

R.M. OF LAKE ALMA NO. 8
Consolidated Financial Statements
Year Ended December 31, 2021

R.M. OF LAKE ALMA NO. 8
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Year Ended December 31, 2021

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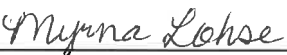
Management's Responsibility

The municipality's management is responsible for the preparation and presentation of the accompanying consolidated 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 are required.


In discharging its responsibilities for the integrity and fair presentation of the consolidated 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 consolidated 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.

Grant Thornton LLP, an independent firm of Chartered Professional Accountants, is appointed by the Council to audit the consolidated 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.



Ms. Myrna Lohse, Administrator



Mr. Rodney Robinson, Reeve

Lake Alma, SK

Independent Auditor's report

To the Council of the R.M. of Lake Alma No. 8:

Qualified Opinion

We have audited the consolidated financial statements of the R.M. of Lake Alma No. 8 (the Municipality), which comprise the consolidated statement of financial position as at December 31, 2021, and the consolidated statements of operations and accumulated surplus, change in net financial assets and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Municipality as at December 31, 2021, and the consolidated results of its operations and accumulated surplus, change in net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified Opinion

As outlined in Note 9 to the consolidated financial statements, the Municipality maintains a solid waste landfill site for which it has not recorded an estimate of closure and post-closure liabilities. This constitutes a departure from Canadian public sector accounting standards, which require the closure and post-closure liabilities to be recognized on a volumetric basis as the landfill site capacity is used, beginning when the site first accepted waste. This is the result of a cost-benefit decision taken by management not to engage a third party to determine the liability. The impact of this departure from Canadian public sector accounting standards has not been determined and therefore, we were not able to determine whether any adjustments might be necessary to the surplus of revenues over expenses and cash flows for the year ended December 31, 2021, landfill closure and post-closure liabilities as at December 31, 2021 and net financial assets as at January 1 and December 31, 2021. The audit opinion on the consolidated financial statements for the year ended December 31, 2020 was modified because of this departure from Canadian Public Sector Accounting Standards.

As outlined in Note 10 to the consolidated financial statements, the Municipality has a property for which an assessment of the obligation for remediation of contaminated site has not been performed. This constitutes a departure from Canadian public sector accounting standards, which require that an obligation for remediation of contaminated sites be assessed and recorded when recognition criteria are met. This is the result of a cost-benefit decision taken by management not to perform the assessment or engage a third party to assist in determining the liability. The impact of this departure from Canadian public sector accounting standards has not been determined and therefore, we were not able to determine whether any adjustments might be necessary to the surplus of revenues over expenses and cash flows for the year ended December 31, 2021, contaminated site liability as at December 31, 2021 and net financial assets as at January 1 and December 31, 2021. The audit opinion on the consolidated financial statements for the year ended December 31, 2020 was modified because of this departure from Canadian Public Sector Accounting Standards.

The Municipality derives revenue from user fees, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of the Municipality. Therefore, we were not able to determine whether any adjustments might be necessary to the fees and charges revenue – recreation and culture, excess of revenues over expenses, and cash flows for the year ended December 31, 2021, current assets as at December 31, 2021, and net financial assets as at January 1 and December 31, 2021. The audit opinion on the consolidated financial statements for the year ended December 31, 2020 was modified because of this departure from Canadian Public Sector Accounting Standards.

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 Consolidated 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 consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with those requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Other Matter - Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements taken as a whole. Schedules 1, 2, 3, 7 and 10 are presented for purposes of additional information and are not a required part of the consolidated financial statements. Such information has been subjected to the auditing procedures applied, only to the extent necessary to express an opinion, in the audit of the consolidated financial statements taken as a whole.

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

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Municipality's ability to continue as a going concern, disclosing, as applicable, matters relating 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. Those charged with governance are responsible for overseeing the Municipality's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated 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 consolidated 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 auditor's report to the related disclosures in the consolidated 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 Municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Municipality to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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.

R.M. OF LAKE ALMA NO. 8**Consolidated Statement of Financial Position****As at December 31, 2021****Statement 1**

	2021	2020
FINANCIAL ASSETS		
Cash (<i>Note 2</i>)	\$ 685,907	\$ 1,836,127
Taxes Receivable - Municipal (<i>Note 3</i>)	19,008	15,954
Other Accounts Receivable (<i>Note 4</i>)	83,411	128,491
Land for Resale (<i>Note 5</i>)	2,782	2,782
Long-Term Investments (<i>Note 6</i>)	1,653,710	416,411
Debt Charges Recoverable	-	-
Other	-	-
Total financial assets	2,444,818	2,399,765
LIABILITIES		
Bank indebtedness (<i>Note 7</i>)	-	-
Accounts Payable	8,180	65,758
Accrued Liabilities Payable	-	-
Deposits	-	-
Deferred Revenue (<i>Note 8</i>)	315	691
Accrued Landfill Costs (<i>Note 9</i>)	-	-
Liability for Contaminated Sites (<i>Note 10</i>)	-	-
Other Liabilities	-	-
Long-Term Debt (<i>Note 11</i>)	-	-
Total liabilities	8,495	66,449
NET FINANCIAL ASSETS	2,436,323	2,333,316
NON-FINANCIAL ASSETS		
Tangible Capital Assets(Schedule 6, 7)	2,112,659	1,636,449
Prepayments and Deferred Charges	200,847	133,488
Stock and supplies	22,676	34,331
Other	-	-
Total Non-Financial Assets	2,336,182	1,804,268
ACCUMULATED SURPLUS (Schedule 8)	\$ 4,772,505	\$ 4,137,584

Contractual Obligations and Commitments (*Note 14*)

R.M. OF LAKE ALMA NO. 8
Consolidated Statement of Operations and Accumulated Surplus
As at December 31, 2020

Statement 2

	Budget 2021	2021	2020
REVENUES			
Taxes and Other Unconditional Revenue (Schedule 1)	\$ 1,244,751	\$ 1,243,431	\$ 1,248,647
Fees and Charges (Schedule 4, 5)	255,705	344,049	324,326
Conditional Grants (Schedule 4, 5)	7,700	15,976	7,824
Tangible Capital Assets Sales - Gain (Loss) (Schedule 4, 5)	-	50	-
Land Sales - Gain (Loss) (Schedule 4, 5)	-	-	-
Investment Income and Commissions (Schedule 4, 5)	25,600	19,758	26,441
Restructurings (Schedule 4, 5)	-	-	-
Other Revenues (Schedule 4, 5)	1,000	5,145	17,232
Total Revenues	1,534,756	1,628,409	1,624,470
EXPENSES			
General Government Services (Schedule 3)	214,705	208,497	256,787
Protective Services (Schedule 3)	24,999	27,069	38,110
Transportation Services (Schedule 3)	818,487	544,576	1,308,239
Environmental and Public Health Services (Schedule 3)	92,947	64,136	64,157
Planning and Development Services (Schedule 3)	279	279	279
Recreation and Cultural Services (Schedule 3)	128,354	148,549	113,470
Utility Services (Schedule 3)	29,990	34,565	31,652
Restructurings (Schedule 3)	-	-	-
Total Expenses	1,309,761	1,027,671	1,812,694
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	224,995	600,738	(188,224)
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	17,048	34,183	64,166
Surplus (Deficit) of Revenues over Expenses	242,043	634,921	(124,058)
Accumulated Surplus (Deficit), Beginning of Year	4,137,584	4,137,584	4,261,642
ACCUMULATED SURPLUS - END OF YEAR	\$ 4,379,627	\$ 4,772,505	\$ 4,137,584

Consolidated Statement of Change in Net Financial Assets

As at December 31, 2021

Statement 3

	Budget 2021	2021	2020
Surplus (Deficit)	\$ 242,043	\$ 634,921	\$ (124,058)
(Acquisition) of tangible capital assets	(121,364)	(592,439)	(1,400)
Amortization of tangible capital assets	143,216	116,229	127,058
Proceeds on disposal of tangible capital assets	-	50	-
Loss (gain) on the disposal of tangible capital assets	-	(50)	-
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (Deficit) of capital expenses over expenditures	21,852	(476,210)	125,658
(Acquisition) of supplies inventories	-	-	(11,684)
(Acquisition) of prepaid expense	-	(67,359)	(133,488)
Consumption of supplies inventory	-	11,655	30,775
Use of prepaid expense	-	-	357
Surplus (Deficit) of expenses of other non-financial over expenditures	-	(55,704)	(114,040)
Increase/Decrease in Net Financial Assets	263,895	103,007	(112,440)
Net Financial Assets (Debt) - Beginning of Year	2,333,316	2,333,316	2,445,756
Net Financial Assets (Debt) - End of Year	\$ 2,597,211	\$ 2,436,323	\$ 2,333,316

Cash provided by (used for) the following activities

	2021	2020
Operating:		
Surplus (Deficit)	\$ 634,921	\$ (124,058)
Amortization	116,229	127,058
Loss (gain) on disposal of tangible capital assets	(50)	-
Donated capital assets	-	(1,400)
	<u>751,100</u>	<u>1,600</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	(3,054)	18,867
Other Receivables	45,080	(54,546)
Land for Resale	-	21,941
Accounts Payable	(57,578)	34,326
Deferred Revenue	(376)	628
Prepayments and Deferred Charges	(67,359)	(133,131)
Stock and supplies	11,655	19,091
	<u>(71,632)</u>	<u>(92,824)</u>
Cash provided by operating transactions	<u>679,468</u>	<u>(91,224)</u>
Capital:		
Acquisition of capital assets	(592,439)	-
Proceeds from the disposal of capital assets	50	-
	<u>(592,389)</u>	<u>-</u>
Cash applied to capital transactions	<u>(592,389)</u>	<u>-</u>
Investing:		
Long-Term Investments	(1,237,299)	(9,377)
Other	-	-
	<u>(1,237,299)</u>	<u>(9,377)</u>
Cash provided by (applied to) investing transactions	<u>(1,237,299)</u>	<u>(9,377)</u>
Financing:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	-	-
Other financing	-	-
	<u>-</u>	<u>-</u>
Cash provided by (applied to) financing transactions	<u>-</u>	<u>-</u>
Change in Cash and Temporary Investments during the year	<u>(1,150,220)</u>	<u>(100,601)</u>
Cash and Temporary Investments - Beginning of Year	<u>1,836,127</u>	<u>1,936,728</u>
Cash and Temporary Investments - End of Year (Note 2)	<u>\$ 685,907</u>	<u>\$ 1,836,127</u>

Notes to Consolidated Financial Statements

As at December 31, 2021

1. **Significant accounting policies**

The consolidated 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 consolidated 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 consolidated financial statements consolidate 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. Entities included in these consolidated financial statements are as follows:

Lake Alma Recreation Board

All inter-organizational transactions and balances have been eliminated.

(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 and stipulations have been met; and
- c) reasonable estimates of the amounts can be made.

Unearned government transfer amounts received will be recorded as deferred revenue until criteria or stipulations are met.

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

Government transfers to individuals and other entities are recognized as an expense when the transfers are authorized and all eligibility criteria have been met.

(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.

Resources restricted by agreement with an external party are recognized as revenue in the Municipality's financial statements in the period in which the resources are used for the purpose or purposes specified. An externally restricted inflow received before this criterion has been met is recorded as a liability until the resources are used for the purpose or purposes specified.

(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.

(continues)

1. Significant accounting policies (continued)

(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, provided the revenues are expected to be collected. 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.

The long term investments in the Saskatchewan Association of Rural Municipalities - Self insurance fund are accounted for on the equity basis. The balance represents the balances receivable should the Municipality decide to leave the self-insurance program and includes upfront contributions to the plan, additional premium payments, allocations of investment income on the funds on deposit, self-insurance claims paid and other claims administration costs. The Municipality has the ability to withdraw from the plan with notice. Beyond the return of the Municipality's fund balance, it has no further claim to the residual net assets of SARM. Prairie Sky Co-operative Association Ltd. - member equity, Radius Credit Union - member equity, and Affinity Credit Union term deposits are recorded at cost.

(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 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 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	10 to 15 Years
Buildings	50 Years
Vehicles & Equipment	
Vehicles	10 Years
Machinery and Equipment	5 to 15 Years
Infrastructure Assets	
Water & Sewer	40 Years
Road Network Assets	40 Years

(continues)

Notes to Consolidated Financial Statements

As at December 31, 2021

1. **Significant accounting policies** *(continued)*

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 consolidated financial statements as either a capital or operating lease. Any lease that transfers substantially all of the benefits and risk associated with the leased asset is classified as a capital lease and recorded as a tangible capital asset. At the inception of a capital lease, an asset and a payment obligation are recorded at an amount equal to the lesser of the present value of the minimum lease payments and the asset's fair market value. Assets under capital lease are amortized on a straight line basis, over their estimated useful lives (lease term). 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. The costs to close and maintain solid waste landfill sites are based on estimated future expenses, adjusted for inflation and discounted to current dollars. The Municipality is currently unable to estimate closure and post-closure costs at this time. No amount has been recorded as an asset or a liability. See disclosure in Note 9.

(n) **Trust Funds:**

Funds held in trust for others, under a trust agreement or statute, are not included in the consolidated financial statements as they are not controlled by the Municipality.

(o) **Employee benefit plans:**

Contributions to the Municipality's multi employer 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:

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

Any revisions to the amount previously recognized are accounted for in the period in which the revisions are made.

(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.

(continues)

1. **Significant accounting policies** *(continued)*

(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 June 10, 2021.

(t) **New Accounting Standards and Amendments to Standards:**

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

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

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R.M. OF LAKE ALMA NO. 8

Notes to Consolidated Financial Statements

As at December 31, 2021

1. Significant accounting policies (continued)

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	\$ (131,177)	\$ 173,740
Temporary Investments	653,727	1,597,133
Restricted Cash	163,357	65,254
Total Cash and Temporary Investments	\$ 685,907	\$ 1,836,127

Cash include balances with banks, term deposits, marketable securities and short-term investments with maturities of one year or less.

Temporary investments consist of a guaranteed investment certificate maturing December 2022 and bearing interest at a rate of 0.50% (2021 - 0.35%).

Restricted cash consists of funds restricted for the use of the Lake Alma Recreation Board and the Special Service Area of Lake Alma in their daily operations.

3. Taxes Receivable - Municipal

	2021	2020
<u>Municipal</u>		
- Current	\$ 18,649	\$ 13,678
- Arrears	3,359	5,276
	22,008	18,954
Less - allowance for uncollectibles	(3,000)	(3,000)
Total municipal taxes receivable	19,008	15,954
<u>School</u>		
- Current	3,337	3,373
- Arrears	1,128	1,054
Total school taxes receivable	4,465	4,427
Municipal - other	-	-
Total taxes and grants in lieu receivable	23,473	20,381
Deduct taxes receivable to be collected on behalf of other organizations	(4,465)	(4,427)
Total Taxes Receivable - Municipal	\$ 19,008	\$ 15,954

R.M. OF LAKE ALMA NO. 8

Notes to Consolidated Financial Statements

As at December 31, 2021

4. Other Accounts Receivable	2021	2020
Federal Government	\$ 30,310	\$ 31,529
Provincial government	-	7,222
Local government	-	-
Utility	-	-
Trade	53,101	89,740
Other	-	-
Total Other Accounts Receivable	83,411	128,491
Less: allowance for uncollectibles	-	-
Net Other Accounts Receivable	\$ 83,411	\$ 128,491

5. Land for Resale	2021	2020
Tax Title Property	\$ 41,346	\$ 41,346
Allowance for market value adjustment	(41,346)	(41,346)
Net Tax Title Property	-	-
Other Land	2,782	2,782
Allowance for market value adjustment	-	-
Net Other Land	2,782	2,782
Total Land for Resale	\$ 2,782	\$ 2,782

6. Investments	2021	2020
Long-term Investments		
Sask. Assoc. of Rural Municipalities - Self Insurance Fund	\$ 57,485	\$ 53,537
Affinity Credit Union term deposit	1,565,384	357,686
Lake Alma Recreation Board term deposit	25,622	-
Nursing Home Shares	1,600	1,600
Radius Credit Union Equity	1,292	1,261
Prairie Sky Co-operative Equity	2,327	2,327
Total Investments	\$ 1,653,710	\$ 416,411

The long term investments in the Saskatchewan Association of Rural Municipalities - Insurance Funds are accounted for on the equity basis. The balance represents the balances receivable should the Municipality decide to leave the self-insurance program and includes upfront contributions to the plan, additional premium payments, allocations of investment income on the funds on deposit, self-insurance claims paid and other claims administration costs. The Municipality has the ability to withdraw from the plan with notice. Beyond the return of the Municipality's fund balance, it has no further claim to the residual net assets of SARM.

The Affinity Credit Union term deposit is measured at cost. The term deposit consists of a guaranteed investment certificate with an average interest rate of 1.05% (2020 - 2.00%), maturing between October 2024 and December 2026. It has been classified as long-term in accordance with the nature and intent of the investments.

The Lake Alma Recreation Board term deposit is measured at cost. The term deposit consists of a guaranteed investment certificate with an interest rate of 0.75% (2020 - nil), maturing in November 2026. It has been classified as long-term in accordance with the nature and intent of the investments.

Shares of privately held corporations are recorded at cost, less any impairments.

Member equity accounts are recorded at cost.

R.M. OF LAKE ALMA NO. 8

Notes to Consolidated Financial Statements

As at December 31, 2021

7. Bank Indebtedness

At December 31, 2021, the Municipality had lines of credit totaling \$10,000 (2020 - \$10,000), bearing interest at prime plus 0.25% (2020 - prime plus 0.50%) per annum, none of which were drawn (2020 - \$nil). The line of credit is secured by a general security agreement.

8. Deferred Revenue

	2021	2020
Prepaid Taxes		
Balance, beginning of year	\$ 687	\$ 47
Add: Amount received during the year	307	687
Less: Amount recognized as revenue during the year	(687)	(47)
Balance, end of year	307	687
Water Deposits		
Balance, beginning of year	4	16
Add: Amount received during the year	4	4
Less: Amount refunded the year	-	(16)
Balance, end of year	8	4
Total Deferred Revenue	\$ 315	\$ 691

9. Accrued Landfill Costs

The Municipality maintains a waste disposal site that has not yet been decommissioned. The landfill is no longer in use and currently, the site is only used for the disposal of metal and wood waste. The Municipality has not yet started the process of determining future closure and post closure costs as required by the Ministry of Environment and regulated by Municipal Refuse Management Regulations. As such the consolidated financial statements do not recognize a liability for closure and post-closure care as the landfill site's capacity was used based on usage measured on a volumetric basis, which is a departure from Canadian public sector accounting standards.

10. Liability for Contaminated Sites

The Municipality owns, through its tax title property, a property on which a former gas station operated. The property is being used by the Municipality as a parking lot. The Municipality has not performed an assessment of the obligation for remediation of contaminated site as related to this property including determining the extent of contamination, whether it exceeds environment standards, the extent to which the Municipality is responsible and estimating any remediation liability. This constitutes a departure from Canadian public sector accounting standards which require that an obligation for remediation of contaminated sites be assessed and recorded when recognition criteria are met.

11. Long-term Debt

The debt limit of the Municipality is \$1,463,083 (2020 - \$1,339,539). 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 Municipality has no long term debt.

12. Pension Plan

The Municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The Municipality's pension expense in 2021 was \$22,594 (2020 - 22,046). The benefits accrued to the Municipality's employees from MEPP are calculated using the following: pensionable years of service, highest average salary, and the plan accrual rate.

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

	2021	2020
Details of MEPP		
Number of active members	6	6
Member contribution rates (percentage of salary):		
Employee contribution - general members	9.00%	9.00%
Employer contribution - general members	9.00%	9.00%
Member contributions for the year	22,594	22,046
Employer contributions for the year	22,594	22,046
Financial position of the plan:		
Plan assets	***	3,221,426,000
Plan liabilities	***	2,382,526,000
Accounting pension surplus	***	\$ 838,900,000

***2021 MEPP financial information is not yet available
2021 year's maximum pensionable amount (YMPE) \$61,600

13. Trusts Administered by the Municipality

A summary of trust fund activity by the municipality during the year is as follows:

	2021	2020
Highway 18-28 Committee		
Balance - Beginning of Year	\$ 3,227	\$ 3,703
Contributions	184,941	2,746,721
Disbursements	(179,056)	(2,747,197)
Balance - End of Year	\$ 9,112	\$ 3,227

14. Commitments

On June 27, 2019, Council signed an agreement with the Province of Saskatchewan, the Rural Municipalities of Souris Valley, Laurier and Surprise Valley, for the rehabilitation of Highways 18 and 28. The four Rural Municipalities together, are responsible for the lower of 25% of the project or \$7,407,250. The Rural Municipality of Lake Alma is responsible for their proportionate share (28%) of the lower of 25% or \$7,407,250. Expected completion of the project is November 2022.

R.M. OF LAKE ALMA NO. 8

Notes to Consolidated Financial Statements

As at December 31, 2021

15. Budget Data

The reconciliation of the approved budget for the current year to the budget figures reported in these financial statements is as follows:

	2021
Budget surplus per Statement of Operations	\$ 242,043
Less: Capital expenditures	(121,364)
Less: Transfers to other funds	(248,636)
Add: Amortization expense	143,216
Less: Additional expenditures	(668)
Add: Additional revenue	10
Approved Cash Budget	\$ 14,601

16. Impacts of COVID-19

The outbreak of a novel strain of coronavirus (“COVID-19”) was declared a global pandemic by the World Health Organization in March 2020. COVID-19 has severely impacted many economies around the globe. In many countries, including Canada, businesses were forced to cease or limit operations for long periods of time. Measures taken to contain the spread of the virus, including travel bans, quarantines, social distancing, and closures of non-essential services have triggered significant disruptions to businesses worldwide, resulting in an economic slowdown. Global stock markets have also experienced great volatility and a significant weakening. Governments and central banks have responded with monetary and fiscal interventions to stabilize economic conditions.

Schedule of Taxes and Other Unconditional Revenue

As at December 31, 2021

Schedule 1

	Budget 2021	2021	2020
TAXES			
General municipal tax levy	\$ 1,145,512	\$ 1,145,511	\$ 1,146,622
Abatements and adjustments	(2,500)	(1,792)	(2,133)
Discount on current year taxes	(51,000)	(52,308)	(50,805)
Net Municipal Taxes	1,092,012	1,091,411	1,093,684
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	2,000	1,300	1,930
Special tax levy	-	-	-
Other	-	-	-
Total Taxes	1,094,012	1,092,711	1,095,614
UNCONDITIONAL GRANTS			
Revenue Sharing	133,029	133,029	134,392
Organized Hamlet	5,253	5,253	5,290
Safe Restart	-	-	16,226
Other - Special Service Area	7,973	7,973	7,973
Total Unconditional Grants	146,255	146,255	163,881
GRANTS IN LIEU OF TAXES			
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
Transgas	-	-	-
Central Services	-	-	-
SaskTel	4,107	4,107	5,028
Other	377	358	350
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty land Entitlement	-	-	-
Other	-	-	-
Other Government Transfers			
S.P.C. Surcharge	-	-	-
SaskEnergy Surcharge	-	-	-
Other	-	-	-
Total Grants in Lieu of Taxes	4,484	4,465	5,378
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 1,244,751	\$ 1,243,431	\$ 1,264,873

Schedule of Operating and Capital Revenue by Function

As at December 31, 2021

Schedule 2 - 1

	Budget 2021	2021	2020
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and charges	\$ 1,020	\$ 920	\$ 66,322
- Custom work	-	125	-
- Sales of supplies	1,100	1,184	1,156
- Other	-	-	-
Total Fees and Charges	2,120	2,229	67,478
- Tangible capital asset sales - gain (loss)	-	50	-
- Land sales - gain (loss)	-	-	-
- Investment income and commissions	25,600	19,758	26,441
- Other (Safe Restart)	-	-	-
Total Other Segmented Revenue	27,720	22,037	93,919
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	27,720	22,037	93,919
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other	1,000	1,040	1,000
Total Capital	1,000	1,040	1,000
Restructuring revenue	-	-	-
Total General Government Services	28,720	23,077	94,919
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and charges	-	2,225	16,411
- Other	-	-	-
Total Fees and Charges	-	2,225	16,411
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	-	2,225	16,411
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	2,225	16,411
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring revenue	-	-	-
Total Protective Services	\$ -	\$ 2,225	\$ 16,411

Schedule of Operating and Capital Revenue by Function

As at December 31, 2021

Schedule 2 - 2

	Budget 2021	2021	2020
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Custom work	48,100	20,850	22,232
- Sales of supplies	9,000	22,878	12,579
- Road Maintenance and Restoration			
Agreements	70,000	97,559	83,631
- Frontage	-	-	-
- Other	-	1,440	-
Total Fees and Charges	127,100	142,727	118,442
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	127,100	142,727	118,442
Conditional Grants			
- RIRG (CTP)	-	-	-
- Student Employment	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	127,100	142,727	118,442
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	16,048	33,143	24,072
- ICIP	-	-	-
- RIRG (CTP, Bridge and Large Culvert, Road Const)	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	39,094
- Other	-	-	-
Total Capital	16,048	33,143	63,166
Restructuring revenue	-	-	-
Total Transportation Services	143,148	175,870	181,608
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	800	5,497	581
- Waste and Disposal Fees	2,000	3,052	1,588
- Other	-	-	-
Total Fees and Charges	2,800	8,549	2,169
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	2,800	8,549	2,169
Conditional Grants			
- Student Employment	-	-	-
- TAPD	-	-	-
- Local government	-	-	-
- MEEP	-	-	-
-Other	7,700	5,976	7,824
Total Conditional Grants	7,700	5,976	7,824
Total Operating	10,500	14,525	9,993
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- TAPD	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring revenue	-	-	-
Total Environmental and Public Health Services	\$ 10,500	\$ 14,525	\$ 9,993

See notes to the consolidated financial statements

R.M. OF LAKE ALMA NO. 8

Schedule of Operating and Capital Revenue by Function

As at December 31, 2021

Schedule 2 - 3

	Budget 2021	2021	2020
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ 3,000	\$ 4,505	\$ 925
- Maintenance and Development Charges	-	-	-
- Other	-	-	-
Total Fees and Charges	3,000	4,505	925
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	1,000	5,145	1,006
Total Other Segmented Revenue	4,000	9,650	1,931
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	4,000	9,650	1,931
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring revenue	-	-	-
Total Planning and Development Services	4,000	9,650	1,931
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenues			
Fees and Charges	95,000	157,725	94,653
- Other	-	-	-
Total Fees and Charges	95,000	157,725	94,653
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	95,000	157,725	94,653
Conditional Grants			
- Student Employment	-	-	-
- Local Government	-	-	-
- MEEP	-	-	-
- Other	-	10,000	-
Total Conditional Grants	-	10,000	-
Total Operating	95,000	167,725	94,653
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring revenue	-	-	-
Total Recreation and Cultural Services	\$ 95,000	\$ 167,725	\$ 94,653

Schedule of Operating and Capital Revenue by Function

As at December 31, 2021

Schedule 2 - 4

	Budget 2021	2021	2020
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Water	25,685	26,089	24,248
- Sewer	-	-	-
- Other	-	-	-
Total Fees and Charges	25,685	26,089	24,248
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	25,685	26,089	24,248
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	25,685	26,089	24,248
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- New Building Canada Fund (SCF, NRP)	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring revenue	-	-	-
Total Utility Services	25,685	26,089	24,248
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 307,053	\$ 419,161	\$ 423,763

SUMMARY

Total Other Segmented Revenue	\$ 282,305	\$ 369,002	\$ 351,773
Total Conditional Grants	7,700	15,976	7,824
Total Capital Grants and Contributions	17,048	34,183	64,166
Restructuring Revenue	-	-	-
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 307,053	\$ 419,161	\$ 423,763

Total Expenses by Function

As at December 31, 2021

Schedule 3 - 1

	Budget 2021	2021	2020
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 27,800	\$ 22,793	\$ 28,185
Wages and benefits	132,548	136,560	131,337
Professional/Contractual services	26,310	26,443	25,356
Utilities	5,900	6,319	5,631
Maintenance, materials and supplies	13,350	7,586	7,569
Grants and contributions			
- Operating	350	590	340
- Capital	-	-	-
Amortization	1,347	1,347	1,347
Interest	200	53	118
Allowance For Uncollectibles	-	-	22,846
Other	6,900	6,806	34,058
General Government Services	214,705	208,497	256,787
Restructuring	-	-	-
Total General Government Services	214,705	208,497	256,787
PROTECTIVE SERVICES			
Police Protection			
Wages and benefits	-	-	-
Professional/Contractual Services	13,700	21,964	33,314
Utilities	-	-	-
Maintenance, Materials and Supplies	-	-	-
Grants and contributions			
- Operating	-	-	-
- Capital	-	-	-
Other	-	-	-
Fire Protection			
Wages and benefits	-	-	-
Professional/Contractual Services	-	-	-
Utilities	-	-	-
Maintenance, materials and supplies	500	666	357
Grants and contributions			
- Operating	9,360	3,000	3,000
- Capital	-	-	-
Amortization	1,439	1,439	1,439
Interest	-	-	-
Other	-	-	-
Protective Services	24,999	27,069	38,110
Restructuring	-	-	-
Total Protective Services	24,999	27,069	38,110
TRANSPORTATION SERVICES			
Council remuneration and travel	5,400	2,971	5,367
Wages and Benefits	201,500	202,324	200,082
Professional/Contractual Services	3,000	2,451	14,279
Utilities	10,545	9,302	10,126
Maintenance, materials and supplies	309,200	137,594	821,749
Gravel	140,000	79,652	137,431
Grants and contributions			
- Operating	-	-	-
- Capital	-	-	-
Amortization	136,842	108,782	117,805
Interest	-	-	-
Other	12,000	1,500	1,400
Transportation Services	818,487	544,576	1,308,239
Restructuring	-	-	-
Total Transportation Services	\$ 818,487	\$ 544,576	\$ 1,308,239

Total Expenses by Function

As at December 31, 2021

Schedule 3 - 2

	Budget 2021	2021	2020
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and Benefits	\$ -	\$ -	\$ -
Professional/Contractual Services	36,300	29,329	31,135
Utilities	-	-	-
Maintenance, materials and supplies	33,000	12,160	10,650
Grants and contributions			
- Operating	50	1,325	50
Waste disposal	-	-	-
Public Health	-	-	-
- Capital	-	-	-
Waste disposal	-	-	-
Public Health	23,597	21,322	22,322
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Environmental and Public Health Services	92,947	64,136	64,157
Restructuring	-	-	-
Total Environmental and Public Health Services	92,947	64,136	64,157
PLANNING AND DEVELOPMENT SERVICES			
Wages and Benefits	-	-	-
Professional/Contractual Services	-	-	-
Grants and contributions			
- Operating	-	-	-
- Capital	-	-	-
Amortization	279	279	279
Interest	-	-	-
Other	-	-	-
Planning and Development Services	279	279	279
Restructuring	-	-	-
Total Planning and Development Services	279	279	279
RECREATION AND CULTURAL SERVICES			
Wages and Benefits	-	1,756	2,616
Professional/Contractual Services	6,495	5,923	6,495
Utilities	2,650	2,430	2,451
Maintenance, materials, and supplies	900	7,488	599
Grants and contributions			
- Operating	14,000	3,400	5,227
- Capital	-	-	-
Amortization	3,309	1,503	3,309
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other (recreation board)	101,000	126,049	92,773
Recreation and Cultural Services	128,354	148,549	113,470
Restructuring	-	-	-
Total Recreation and Cultural Services	\$ 128,354	\$ 148,549	\$ 113,470

Total Expenses by Function

As at December 31, 2021

Schedule 3 - 3

	Budget 2021	2021	2020
UTILITY SERVICES			
Wages and Benefits	\$ -	\$ -	\$ -
Professional/Contractual Services	13,290	19,156	14,590
Utilities	8,900	7,651	8,522
Maintenance, materials and supplies	7,800	4,879	5,661
Grants and contributions			
- Operating	-	-	-
- Capital	-	-	-
Amortization	-	2,879	2,879
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other	-	-	-
Utility Services	29,990	34,565	31,652
Restructuring	-	-	-
Total Utility Services	29,990	34,565	31,652
TOTAL EXPENSES BY FUNCTION	\$ 1,309,761	\$ 1,027,671	\$ 1,812,694

R.M. OF LAKE ALMA NO. 8
Consolidated Schedule of Segment Disclosure by Function
As at 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	\$ 2,229	\$ 2,225	\$ 142,727	\$ 8,549	\$ 4,505	\$ 157,725	\$ 26,089	\$ 344,049
Tangible Capital Asset Sales - Gain (Loss)	50	-	-	-	-	-	-	50
Land Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Investment Income and Commissions	19,758	-	-	-	-	-	-	19,758
Other Revenues	-	-	-	-	5,145	-	-	5,145
Grants - Conditional	-	-	-	5,976	-	10,000	-	15,976
- Capital	1,040	-	33,143	-	-	-	-	34,183
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	23,077	2,225	175,870	14,525	9,650	167,725	26,089	419,161
Expenses (Schedule 3)								
Wages and Benefits	159,353	-	205,295	-	-	1,756	-	366,404
Professional/Contractual Services	26,443	21,964	2,451	29,329	-	5,923	19,156	105,266
Utilities	6,319	-	9,302	-	-	2,430	7,651	25,702
Maintenance Material and Supplies	7,586	666	217,246	12,160	-	7,488	4,879	250,025
Grants and Contributions	590	3,000	-	22,647	-	3,400	-	29,637
Amortization	1,347	1,439	108,782	-	279	1,503	2,879	116,229
Interest	53	-	-	-	-	-	-	53
Allowance for Uncollectibles	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	6,806	-	1,500	-	-	126,049	-	134,355
Total Expenses	208,497	27,069	544,576	64,136	279	148,549	34,565	1,027,671
Surplus (Deficit) by Function	(185,420)	(24,844)	(368,706)	(49,611)	9,371	19,176	(8,476)	(608,510)
Taxes and other unconditional revenue (Schedule 1)								<u>1,243,431</u>
Net Surplus (Deficit)								<u>\$ 634,921</u>

See notes to the consolidated financial statements

R.M. OF LAKE ALMA NO. 8

Consolidated Schedule of Segment Disclosure by Function

As at December 31, 2020

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 67,478	\$ 16,411	\$ 118,442	\$ 2,169	\$ 925	\$ 94,653	\$ 24,248	\$ 324,326
Tangible Capital Asset Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Land Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Investment Income and Commissions	26,441	-	-	-	-	-	-	26,441
Other Revenues	-	-	-	-	1,006	-	-	1,006
Grants - Conditional	-	-	-	7,824	-	-	-	7,824
- Capital	1,000	-	63,166	-	-	-	-	64,166
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	94,919	16,411	181,608	9,993	1,931	94,653	24,248	423,763
Expenses (Schedule 3)								
Wages and Benefits	159,522	-	205,449	-	-	2,616	-	367,587
Professional/Contractual Services	25,356	33,314	14,279	31,135	-	6,495	14,590	125,169
Utilities	5,631	-	10,126	-	-	2,451	8,522	26,730
Maintenance Material and Supplies	7,569	357	959,180	10,650	-	599	5,661	984,016
Grants and Contributions	340	3,000	-	22,372	-	5,227	-	30,939
Amortization	1,347	1,439	117,805	-	279	3,309	2,879	127,058
Interest	118	-	-	-	-	-	-	118
Allowance for Uncollectibles	22,846	-	-	-	-	-	-	22,846
Restructurings	-	-	-	-	-	-	-	-
Other	34,058	-	1,400	-	-	92,773	-	128,231
Total Expenses	256,787	38,110	1,308,239	64,157	279	113,470	31,652	1,812,694
Surplus (Deficit) by Function	(161,868)	(21,699)	(1,126,631)	(54,164)	1,652	(18,817)	(7,404)	(1,388,931)
Taxes and other unconditional revenue (Schedule 1)								<u>1,264,873</u>
Net Surplus (Deficit)								<u>\$ (124,058)</u>

See notes to the consolidated financial statements

R.M. OF LAKE ALMA NO. 8
Consolidated Schedule of Tangible Capital Assets by Object
As at December 31, 2021

Schedule 6

	2021								2020 Total
	General Assets					Infrastructure Assets	General/ Infrastructure	Total	
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets	Assets Under Construction		
Asset cost									
Opening Asset costs	\$ 11,738	\$ -	\$ 156,079	\$ -	\$ 921,343	\$ 3,162,193	\$ -	\$ 4,251,353	\$ 4,249,953
Additions during the year	-	-	-	-	468,833	17,961	105,645	592,439	1,400
Disposals and write-downs during the year	-	-	-	-	(4,601)	-	-	(4,601)	-
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-
Closing Asset Costs	11,738	-	156,079	-	1,385,575	3,180,154	105,645	4,839,191	4,251,353
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	-	-	101,481	-	665,664	1,847,759	-	2,614,904	2,487,846
Add: Amortization taken	-	-	3,073	-	52,538	60,618	-	116,229	127,058
Less: Accumulated amortization on disposals	-	-	-	-	(4,601)	-	-	(4,601)	-
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-
Closing Accumulated Amortization Costs	-	-	104,554	-	713,601	1,908,377	-	2,726,532	2,614,904
Net Book Value	\$ 11,738	\$ -	\$ 51,525	\$ -	\$ 671,974	\$ 1,271,777	\$ 105,645	\$ 2,112,659	\$ 1,636,449

1. Total contributed donated assets received in 2021: \$ 1,440
2. List of assets recognized at nominal value in 2021 are:
 - a) Infrastructure Assets \$ -
 - b) Vehicles \$ -
 - c) Machinery and Equipment \$ -
3. Amount of interest capitalized in 2021: \$ -

See notes to the consolidated financial statements

R.M. OF LAKE ALMA NO. 8
Consolidated 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	Total
Asset cost									
Opening Asset costs	\$ 73,670	\$ 14,390	\$ 3,859,670	\$ 460	\$ 51,661	\$ 85,867	\$ 165,635	\$ 4,251,353	\$ 4,249,953
Additions during the year	3,127	-	571,351	-	-	-	17,961	592,439	1,400
Disposals and write-downs during the year	(4,601)	-	-	-	-	-	-	(4,601)	-
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-
Closing Asset Costs	72,196	14,390	4,431,021	460	51,661	85,867	183,596	4,839,191	4,251,353
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	39,811	7,871	2,332,915	-	49,297	64,190	120,820	2,614,904	2,487,846
Add: Amortization taken	1,347	1,439	108,782	-	279	1,503	2,879	116,229	127,058
Less: Accumulated amortization on disposals	(4,601)	-	-	-	-	-	-	(4,601)	-
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-
Closing Accumulated Amortization Costs	36,557	9,310	2,441,697	-	49,576	65,693	123,699	2,726,532	2,614,904
Net Book Value	\$ 35,639	\$ 5,080	\$ 1,989,324	\$ 460	\$ 2,085	\$ 20,174	\$ 59,897	\$ 2,112,659	\$ 1,636,449

See notes to the consolidated financial statements

Consolidated Schedule of Accumulated Surplus

As at December 31, 2021

Schedule 8

	2020	Changes	2021
UNAPPROPRIATED SURPLUS	\$ 1,407,155	\$ 61,532	\$ 1,468,687
APPROPRIATED RESERVES			
Machinery and Equipment	784,804	40,000	824,804
Public Reserve	-	-	-
Capital Trust	-	-	-
Utility	-	-	-
Lake Alma Recreation Board	55,745	52,648	108,393
Other (Weyburn Hospital)	120,000	20,000	140,000
Total Appropriated	960,549	112,648	1,073,197
ORGANIZED HAMLETS			
Organized Hamlet of Beaubier	52,844	(374)	52,470
Special Service Area - Lake Alma	80,587	(15,095)	65,492
Total Organized Hamlets	133,431	(15,469)	117,962
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6, 7)	1,636,449	476,210	2,112,659
Less: Related debt	-	-	-
Net Investment in Tangible Capital Assets	1,636,449	476,210	2,112,659
Total Accumulated Surplus	\$ 4,137,584	\$ 634,921	\$ 4,772,505

R.M. OF LAKE ALMA NO. 8
Schedule of Mill Rates and Assessments
As at December 31, 2021

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	\$ 80,463,740	\$ 1,044,155	\$ -	\$ -	\$ 35,567,400	\$ -	\$117,075,295
Taxable Assessment - Special Service Area	58,685	1,150,080	-	-	14,365	-	1,223,130
Taxable Assessment - Hamlet	-	1,075,360	-	-	168,300	-	1,243,660
Total Assessment	80,522,425	3,269,595	-	-	35,750,065	-	119,542,085
Mill Rate Factor(s)	0.4890	1.1130	-	-	2.0390	-	-
Mill Rate Factor(s) - Special Service Area	0.8140	0.9000	-	-	1.7990	-	-
Mill Rate Factor(s) - Hamlet	-	0.7530	-	-	2.4540	-	-
Total Base/Minimum Tax	-	-	-	-	-	-	-
Total Base/Minimum Tax - Special Service Area	725	12,225	-	-	550	-	13,500
Total Base/Minimum Tax - Hamlet	-	4,045	-	-	615	-	4,660
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 386,748	\$ 43,349	\$ -	\$ -	\$ 715,414	\$ -	\$ 1,145,511

MILL RATES:

Average Municipal *
Average School
Potash Mill Rate
Uniform Municipal Mill Rate
Uniform Municipal Mill Rate - Special Service Area
Uniform Municipal Mill Rate - Hamlet

MILLS
9.5825
3.9612
-
9.8000
8.9000
8.0000

* 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)

	Name	Remuneration	Reimbursed Costs	Total
Reeve	Rodney Robinson	\$ 4,100	\$ 253	\$ 4,353
Councillor	Robert Fradette	3,700	307	4,007
Councillor	Jason Fradette	3,000	165	3,165
Councillor	Jason Uytterhagen	2,900	268	3,168
Councillor	Garnet Roysum	3,900	606	4,506
Councillor	Michael Throssel	3,200	50	3,250
Councillor	Del Thue	3,100	216	3,316
Total		\$ 23,900	\$ 1,865	\$ 25,765