue	134,250	150,025	136,570
Conditional Grants			
- Student Employment	-	-	-
- TAPD	-	-	-
- Local government	-	-	-
- MEEP	-	-	-
- Other (Recycling)	10,000	11,654	9,585
Total Conditional Grants	10,000	11,654	9,585
Total Operating	144,250	161,679	146,155
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- TAPD	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Restructuring Revenue (Specify, if any)	-	-	-
Total Environmental and Public Health Services	144,250	161,679	146,155

Town of Herbert
Schedule of Operating and Capital Revenue by Function
For the fiscal year ended December 31, 2021

Schedule 2 - 3

	2021 Budget (unaudited)	2021	2020
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges	-	-	-
- Other (<i>Rentals & sign corridor</i>)	11,100	18,056	11,721
Total Fees and Charges	11,100	18,056	11,721
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (<i>Sale of history books</i>)	-	30	-
Total Other Segmented Revenue	11,100	18,086	11,721
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other (<i>Specify</i>)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	11,100	18,086	11,721
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other (<i>Specify</i>)	-	-	-
Total Capital	-	-	-
Restructuring Revenue (<i>Specify, if any</i>)	-	-	-
Total Planning and Development Services	11,100	18,086	11,721

RECREATION AND CULTURAL SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Other (<i>Rink & swimming pool</i>)	15,000	14,098	12,977
Total Fees and Charges	15,000	14,098	12,977
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (<i>Donations</i>)	-	920	-
Total Other Segmented Revenue	15,000	15,018	12,977
Conditional Grants			
- Student Employment	7,560	6,851	10,867
- Local government	8,555	8,555	29,278
- MEEP	-	-	-
- Other (<i>Sask Lotteries & other grants</i>)	18,000	23,229	13,391
Total Conditional Grants	34,115	38,635	53,536
Total Operating	49,115	53,653	66,513
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other (<i>Specify</i>)	-	-	-
Total Capital	-	-	-
Restructuring Revenue (<i>Specify, if any</i>)	-	-	-
Total Recreation and Cultural Services	49,115	53,653	66,513

Town of Herbert
Schedule of Operating and Capital Revenue by Function
For the fiscal year ended December 31, 2021

Schedule 2 - 4

	2021 Budget	2021	2020
	(unaudited)		
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	375,200	391,321	377,899
- Sewer	94,000	95,359	94,652
- Other (<i>interest charges</i>)	2,500	4,365	2,391
Total Fees and Charges	471,700	491,045	474,942
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (<i>Specify</i>)	-	-	-
Total Other Segmented Revenue	471,700	491,045	474,942
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other (<i>Specify</i>)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	471,700	491,045	474,942
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	75,756
- Canada Community-Building Fund (CCBF)	75,000	104,304	-
- ICIP	-	-	-
- New Building Canada Fund (SCF, NRP)	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	123,032
- Other (<i>Specify</i>)	-	-	-
Total Capital	75,000	104,304	198,788
Restructuring Revenue (<i>Specify, if any</i>)	-	-	-
Total Utility Services	546,700	595,349	673,730
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	823,065	899,664	1,018,891

SUMMARY

Total Other Segmented Revenue	668,950	721,449	738,193
Total Conditional Grants	44,115	50,289	63,121
Total Capital Grants and Contributions	110,000	127,926	217,577
Restructuring Revenue	-	-	-
TOTAL REVENUE BY FUNCTION	823,065	899,664	1,018,891

Town of Herbert

Total Expenses by Function

For the fiscal year ended December 31, 2021

Schedule 3 - 1

	2021 Budget	2021	2020
	(unaudited)		
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	20,100	16,804	17,008
Wages and benefits	115,500	116,103	111,256
Professional/Contractual services	75,902	68,481	81,362
Utilities	9,850	9,977	9,166
Maintenance, materials and supplies	25,666	28,378	27,475
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	2,300	8,916	8,938
Interest	-	-	-
Allowance for uncollectible	5,000	2,678	22,694
Other (Specify)	-	-	-
General Government Services	254,318	251,337	277,899
Restructuring (Specify, if any)	-	-	-
Total General Government Services	254,318	251,337	277,899

PROTECTIVE SERVICES

Police protection

Wages and benefits	-	-	-
Professional/Contractual services	45,700	46,292	41,429
Utilities	-	-	-
Maintenance, material and supplies	-	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Other (Specify)	-	-	-

Fire protection

Wages and benefits	12,000	13,395	11,445
Professional/Contractual services	13,175	16,116	8,087
Utilities	3,700	3,359	3,530
Maintenance, material and supplies	18,750	19,640	18,296
Grants and contributions - operating	-	-	856
- capital	-	-	-
Amortization	12,000	13,954	13,361
Interest	-	-	-
Other (EMO/EMR)	12,350	9,784	7,209

Protective Services	117,675	122,540	104,213
Restructuring (Specify, if any)	-	-	-
Total Protective Services	117,675	122,540	104,213

TRANSPORTATION SERVICES

Wages and benefits	208,050	198,142	181,255
Professional/Contractual Services	101,875	67,735	32,048
Utilities	26,135	22,808	24,883
Maintenance, materials, and supplies	65,280	73,454	106,926
Gravel	15,000	11,689	13,207
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	50,000	61,604	53,075
Interest	-	-	-
Other (Specify)	-	-	-

Transportation Services	466,340	435,432	411,394
Restructuring (Specify, if any)	-	-	-
Total Transportation Services	466,340	435,432	411,394

Town of Herbert

Total Expenses by Function

For the fiscal year ended December 31, 2021

Schedule 3 - 2

	2021 Budget	2021	2020
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES	(unaudited)		
Wages and benefits	-	-	-
Professional/Contractual services	161,525	167,463	185,472
Utilities	-	-	-
Maintenance, materials and supplies	1,750	1,705	1,237
Grants and contributions - operating	-	-	-
o Waste disposal	-	-	-
o Public Health	-	-	-
- capital	-	-	-
o Waste disposal	-	-	-
o Public Health	-	-	-
Amortization	6,265	416	416
Interest	-	-	-
Other	-	-	-
Environmental and Public Health Services	169,540	169,584	187,125
Restructuring (Specify, if any)	-	-	-
Total Environmental and Public Health Services	169,540	169,584	187,125

PLANNING AND DEVELOPMENT SERVICES

Wages and benefits	-	-	-
Professional/Contractual Services	33,000	25,616	16,367
Utilities	3,000	2,798	2,556
Maintenance, materials, and supplies	-	-	-
Grants and contributions - operating	12,500	12,500	2,500
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance for uncollectible	-	-	-
Other (<i>History books & promotional materials</i>)	500	1,800	357
Planning and Development Services	49,000	42,714	21,780
Restructuring (Specify, if any)	-	-	-
Total Planning and Development Services	49,000	42,714	21,780

RECREATION AND CULTURAL SERVICES

Wages and benefits	50,700	48,551	54,404
Professional/Contractual services	58,498	52,973	51,592
Utilities	14,850	20,840	12,653
Maintenance, materials and supplies	6,350	14,764	21,178
Grants and contributions - operating	38,000	31,000	74,803
- capital	-	-	-
Amortization	8,400	15,420	15,420
Interest	-	-	-
Allowance for uncollectible	-	-	-
Other (Specify)	-	-	-
Recreation and Cultural Services	176,798	183,548	230,050
Restructuring (Specify, if any)	-	-	-
Total Recreation and Cultural Services	176,798	183,548	230,050

Town of Herbert

Total Expenses by Function

For the fiscal year ended December 31, 2021

Schedule 3 - 3

	2021 Budget	2021	2020
UTILITY SERVICES	(unaudited)		
Wages and benefits	115,000	119,596	111,596
Professional/Contractual services	161,750	137,385	142,554
Utilities	61,925	49,933	55,436
Maintenance, materials and supplies	132,500	154,158	164,832
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	45,850	80,277	84,015
Interest	11,590	3,399	11,063
Allowance for Uncollectible	-	-	-
Other	-	-	-
Utility Services	528,615	544,748	569,496
Restructuring (Specify, if any)	-	-	-
Total Utility Services	528,615	544,748	569,496
TOTAL EXPENSES BY FUNCTION	1,762,286	1,749,903	1,801,957

Town of Herbert
Schedule of Segment Disclosure by Function
For the fiscal year ended December 31, 2021

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	5,348	33,713	5,537	150,025	18,056	14,098	491,045	717,822
Tangible Capital Asset Sales - Gain	-	-	(7,413)	-	-	-	-	(7,413)
Land Sales - Gain	2,279							2,279
Investment Income and Commissions	6,496							6,496
Other Revenues	-	1,315	-	-	30	920	-	2,265
Grants - Conditional	-	-	-	11,654	-	38,635	-	50,289
- Capital	-	23,622	-	-	-	-	104,304	127,926
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	14,123	58,650	(1,876)	161,679	18,086	53,653	595,349	899,664
Expenses (Schedule 3)								
Wages & Benefits	132,907	13,395	198,142	-	-	48,551	119,596	512,591
Professional/ Contractual Services	68,481	62,408	67,735	167,463	25,616	52,973	137,385	582,061
Utilities	9,977	3,359	22,808	-	2,798	20,840	49,933	109,715
Maintenance Materials and Supplies	28,378	19,640	85,143	1,705	-	14,764	154,158	303,788
Grants and Contributions	-	-	-	-	12,500	31,000	-	43,500
Amortization	8,916	13,954	61,604	416	-	15,420	80,277	180,587
Interest	-	-	-	-	-	-	3,399	3,399
Allowance for Uncollectible	2,678					-	-	2,678
Restructurings	-	-	-	-	-	-	-	-
Other	-	9,784	-	-	1,800	-	-	11,584
Total Expenses	251,337	122,540	435,432	169,584	42,714	183,548	544,748	1,749,903
Surplus (Deficit) by Function	(237,214)	(63,890)	(437,308)	(7,905)	(24,628)	(129,895)	50,601	(850,239)

Taxes and other unconditional revenue (Schedule 1)	996,653
Net Surplus (Deficit)	146,414

Town of Herbert
Schedule of Segment Disclosure by Function
For the fiscal year ended December 31, 2020

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	6,177	31,828	7,497	136,570	11,721	12,977	474,942	681,712
Tangible Capital Asset Sales - Gain	-	-	7,208	-	-	-	-	7,208
Land Sales - Gain	28,950							28,950
Investment Income and Commissions	9,945							9,945
Other Revenues	3,278	7,100	-	-	-	-	-	10,378
Grants - Conditional	-	-	-	9,585	-	53,536	-	63,121
- Capital	-	18,789	-	-	-	-	198,788	217,577
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	48,350	57,717	14,705	146,155	11,721	66,513	673,730	1,018,891
Expenses (Schedule 3)								
Wages & Benefits	128,264	11,445	181,255	-	-	54,404	111,596	486,964
Professional/ Contractual Services	81,362	49,516	32,048	185,472	16,367	51,592	142,554	558,911
Utilities	9,166	3,530	24,883	-	2,556	12,653	55,436	108,224
Maintenance Materials and Supplies	27,475	18,296	120,133	1,237	-	21,178	164,832	353,151
Grants and Contributions	-	856	-	-	2,500	74,803	-	78,159
Amortization	8,938	13,361	53,075	416	-	15,420	84,015	175,225
Interest	-	-	-	-	-	-	11,063	11,063
Allowance for Uncollectible	22,694					-	-	22,694
Restructurings	-	-	-	-	-	-	-	-
Other	-	7,209	-	-	357	-	-	7,566
Total Expenses	277,899	104,213	411,394	187,125	21,780	230,050	569,496	1,801,957
Surplus (Deficit) by Function	(229,549)	(46,496)	(396,689)	(40,970)	(10,059)	(163,537)	104,234	(783,066)

Taxes and other unconditional revenue (Schedule 1)	1,006,917
Net Surplus (Deficit)	223,851

Town of Herbert
Schedule of Tangible Capital Assets by Object
As at December 31, 2021

Schedule 6

	2021							2020
	General Assets					Infrastructure Assets	General/Infrastructure Assets Under Construction	Total
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear assets		
Assets								
Asset cost								
Opening Asset costs	10,000	-	1,877,871	319,694	702,585	5,034,043	-	7,944,193
Additions during the year	-	-	36,888	-	-	-	-	36,888
Disposals and write-downs during the year	-	-	-	-	-	10,742	-	10,742
Transfers (from) assets under construction	-	-	-	-	-	-	-	-
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-
Closing Asset Costs	10,000	-	1,914,759	319,694	702,585	5,044,785	-	7,991,823
Amortization								
Accumulated Amortization Cost								
Opening Accumulated Amortization Costs	-	-	1,576,329	110,187	532,335	1,741,852	-	3,960,703
Add: Amortization taken	-	-	24,372	10,908	16,379	128,928	-	180,587
Less: Accumulated amortization on disposals	-	-	-	-	7,413	10,742	-	18,155
related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
Closing Accumulated Amortization Costs	-	-	1,600,701	121,095	556,127	1,881,522	-	4,159,445
Net Book Value	10,000	-	314,058	198,599	146,458	3,163,263	-	3,832,378

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 Schedule 6

\$ -

Town of Herbert
Schedule of Tangible Capital Assets by Function
As at December 31, 2021

Schedule 7

		2021							2020
		General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total
Assets	Asset cost								
	Opening Asset costs	485,592	482,306	2,181,554	120,800	-	739,321	3,934,620	7,944,193
	Additions during the year	-	-	36,888	-	-	-	-	36,888
	Disposals and write-downs during the year	-	-	-	-	-	-	10,742	10,742
	Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
Closing Asset Costs		485,592	482,306	2,218,442	120,800	-	739,321	3,945,362	7,991,823
Amortization	Amortization Cost								
	Opening Accumulated Amortization Costs	343,108	266,269	1,468,289	103,328	-	623,857	1,155,852	3,960,703
	Add: Amortization taken	8,916	13,954	61,604	416	-	15,420	80,277	180,587
	Less: Accumulated amortization on disposals	-	-	7,413	-	-	-	10,742	18,155
	Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
Closing Accumulated Amortization Costs		352,024	280,223	1,537,306	103,744	-	639,277	1,246,871	4,159,445
Net Book Value		133,568	202,083	681,136	17,056	-	100,044	2,698,491	3,832,378
									3,983,490

Town of Herbert
Schedule of Accumulated Surplus
As at December 31, 2021

Schedule 8

	2020	Changes	2021
UNAPPROPRIATED SURPLUS	554,020	217,088	771,108
APPROPRIATED RESERVES			
Machinery and Equipment	-	-	-
Public Reserve	19,450	-	19,450
Capital Trust	35,000	-	35,000
Utility	130,106	20,000	150,106
Other (Specify)	53,305	23,200	76,505
Total Appropriated	237,861	43,200	281,061
ORGANIZED HAMLETS (add lines if required)			
Organized Hamlet of (Name)	-	-	-
Organized Hamlet of (Name)	-	-	-
Organized Hamlet of (Name)	-	-	-
Organized Hamlet of (Name)	-	-	-
Organized Hamlet of (Name)	-	-	-
Organized Hamlet of (Name)	-	-	-
Total Organized Hamlets	-	-	-
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6, 7)	3,983,490	(151,112)	3,832,378
Less: Related debt	(273,799)	37,238	(236,561)
Net Investment in Tangible Capital Assets	3,709,691	(113,874)	3,595,817
Total Accumulated Surplus	4,501,572	146,414	4,647,986

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

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	131,375	31,614,160			2,827,355		34,572,890
Regional Park Assessment							
Total Assessment							34,572,890
Mill Rate Factor(s)	1.0000	1.0000			3.0000		
Total Base/Minimum Tax (generated for each property class)	3,500	269,500			31,500		304,500
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	4,682	590,027		-	120,674		715,383

MILL RATES: MILLS

Average Municipal*	20.69
Average School*	4.63
Potash Mill Rate	
Uniform Municipal Mill Rate	9.00

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

Town of Herbert
Schedule of Council Remuneration (unaudited)
As at December 31, 2021

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Mayor	Ron Mathies	3,450	360	3,810
Councillor	Brad Cornelson	1,744	756	2,500
Councillor	Doug Osmond	2,100	360	2,460
Councillor	Iain Dunbar	1,925	1,012	2,937
Councillor	Cheryl Davis	788	120	908
Councillor	Tom Newburgh	1,837	-	1,837
Councillor	Sharon Nickel	2,100	680	2,780
Councillor	Pat Gammel	700		700
Councillor	Thom Voth	613		613
Councillor	Dawn Wanner	700	280	980
		-		-
				-
				-
				-
Total		15,957	3,568	19,525

Town of Herbert
Schedule of Restructuring
For the fiscal year ended December 31, 2021

Schedule 11

	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)	-