

Village of Invermay
FINANCIAL STATEMENTS
Year Ended December 31, 2021

Village of Invermay

Invermay, Saskatchewan

December 31, 2021

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Management's Responsibility

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

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

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

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



Mayor



Administrator

Independent Auditors' Report

To the Council
Village of Invermay

Opinion

We have audited the financial statements of Village of Invermay, (the municipality), which comprise the Statement of Financial Position as at December 31, 2021 and the Statements of Operations, Change in Net Financial Assets and Cash Flow for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

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

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the financial statements section of our report. We are independent of the municipality in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

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

In preparing the financial statements, management is responsible for assessing the municipality's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the municipality or to cease operations, or has no realistic alternative but to do so.

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



Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the municipality's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

Baker Tilly SK LLP

Baker Tilly SK LLP

Yorkton, SK
August 25, 2022

Village of Invermay
Invermay, Saskatchewan
Statement of Financial Position as at December 31, 2021

Statement 1

	2021	2020 (Note 12)
Assets		
Financial Assets		
Cash and temporary investments - note 2	661,444	629,618
Taxes receivable - municipal - note 3	39,197	36,092
Other accounts receivable - note 4	50,150	37,150
Long-term investments - note 6	53,185	53,185
Total Financial Assets	<u>803,976</u>	<u>756,045</u>
Liabilities		
Accounts payable	163,474	155,503
Deposits	6,754	6,754
Deferred revenue - note 7	71,468	47,923
Accrued landfill costs - note 8	60,000	60,000
Total Liabilities	<u>301,696</u>	<u>270,180</u>
Net Financial Assets	<u>502,280</u>	<u>485,865</u>
Non-Financial Assets		
Tangible capital assets - schedules 6 and 7	612,647	628,955
Prepayments and deferred charges	1,929	2,233
Stock and supplies	714	714
Total Non-Financial Assets	<u>614,576</u>	<u>631,902</u>
Accumulated Surplus - schedule 8	<u>\$ 1,116,856</u>	<u>\$ 1,117,767</u>

Approved on behalf of the council:

Mayor

Councillor

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

Village of Invermay
Statement of Operations
For the year ended December 31, 2021

Statement 2

	2021 Budget [Note 1(p)]	2021 Actual	2020 Actual (Note 12)
Revenues			
Taxes and other unconditional revenue - schedule 1	239,193	229,791	255,444
Fees and charges - schedules 4 and 5	122,518	126,595	121,869
Conditional grants - schedules 4 and 5	80,000	11,407	22,669
Land sales - gain - schedules 4 and 5	(3,000)		450
Investment income and commissions - schedules 4 and 5	1,000	2,505	4,005
Total Revenue	<u>439,711</u>	<u>370,298</u>	<u>404,437</u>
Expenses - schedule 3			
General government services	101,020	91,575	78,754
Protective services	19,744	27,512	40,466
Transportation services	78,213	61,566	48,830
Environmental and public health services	172,081	83,379	152,758
Planning and development services	15,000		
Recreation and cultural services	12,760	7,538	13,462
Utilities services	85,011	109,525	97,011
Total Expenses	<u>483,829</u>	<u>381,095</u>	<u>431,281</u>
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	(44,118)	(10,797)	(26,844)
Provincial/Federal Capital Grants and Contributions - schedules 4 and 5	<u>60,336</u>	<u>9,886</u>	<u>49,879</u>
Surplus (Deficit) of Revenue over Expenses	16,218	(911)	23,035
Accumulated Surplus, Beginning of Year	<u>1,117,767</u>	<u>1,117,767</u>	<u>1,094,732</u>
Accumulated Surplus, End of Year	<u>\$ 1,133,985</u>	<u>\$ 1,116,856</u>	<u>\$ 1,117,767</u>

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

Village of Invermay
Statement of Change in Net Financial Assets
For the year ended December 31, 2021

Statement 3

	2021 Budget [Note 1(p)]	2021 Actual	2020 Actual (Note 12)
Surplus (Deficit)	<u>16,218</u>	<u>(911)</u>	<u>23,035</u>
(Acquisition) of tangible capital assets		(13,685)	(82,805)
Amortization of tangible capital assets	<u> </u>	<u>29,993</u>	<u>29,516</u>
Surplus (Deficit) of Capital Expenses over Expenditures	<u>0</u>	<u>16,308</u>	<u>(53,289)</u>
(Acquisition) of supplies inventories			(714)
(Acquisition) of prepaid expense		(1,929)	
Consumption of supplies inventory		714	
Use of prepaid expense	<u> </u>	<u>2,233</u>	<u> </u>
Surplus (Deficit) of Expenses of Other Non-Financial over Expenditures	<u>0</u>	<u>1,018</u>	<u>(714)</u>
Increase (Decrease) in Net Financial Assets	16,218	16,415	(30,968)
Net Financial Assets, beginning of year	<u>485,865</u>	<u>485,865</u>	<u>516,833</u>
Net Financial Assets, End of Year	<u>\$ 502,083</u>	<u>\$ 502,280</u>	<u>\$ 485,865</u>

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

Village of Invermay
Statement of Cash Flow
For the year ended December 31, 2021

Statement 4

	2021	2020 (Note 12)
Cash Provided by (used for) the Following Activities		
Operating:		
Surplus (Deficit)	(911)	23,035
Amortization	29,993	29,516
	<u>29,082</u>	<u>52,551</u>
Change in Assets/Liabilities		
Taxes receivable - municipal	(3,105)	(8,735)
Other receivables	(13,000)	(3,733)
Accounts payable	7,971	4,898
Utility deposits		135
Deferred revenue	23,545	24,161
Other liabilities		60,000
Stock and supplies for use	714	(714)
Prepayments and deferred charges	304	
Cash Provided by Operating Transactions	<u>45,511</u>	<u>128,563</u>
Capital:		
Acquisition of capital assets	<u>(13,685)</u>	<u>(82,805)</u>
Change in Cash and Temporary Investments During the Year	31,826	45,758
Cash and temporary investments, beginning of year	<u>629,618</u>	<u>583,860</u>
Cash and Temporary Investments, End of Year	<u>\$ 661,444</u>	<u>\$ 629,618</u>

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

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

1. Significant Accounting Policies

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

(a) Basis of accounting

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

(b) Collection of funds for other authorities

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

(c) Government transfers

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

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

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

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

(d) Deferred revenue - fees and charges

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

(e) Net financial assets

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

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

1. Significant Accounting Policies - continued

(f) Non-financial assets

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

(g) Appropriated reserves

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

(h) Investments

Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment. Investments with maturity dates longer than one year from the date of the Statement of Financial Position have been classified as other long-term investments concurrent with the nature of the investment.

(i) Tangible capital assets

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

Assets	Useful Life
General Assets	
Land	Indefinite
Land improvements	15 to 25 years
Buildings	50 years
Vehicles	10 to 25 years
Machinery and equipment	5 to 20 years
Infrastructure Assets	
Linear assets	20 to 40 years
Water and sewer	40 to 45 years

(j) 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.

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

1. Significant Accounting Policies - continued

(k) Capitalization of interest

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

(l) 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.

(m) Revenue

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

Utility revenue is recognized in the period in which the service has been provided.

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

(n) 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.

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

1. Significant Accounting Policies - continued

(o) 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.

(p) Budget information

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on April 6, 2021.

(q) New standards and amendments to standards

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

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

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

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

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

1. **Significant Accounting Policies** - continued

(q) New standards and amendments to standards - continued

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

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

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

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

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

2. **Cash and Temporary Investments**

	2021	2020
Cash	466,605	445,841
Temporary investments	<u>194,839</u>	<u>183,777</u>
Total Cash and Temporary Investments	<u>\$ 661,444</u>	<u>\$ 629,618</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 Invermay
Notes to Financial Statements
For the year ended December 31, 2021

	2021	2020
3. Taxes and Grants In Lieu Receivable		
Municipal - current	26,745	24,761
Municipal - arrears	<u>34,258</u>	<u>33,137</u>
	61,003	57,898
Less: Allowance for uncollectibles	<u>21,806</u>	<u>21,806</u>
Total municipal taxes receivable	<u>39,197</u>	<u>36,092</u>
School - current	3,716	1,351
School - arrears	<u>1,737</u>	<u>1,676</u>
Total school taxes receivable	<u>5,453</u>	<u>3,027</u>
Total taxes and grants in lieu receivable	44,650	39,119
Less: Taxes receivable to be collected on behalf of other organizations	<u>5,453</u>	<u>3,027</u>
Municipal and Grants In Lieu Taxes Receivable	<u>\$ 39,197</u>	<u>\$ 36,092</u>
4. Other Accounts Receivable		
Federal government	8,462	7,066
Provincial government	2,372	1,791
Utility	33,610	14,771
Trade	<u>17,270</u>	<u>17,313</u>
Total other accounts receivable	61,714	40,941
Less: Allowance for uncollectibles	<u>11,564</u>	<u>3,791</u>
Net Other Accounts Receivable	<u>\$ 50,150</u>	<u>\$ 37,150</u>
5. Land for Resale		
Tax title property	3,626	3,626
Less: Allowance for market value adjustment	<u>3,626</u>	<u>3,626</u>
Total Land for Resale	<u>\$ 0</u>	<u>\$ 0</u>
6. Long-Term Investments		
Other	<u>\$ 53,185</u>	<u>\$ 53,185</u>
The long-term investments in the Saskatchewan Association of Rural Municipalities - Self-Insurance Fund are accounted for on the equity basis.		
	2021	2020
7. Deferred Revenue		
Unspent Canada Community Building Fund	<u>\$ 71,468</u>	<u>\$ 47,923</u>

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

	2021	2020
8. Accrued Landfill Costs		
Accrued landfill costs	<u>\$ 60,000</u>	<u>\$ 60,000</u>

In 2021, the municipality has accrued an overall liability for environmental matters in the amount of \$60,000 (2020 - \$60,000) 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.

Included in environmental liabilities is \$60,000 (2020 - \$60,000) of the estimated total landfill closure and post-closure care expenses. The estimated liability for these expenses is recognized as the landfill site's capacity is used and the reported liability represents the portion of the estimated total expenses recognized as at December 31, 2021 based on the cumulative capacity used at that date, compared to the total estimated landfill capacity. Estimated total expenditures represent the sum of the discounted future cash flows for closure and post-closure care activities discounted at the municipality's average long-term borrowing rate of 6% (2020 - 5%).

Landfill closure and post-closure care requirements have been defined in accordance with The Environmental Management and Protection Act and include final covering and landscaping of the landfill, pumping of ground water, methane gas and leachate management, and ongoing environmental monitoring, site inspection and maintenance. The reported liability is based on estimates and assumptions with respect to events extending over a future period using the best information available to management. Future events may result in significant changes to the estimated total expense, capacity used or total capacity and the estimated liability, and would be recognized prospectively, as a change in estimate, when applicable.

The unfunded liability for the landfill will be paid for through future revenues.

9. Long-Term Debt

The debt limit of the municipality for 2022 is \$259,709. 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*).

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

10. Employee Benefit Plans

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

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

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

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

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

Contributions to the plan during the year were as follows:

Benefit expense	\$ 6,918	\$ 6,083
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As per the most recently audited financial statements dated December 31, 2020, the plan surplus is \$838,900,000.

11. Contingent Liabilities

The Municipality is contingently liable for the landfill closure and post-closure care requirements as defined in accordance with the Environmental Act. These costs include final covering and landscaping of the landfill, pumping the grounds, methane gas and leachate management, and ongoing environmental monitoring, site inspection and maintenance. The Municipality is unable to determine a reasonable estimate of the liability at this time, and as such, one has not been recorded.

12. Comparative Figures

Certain balances for comparative purposes have been reclassified to conform with the current year's presentation.

Village of Invermay
Schedule of Taxes and Other Unconditional Revenue
For the year ended December 31, 2021

Schedule 1

	2021 Budget [Note 1(p)]	2021 Actual	2020 Actual (Note 12)
Taxes			
General municipal tax levy	149,926	142,259	149,593
Abatements and adjustments		(6,848)	(4,527)
Discount on current year taxes	(5,000)	(4,802)	(5,133)
Net municipal taxes	<u>144,926</u>	<u>130,609</u>	<u>139,933</u>
Penalties on tax arrears	<u>2,450</u>	<u>9,376</u>	<u>8,470</u>
Total Taxes	<u>147,376</u>	<u>139,985</u>	<u>148,403</u>
Unconditional Grants			
Equalization (revenue sharing)	64,000	63,273	63,831
Safe Restart Grant			<u>16,286</u>
Total Unconditional Grants	<u>64,000</u>	<u>63,273</u>	<u>80,117</u>
Grants In Lieu of Taxes			
Provincial			
SaskTel	3,871	3,301	2,979
Local/Other			
Housing authority	3,850	3,658	3,850
Other Government Transfers			
S.P.C. surcharge	<u>20,096</u>	<u>19,574</u>	<u>20,095</u>
Total Grants In Lieu of Taxes	<u>27,817</u>	<u>26,533</u>	<u>26,924</u>
Total Taxes and Other Unconditional Revenue	<u>\$ 239,193</u>	<u>\$ 229,791</u>	<u>\$ 255,444</u>

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

Village of Invermay

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

Schedule 2-1

	2021 Budget [Note 1(p)]	2021 Actual	2020 Actual (Note 12)
General Government Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Sale of supplies	160	680	319
Rentals	710	390	785
Licenses and permits	100	60	60
Other	52,234	37,860	38,124
Total Fees and Charges	53,204	38,990	39,288
Land sales - gain	(3,000)		450
Investment income and commissions	1,000	2,505	4,005
Total Other Segmented Revenue	51,204	41,495	43,743
Conditional Grants			
Conditional - Provincial Grant	80,000		
Total Conditional Grants	80,000	0	0
Total General Government Services	\$ 131,204	\$ 41,495	\$ 43,743
Protective Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Policing and fire fees			176
Fire department surplus		11,301	13,871
Total Fees and Charges	0	11,301	14,047
Total Other Segmented Revenue	0	11,301	14,047
Total Protective Services	\$ 0	\$ 11,301	\$ 14,047
Transportation Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Custom work	300	1,720	1,158
Total Other Segmented Revenue	300	1,720	1,158
Traffic Safety grant		6,385	
Total Conditional Grants	0	6,385	0
Total Transportation Services	\$ 300	\$ 8,105	\$ 1,158
Environmental and Public Health Services			
Operating			
Conditional Grants			
Donations		1,298	1,130
Landfill Environmental Site Assessment Program			21,539
Total Conditional Grants	0	1,298	22,669
Total Environmental and Public Health Services	\$ 0	\$ 1,298	\$ 22,669

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

Village of Invermay

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

Schedule 2-2

	2021 Budget [Note 1(p)]	2021 Actual	2020 Actual (Note 12)
Recreation and Cultural Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Expense recoveries			100
Total Other Segmented Revenue	<u>0</u>	<u>0</u>	<u>100</u>
Conditional Grants			
Recreation and culture - operating		3,724	
Total Conditional Grants	<u>0</u>	<u>3,724</u>	<u>0</u>
Total Recreation and Cultural Services	<u>\$ 0</u>	<u>\$ 3,724</u>	<u>\$ 100</u>
Utility Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Water	36,476	36,784	36,438
Sewer	21,984	22,263	22,017
Other utilities	8,554	15,537	8,821
Sale of supplies	<u>2,000</u>		
Total Fees and Charges	<u>69,014</u>	<u>74,584</u>	<u>67,276</u>
Total Other Segmented Revenue	<u>69,014</u>	<u>74,584</u>	<u>67,276</u>
Total Operating	<u>69,014</u>	<u>74,584</u>	<u>67,276</u>
Capital			
Conditional Grants			
Municipal Economic Enhancement program			39,238
Canada Community Building Fund	<u>60,336</u>	<u>9,886</u>	<u>10,641</u>
Total Capital	<u>60,336</u>	<u>9,886</u>	<u>49,879</u>
Total Utility Services	<u>\$ 129,350</u>	<u>\$ 84,470</u>	<u>\$ 117,155</u>
Total Operating and Capital Revenue by Function	<u>\$ 260,854</u>	<u>\$ 150,393</u>	<u>\$ 198,872</u>
Summary			
Total Other Segmented Revenue	120,518	129,100	126,324
Total Conditional Grants	80,000	11,407	22,669
Total Capital Grants and Contributions	<u>60,336</u>	<u>9,886</u>	<u>49,879</u>
Total Operating and Capital Revenue by Function	<u>\$ 260,854</u>	<u>\$ 150,393</u>	<u>\$ 198,872</u>

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

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

Schedule 3-1

	2021 Budget [Note 1(p)]	2021 Actual	2020 Actual (Note 12)
General Government Services			
Council remuneration and travel	8,592	9,421	11,012
Wages and benefits	42,536	28,530	33,072
Professional/Contractual services	24,120	23,438	19,091
Contractual services - other	5,000	410	
Utilities	2,540	3,052	2,388
Maintenance, materials and supplies	4,059	2,680	3,636
Grants and contributions - operating	1,573	180	1,498
Insurance	6,600	16,090	8,057
Allowance for uncollectibles	6,000	7,774	
	<u> </u>	<u> </u>	<u> </u>
Total General Government Services	\$ 101,020	\$ 91,575	\$ 78,754
Protective Services			
Police protection			
Professional/Contractual services	13,806	13,502	13,149
Fire protection			
Wages and benefits	4,000	4,000	4,000
Professional/Contractual services	1,938		13,307
Amortization		10,010	10,010
	<u> </u>	<u> </u>	<u> </u>
Total Protective Services	\$ 19,744	\$ 27,512	\$ 40,466
Transportation Services			
Wages and benefits	23,425	21,798	17,017
Professional/Contractual services	7,104	7,524	7,474
Utilities	14,003	11,886	12,774
Maintenance, materials and supplies	30,681	10,429	2,764
Gravel	3,000		
Amortization		9,929	8,801
	<u> </u>	<u> </u>	<u> </u>
Total Transportation Services	\$ 78,213	\$ 61,566	\$ 48,830

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

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

Schedule 3-2

	2021 Budget [Note 1(p)]	2021 Actual	2020 Actual (Note 12)
Environmental and Public Health Services			
Wages and benefits	18,843	24,661	18,171
Professional/Contractual services	110,400	58,313	73,410
Maintenance, materials and supplies	41,961		60,314
Other	<u>877</u>	<u>405</u>	<u>863</u>
Total Environmental and Public Health Services	<u>\$ 172,081</u>	<u>\$ 83,379</u>	<u>\$ 152,758</u>
Planning and Development Services			
Professional/Contractual services	<u>\$ 15,000</u>	<u>\$ 0</u>	<u>\$ 0</u>
Recreation and Cultural Services			
Professional/Contractual services	400		5,578
Utilities	2,378	1,017	998
Maintenance, materials and supplies	300		315
Amortization		2,849	2,849
Insurance	5,774		
Libraries	<u>3,908</u>	<u>3,672</u>	<u>3,722</u>
Total Recreation and Cultural Services	<u>\$ 12,760</u>	<u>\$ 7,538</u>	<u>\$ 13,462</u>
Utility Services			
Wages and benefits	33,494	32,135	31,589
Professional/Contractual services	16,292	45,299	15,840
Utilities	12,106	10,648	11,197
Maintenance, materials and supplies	23,119	14,238	30,529
Amortization	<u></u>	<u>7,205</u>	<u>7,856</u>
Total Utility Services	<u>\$ 85,011</u>	<u>\$ 109,525</u>	<u>\$ 97,011</u>
Total Expenses by Function	<u>\$ 483,829</u>	<u>\$ 381,095</u>	<u>\$ 431,281</u>

Village of Invermay

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

Schedule 4

	General Government	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Utilities Services	Total
Revenues - schedule 2								
Fees and charges	38,990	11,301	1,720				74,584	126,595
Investment income and commissions	2,505							2,505
Grants - conditional			6,385	1,298		3,724		11,407
Grants - capital							9,886	9,886
Total Revenues	41,495	11,301	8,105	1,298	0	3,724	84,470	150,393
Expenses - schedule 3								
Wages and benefits	28,530	4,000	21,798	24,661			32,135	111,124
Professional/contractual services	33,269	13,502	7,524	58,313			45,299	157,907
Utilities	3,052		11,886			1,017	10,648	26,603
Maintenance materials and supplies	2,680		10,429				14,238	27,347
Grants and contributions	180							180
Amortization		10,010	9,929			2,849	7,205	29,993
Insurance	16,090							16,090
Libraries						3,672		3,672
Allowance for uncollectibles	7,774							7,774
Other				405				405
Total Expenses	91,575	27,512	61,566	83,379	0	7,538	109,525	381,095
Surplus (Deficit) by Function	\$(50,080)	\$(16,211)	\$(53,461)	\$(82,081)	\$ 0	\$(3,814)	\$(25,055)	(230,702)
Taxation and other unconditional revenue - schedule 1								<u>229,791</u>
Net Surplus (Deficit)								<u>\$(911)</u>

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

Village of Invermay

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

Schedule 5

	General Government	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Utilities Services	Total
Revenues - schedule 2								
Fees and charges	39,288	14,047	1,158			100	67,276	121,869
Land sales - gain	450							450
Investment income and commissions	4,005							4,005
Grants - conditional				22,669				22,669
Grants - capital							49,879	49,879
Total Revenues	<u>43,743</u>	<u>14,047</u>	<u>1,158</u>	<u>22,669</u>	<u>0</u>	<u>100</u>	<u>117,155</u>	<u>198,872</u>
Expenses - schedule 3								
Wages and benefits	33,072	4,000	17,017	18,171			31,589	103,849
Professional/contractual services	30,103	13,149	7,474	73,410		5,578	15,840	145,554
Utilities	2,388		12,774			998	11,197	27,357
Maintenance materials and supplies	3,636		2,764	60,314		315	30,529	97,558
Grants and contributions	1,498	13,307						14,805
Amortization		10,010	8,801			2,849	7,856	29,516
Insurance	8,057							8,057
Libraries						3,722		3,722
Other				863				863
Total Expenses	<u>78,754</u>	<u>40,466</u>	<u>48,830</u>	<u>152,758</u>	<u>0</u>	<u>13,462</u>	<u>97,011</u>	<u>431,281</u>
Surplus (Deficit) by Function	<u>\$(35,011)</u>	<u>\$(26,419)</u>	<u>\$(47,672)</u>	<u>\$(130,089)</u>	<u>\$ 0</u>	<u>\$(13,362)</u>	<u>\$ 20,144</u>	<u>(232,409)</u>
Taxation and other unconditional revenue - schedule 1								<u>255,444</u>
Net Surplus								<u>\$ 23,035</u>

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

Village of Invermay
Schedule of Tangible Capital Assets by Object
For the year ended December 31, 2021

Schedule 6

	2021							2020	
	General Assets					Infrastruct. Assets	General/ Infrastruct. Assets under Constr.	Total	Total
	Land	Land Improve.	Buildings	Vehicles	Machinery & Equipment	Linear Assets			
Asset Cost									
Opening Asset Cost	22,446	0	424,021	0	241,732	288,626	127,911	1,104,736	1,021,931
Additions during the year	3,800					9,885		13,685	82,805
Closing Asset Costs	26,246	0	424,021	0	241,732	298,511	127,911	1,118,421	1,104,736
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	0	0	211,862	0	137,368	126,551	0	475,781	446,265
Add: Amortization taken			10,003		13,895	6,095		29,993	29,516
Closing Accumulated Amortization Costs	0	0	221,865	0	151,263	132,646	0	505,774	475,781
Net Book Value	\$ 26,246	\$ 0	\$ 202,156	\$ 0	\$ 90,469	\$ 165,865	\$ 127,911	\$ 612,647	\$ 628,955

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

Village of Invermay
Schedule of Tangible Capital Assets by Function
For the year ended December 31, 2021

Schedule 7

	2021							2020	
	General Government	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Water & Sewer	Total	Total
Asset Cost									
Opening Asset Cost	13,960	272,659	221,446	2,133	0	137,636	456,902	1,104,736	1,021,931
Additions during the year	3,800						9,885	13,685	82,805
Closing Asset Costs	17,760	272,659	221,446	2,133	0	137,636	466,787	1,118,421	1,104,736
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	13,167	66,757	112,786	0	0	106,271	176,800	475,781	446,265
Add: Amortization taken		10,010	9,929			2,849	7,205	29,993	29,516
Closing Accumulated Amortization Costs	13,167	76,767	122,715	0	0	109,120	184,005	505,774	475,781
Net Book Value	\$ 4,593	\$ 195,892	\$ 98,731	\$ 2,133	\$ 0	\$ 28,516	\$ 282,782	\$ 612,647	\$ 628,955

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

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

Schedule 8

	2020	Changes	2021
Unappropriated Surplus	<u>180,043</u>	<u>10,213</u>	<u>190,256</u>
Appropriated Surplus			
Machinery and equipment			
Fire fighting equipment	116,550	5,184	121,734
Capital trust reserve	44,945	0	44,945
Utility			
Utility reserve	<u>147,274</u>	<u>0</u>	<u>147,274</u>
Total Appropriated	<u>308,769</u>	<u>5,184</u>	<u>313,953</u>
Net Investments in Tangible Capital Assets			
Tangible capital assets - schedule 6	<u>628,955</u>	<u>(16,308)</u>	<u>612,647</u>
Total Accumulated Surplus	<u>\$ 1,117,767</u>	<u>\$ (911)</u>	<u>\$ 1,116,856</u>

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

Village of Invermay
Schedule of Mill Rates and Assessments
For the year ended December 31, 2021

Schedule 9

	Property Class					Total	
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial		Potash Mine(s)
Taxable Assessment	122,485	5,011,040			798,660		5,932,185
Regional Park Assessment							
Total Assessment							5,932,185
Mill Rate Factor(s)	1.0000	1.0000			0.8500		
Total Base/Minimum Tax (generated for each property class)	1,800	106,590			11,060		119,450
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	2,580	124,869			14,810		142,259
Mill Rates:	Mills						
Average Municipal*	23.9809						
Average School*	4.7043						
Potash Mill Rate							
Uniform Municipal Mill Rate	12.0000						

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

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

Schedule 10

Name	Remuneration	Reimbursed Costs	Total
David Wood	2,280		2,280
Mike Kaminski	2,090		2,090
Tracey Fey	990		990
Tracey Peshko	2,090		2,090
Donna Folster	1,980		1,980
	<u>\$ 9,430</u>	<u>\$ 0</u>	<u>\$ 9,430</u>

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