

Village of Lebret
FINANCIAL STATEMENTS
Year Ended December 31, 2021

Village of Lebret

Lebret, Saskatchewan

December 31, 2021

Table of Contents

	Page
Management's Responsibility	1
Independent Auditors' Report	2-3
Statement of Financial Position	4
Statement of Operations	5
Statement of Change in Net Financial Assets	6
Statement of Cash Flow	7
Notes to Financial Statements	8-15
Schedule of Taxes and Other Unconditional Revenue	16
Schedule of Operating and Capital Revenue by Function	17-19
Total Expenses by Function	20-21
Schedule of Segment Disclosure by Function	22-23
Schedule of Tangible Capital Assets by Object	24
Schedule of Tangible Capital Assets by Function	25
Schedule of Accumulated Surplus	26
Schedule of Mill Rates and Assessments	27
Schedule of Council Remuneration	28

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 Lebret

Opinion

We have audited the financial statements of Village of Lebret, (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
June 16, 2022

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

Statement 1

	2021	2020
Assets		
Financial Assets		
Cash and temporary investments - note 2	639,910	937,572
Taxes receivable - municipal - note 3	54,019	94,168
Other accounts receivable - note 4	287,591	248,832
Land for resale - note 5	54,382	36,101
Long-term investments - note 6	4,131	4,037
Total Financial Assets	<u>1,040,033</u>	<u>1,320,710</u>
Liabilities		
Accounts payable and accrued liabilities	369,324	108,889
Deposits	9,475	9,575
Deferred revenue - note 8	16,655	304,055
Long-term debt - note 9	810,985	860,000
Total Liabilities	<u>1,206,439</u>	<u>1,282,519</u>
Net Financial Assets	<u>(166,406)</u>	<u>38,191</u>
Non-Financial Assets		
Tangible capital assets - schedules 6 and 7	4,146,277	1,387,537
Prepayments and deferred charges	9,361	9,853
Stock and supplies	11,033	11,033
Total Non-Financial Assets	<u>4,166,671</u>	<u>1,408,423</u>
Accumulated Surplus - schedule 8	<u>\$ 4,000,265</u>	<u>\$ 1,446,614</u>

Approved on behalf of the council:

Mayor

Councillor

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

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

Statement 2

	2021 Budget [Note 1(s)]	2021 Actual	2020 Actual
Revenues			
Taxes and other unconditional revenue - schedule 1	417,059	398,015	421,882
Fees and charges - schedules 4 and 5	170,926	183,960	213,534
Conditional grants - schedules 4 and 5	12,480	718,100	81,161
Tangible capital asset sales - gain - schedules 4 and 5			275
Land sales - gain - schedules 4 and 5	17,000	(24,541)	
Investment income and commissions - schedules 4 and 5		749	126
Total Revenue	<u>617,465</u>	<u>1,276,283</u>	<u>716,978</u>
Expenses - schedule 3			
General government services	188,991	135,114	260,520
Protective services	23,611	15,520	24,202
Transportation services	106,174	115,898	98,391
Environmental and public health services	51,292	62,770	56,324
Planning and development services	12,000	4,557	11,595
Recreation and cultural services	11,300	10,860	13,931
Utilities services	260,132	144,681	147,324
Total Expenses	<u>653,500</u>	<u>489,400</u>	<u>612,287</u>
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	(36,035)	786,883	104,691
Provincial/Federal Capital Grants and Contributions - schedules 4 and 5	<u>56,674</u>	<u>1,766,768</u>	<u>0</u>
Surplus of Revenue over Expenses	20,639	2,553,651	104,691
Accumulated Surplus, Beginning of Year	<u>1,446,614</u>	<u>1,446,614</u>	<u>1,341,923</u>
Accumulated Surplus, End of Year	<u>\$ 1,467,253</u>	<u>\$ 4,000,265</u>	<u>\$ 1,446,614</u>

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

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

Statement 3

	2021 Budget [Note 1(s)]	2021 Actual	2020 Actual
Surplus	<u>20,639</u>	<u>2,553,651</u>	<u>104,691</u>
(Acquisition) of tangible capital assets		(2,792,254)	(411,995)
Amortization of tangible capital assets		33,514	33,980
Proceeds on disposal of tangible capital assets			275
Loss (gain) on the disposal of tangible capital assets			(275)
Surplus (Deficit) of Capital Expenses over Expenditures	<u>0</u>	<u>(2,758,740)</u>	<u>(378,015)</u>
(Acquisition) of supplies inventories			(1,065)
(Acquisition) of prepaid expense			(6,443)
Use of prepaid expense		492	
Surplus (Deficit) of Expenses of Other Non-Financial over Expenditures	<u>0</u>	<u>492</u>	<u>(7,508)</u>
Increase (Decrease) in Net Financial Assets	20,639	(204,597)	(280,832)
Net Financial Assets, beginning of year	<u>38,191</u>	<u>38,191</u>	<u>319,023</u>
Net Financial Assets, End of Year	<u>\$ 58,830</u>	<u>\$(166,406)</u>	<u>\$ 38,191</u>

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

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

Statement 4

	2021	2020
Cash Provided by (used for) the Following Activities		
Operating:		
Surplus	2,553,651	104,691
Amortization	33,514	33,980
Loss (gain) on disposal of tangible capital assets	<u>()</u>	<u>(275)</u>
	2,587,165	138,396
Change in Assets/Liabilities		
Taxes receivable - municipal	40,149	63,022
Other receivables	(38,762)	(123,666)
Land for resale	(18,281)	(20,296)
Accounts payable and accrued liabilities	260,439	40,692
Utility deposits	(100)	
Deferred revenue	(287,401)	262,256
Stock and supplies for use		(1,065)
Prepayments and deferred charges	492	(6,443)
Cash Provided by Operating Transactions	<u>2,543,701</u>	<u>352,896</u>
Capital:		
Acquisition of capital assets	(2,792,254)	(411,995)
Proceeds from the disposal of capital assets		275
Cash Applied to Capital Transactions	<u>(2,792,254)</u>	<u>(411,720)</u>
Investing:		
Additions to long-term investments	<u>(94)</u>	<u>(126)</u>
Financing:		
Long-term debt issued		860,000
Long-term debt repaid	(49,015)	
Cash Provided by (Applied to) Financing Transactions	<u>(49,015)</u>	<u>860,000</u>
Change in Cash and Temporary Investments During the Year	(297,662)	801,050
Cash and temporary investments, beginning of year	<u>937,572</u>	<u>136,522</u>
Cash and Temporary Investments, End of Year	<u>\$ 639,910</u>	<u>\$ 937,572</u>

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

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

1. Significant Accounting Policies

The financial statements of the municipality have been prepared by management in accordance with Canadian Public Sector Accounting Standards (PSAS) as recommended by the Chartered Professional Accountants of Canada (CPA Canada). Significant aspects of the accounting policies adopted by the municipality are as follows:

(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.

(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.

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

1. Significant Accounting Policies - continued

(g) Appropriated reserves

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

(h) Investments

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

(i) Inventories

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

(j) Tangible capital assets

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

General Assets

Land	Indefinite
Land improvements	5 to 20 years
Buildings	15 to 40 years
Vehicles	10 years
Machinery and equipment	5 to 30 years
Infrastructure Assets	
Linear assets	15 to 75 years

(k) Government contributions

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

(l) Capitalization of interest

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

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

1. Significant Accounting Policies - continued

(m) Leases

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

(n) Landfill liability

The municipality does not maintain a waste disposal site.

(o) Employee benefit plans

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

(p) Revenue

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

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.

(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.

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

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 April 28, 2021.

(t) 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:

- (i) An environmental standard exists;
- (ii) Contamination exceeds the environmental standard;
- (iii) The municipality:
 - a) Is directly responsible; or
 - b) Accepts responsibility;
- (iv) It is expected that future economic benefits will be given up; and
- (v) A reasonable estimate of the amount can be made.

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

1. Significant Accounting Policies - continued

(u) New standards and amendments to standards

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

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

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

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

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

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

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

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

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

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

	2021	2020
2. Cash and Temporary Investments		
Cash	<u>\$ 639,910</u>	<u>\$ 937,572</u>
Cash and temporary investments include balances with banks, term deposits, marketable securities and short-term investments with maturities of three months or less.		
3. Taxes and Grants In Lieu Receivable		
Municipal - current	29,269	51,575
Municipal - arrears	<u>24,750</u>	<u>81,193</u>
	54,019	132,768
Less: Allowance for uncollectibles		<u>38,600</u>
Total municipal taxes receivable	<u>54,019</u>	<u>94,168</u>
School - current	3,468	2,908
School - arrears	<u>2,954</u>	<u>6,878</u>
Total school taxes receivable	<u>6,422</u>	<u>9,786</u>
Total taxes and grants in lieu receivable	60,441	103,954
Less: Taxes receivable to be collected on behalf of other organizations	<u>6,422</u>	<u>9,786</u>
Municipal and Grants In Lieu Taxes Receivable	<u>\$ 54,019</u>	<u>\$ 94,168</u>
4. Other Accounts Receivable		
Federal government	71,329	21,816
Provincial government	87,289	166,447
Local government	84,688	16,875
Utility	41,606	45,950
Trade	<u>6,883</u>	<u>5,380</u>
Total other accounts receivable	291,795	256,468
Less: Allowance for uncollectibles	<u>4,204</u>	<u>7,636</u>
Net Other Accounts Receivable	<u>\$ 287,591</u>	<u>\$ 248,832</u>
5. Land for Resale		
Tax title property	142,281	128,500
Less: Allowance for market value adjustment	<u>88,900</u>	<u>92,400</u>
Net tax title property	53,381	36,100
Other land	<u>1,001</u>	<u>1</u>
Total Land for Resale	<u>\$ 54,382</u>	<u>\$ 36,101</u>
6. Long-Term Investments		
Co-op. equity	<u>\$ 4,131</u>	<u>\$ 4,037</u>

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

7. Bank Indebtedness

Credit arrangements:

At December 31, 2021, the municipality had lines of credit (authorized overdraft limit) totaling 200,000, none of which were drawn. The line of credit bears interest at a rate of prime plus 0.75%. The following has been collateralized in connection with this line-of-credit:
- annual borrowing bylaw

8. Deferred Revenue

	Balance, Beginning of Year	Plus Amount Received	Less Amount Recognized	Balance, End of Year
New Building Canada	240,736	1,480,596	1,721,332	
Canada Community Building Fund	19,116	26,320	45,436	
Municipal Economic Enhancement	31,045		31,045	
Other	13,158	13,532	10,035	16,655
	<u>\$ 304,055</u>	<u>\$ 1,520,448</u>	<u>\$ 1,807,848</u>	<u>\$ 16,655</u>

9. Long-Term Debt

(a) The debt limit of the municipality for 2022 is \$503,799. 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).

(b) Debenture debt is repayable at 2.2% in annual blended installments of \$67,935.46.

Future principal and interest payments are as follows:

	Principal	Interest	2021 Total	2020 Total
2022	50,094	17,841	67,935	67,935
2023	51,196	16,739	67,935	67,935
2024	52,322	15,613	67,935	67,935
2025	53,473	14,462	67,935	67,935
2026	54,650	13,285	67,935	67,935
Thereafter	549,250	62,169	611,419	693,455
	<u>\$ 810,985</u>	<u>\$ 140,109</u>	<u>\$ 951,094</u>	<u>\$ 1,033,130</u>

Village of Lebret
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	\$ 16,912	\$ 16,549
-----------------	-----------	-----------

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

11. Budget

The figures shown under the "Budget" column in the statement of operations and attached schedules have not been audited and are provided for information purposes only.

12. Subsequent Events

On March 11, 2020, the World Health Organization categorized COVID-19 as a pandemic. The potential economic effects within the municipality's environment and in the global markets, possible disruption in supply chains and measures being introduced at various levels of government to curtail the spread of the virus (such as travel restrictions, closures of non-essential municipal and private operations, imposition of quarantines and social distancing) could have a material impact on the municipality's operations. The extent of this outbreak and related containment measures on the municipality's operations cannot be reliably estimated at this time.

13. Commitments

The Village of Lebret and StarBlanket Cree Nation have agreed that title for the following properties NW 1-21-13 W2 Ext 113 Surface Parcel 131850794, NW 1-21-13 W2 Ext 114 Surface Parcel 131850806, and Blk A Plan 191376536 Ext 115 Surface Parcel 131850817 will initially be in the name of the Village of Lebret. After the property has been subdivided, StarBlanket Cree Nation will come onto the title as a fifty percent owner of the entire property.

Village of Lebreton

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

Schedule 1

	2021 Budget [Note 1(s)]	2021 Actual	2020 Actual
Taxes			
General municipal tax levy	383,503	383,520	382,225
Abatements and adjustments		(17,813)	(15,478)
Discount on current year taxes	(45,452)	(46,617)	(44,768)
Net municipal taxes	<u>338,051</u>	<u>319,090</u>	<u>321,979</u>
Penalties on tax arrears	<u>14,823</u>	<u>13,623</u>	<u>22,111</u>
Total Taxes	<u>352,874</u>	<u>332,713</u>	<u>344,090</u>
Unconditional Grants			
Equalization (revenue sharing)	50,485	50,485	50,926
Safe Restart			12,885
Total Unconditional Grants	<u>50,485</u>	<u>50,485</u>	<u>63,811</u>
Grants In Lieu of Taxes			
Federal	1,950	1,741	1,987
Provincial			
Provincial	1,250	1,365	1,286
S.P.C. surcharge	<u>10,500</u>	<u>11,711</u>	<u>10,708</u>
Total Grants In Lieu of Taxes	<u>13,700</u>	<u>14,817</u>	<u>13,981</u>
Total Taxes and Other Unconditional Revenue	<u>\$ 417,059</u>	<u>\$ 398,015</u>	<u>\$ 421,882</u>

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

Village of Lebreton

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

Schedule 2-1

	2021 Budget [Note 1(s)]	2021 Actual	2020 Actual
General Government Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Custom work	2,000	3,638	21,001
Sale of supplies	150	116	156
Rentals	3,720	4,020	3,640
Licenses and permits	3,600	150	965
Expense recoveries		580	192
Other	8,150	2,170	9,390
Total Fees and Charges	<u>17,620</u>	<u>10,674</u>	<u>35,344</u>
Land sales - gain	17,000	(24,541)	
Investment income and commissions		749	126
Total Other Segmented Revenue	<u>34,620</u>	<u>(13,118)</u>	<u>35,470</u>
Total General Government Services	<u>\$ 34,620</u>	<u>\$(13,118)</u>	<u>\$ 35,470</u>
Protective Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Policing and fire fees	200	75	200
Total Other Segmented Revenue	<u>200</u>	<u>75</u>	<u>200</u>
Total Protective Services	<u>\$ 200</u>	<u>\$ 75</u>	<u>\$ 200</u>
Transportation Services			
Other Segmented Revenue			
Gain (loss) on sale of tangible capital assets			275
Total Other Segmented Revenue	<u>0</u>	<u>0</u>	<u>275</u>
Saskatchewan Government Insurance		9,089	
Total Conditional Grants	<u>0</u>	<u>9,089</u>	<u>0</u>
Total Transportation Services	<u>\$ 0</u>	<u>\$ 9,089</u>	<u>\$ 275</u>

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

Village of Lebreton

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

Schedule 2-2

	2021 Budget [Note 1(s)]	2021 Actual	2020 Actual
Environmental and Public Health Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Waste and disposal fees	18,529	22,268	31,567
Total Other Segmented Revenue	<u>18,529</u>	<u>22,268</u>	<u>31,567</u>
Total Environmental and Public Health Services	<u>\$ 18,529</u>	<u>\$ 22,268</u>	<u>\$ 31,567</u>
Recreation and Cultural Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Other - Hall fees	250	890	1,455
Total Other Segmented Revenue	<u>250</u>	<u>890</u>	<u>1,455</u>
Conditional Grants			
Saskatchewan Lotteries	10,380	2,028	2,028
Donations	2,100	1,870	1,190
Total Conditional Grants	<u>12,480</u>	<u>3,898</u>	<u>3,218</u>
Total Recreation and Cultural Services	<u>\$ 12,730</u>	<u>\$ 4,788</u>	<u>\$ 4,673</u>

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

Village of Lebret

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

Schedule 2-3

	2021 Budget [Note 1(s)]	2021 Actual	2020 Actual
Utility Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Water	52,500	46,816	47,358
Sewer	19,877	47,473	39,423
Infrastructure	61,900	55,764	58,137
Licenses and permits	50		50
Total Fees and Charges	<u>134,327</u>	<u>150,053</u>	<u>144,968</u>
Total Other Segmented Revenue	<u>134,327</u>	<u>150,053</u>	<u>144,968</u>
Conditional Grants			
Municipal Economic Enhancement		31,045	
Star Blanket First Nation		674,068	77,943
Total Conditional Grants	<u>0</u>	<u>705,113</u>	<u>77,943</u>
Total Operating	<u>134,327</u>	<u>855,166</u>	<u>222,911</u>
Capital			
Conditional Grants			
New Building Canada	56,674	1,721,332	
Canada Community Building Fund		45,436	
Total Capital	<u>56,674</u>	<u>1,766,768</u>	<u>0</u>
Total Utility Services	<u>\$ 191,001</u>	<u>\$ 2,621,934</u>	<u>\$ 222,911</u>
Total Operating and Capital Revenue by Function	<u>\$ 257,080</u>	<u>\$ 2,645,036</u>	<u>\$ 295,096</u>
Summary			
Total Other Segmented Revenue	187,926	160,168	213,935
Total Conditional Grants	12,480	718,100	81,161
Total Capital Grants and Contributions	<u>56,674</u>	<u>1,766,768</u>	<u>0</u>
Total Operating and Capital Revenue by Function	<u>\$ 257,080</u>	<u>\$ 2,645,036</u>	<u>\$ 295,096</u>

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

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

Schedule 3-1

	2021 Budget [Note 1(s)]	2021 Actual	2020 Actual
General Government Services			
Council remuneration and travel	19,600	18,273	18,498
Wages and benefits	68,241	68,572	68,015
Contractual services	5,000	5,151	4,645
Contractual services - other	46,400	40,468	43,718
Utilities	13,950	11,893	12,552
Maintenance, materials and supplies	20,700	12,250	12,788
Grants and contributions - operating	250	295	216
Amortization		5,404	5,404
Insurance	13,000	14,260	12,676
Allowance for uncollectibles		(42,100)	78,700
Other	1,850	648	3,308
Total General Government Services	<u>\$ 188,991</u>	<u>\$ 135,114</u>	<u>\$ 260,520</u>
Protective Services			
Police protection			
Contractual services	11,000	10,966	10,687
Fire protection			
Contractual services	12,361	4,366	13,313
Maintenance, materials and supplies	250	113	127
Amortization		75	75
Total Protective Services	<u>\$ 23,611</u>	<u>\$ 15,520</u>	<u>\$ 24,202</u>
Transportation Services			
Wages and benefits	48,372	51,208	49,699
Contractual services	14,552	13,081	9,930
Utilities	19,300	18,646	16,971
Gravel	3,000	1,320	2,460
Machinery costs/fuel/blades	11,700	8,021	7,088
Amortization		7,207	7,467
Other materials and supplies	9,250	16,415	4,776
Total Transportation Services	<u>\$ 106,174</u>	<u>\$ 115,898</u>	<u>\$ 98,391</u>

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

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

Schedule 3-2

	2021 Budget [Note 1(s)]	2021 Actual	2020 Actual
Environmental and Public Health Services			
Wages and benefits	25,220	23,777	23,406
Contractual services	20,822	19,943	20,697
Maintenance, materials and supplies	5,250	14,876	8,047
Amortization	<u>4,174</u>	<u>4,174</u>	<u>4,174</u>
Total Environmental and Public Health Services	<u>\$ 51,292</u>	<u>\$ 62,770</u>	<u>\$ 56,324</u>
Planning and Development Services			
Contractual services	12,000	4,466	11,504
Amortization	<u>91</u>	<u>91</u>	<u>91</u>
Total Planning and Development Services	<u>\$ 12,000</u>	<u>\$ 4,557</u>	<u>\$ 11,595</u>
Recreation and Cultural Services			
Contractual services	3,250	2,883	5,795
Utilities	3,200	3,318	2,972
Maintenance, materials and supplies	2,400	87	592
Amortization		2,099	2,099
Libraries	<u>2,450</u>	<u>2,473</u>	<u>2,473</u>
Total Recreation and Cultural Services	<u>\$ 11,300</u>	<u>\$ 10,860</u>	<u>\$ 13,931</u>
Utility Services			
Wages and benefits	84,082	85,598	83,211
Contractual services	57,950	13,723	6,835
Utilities	13,900	7,253	8,241
Maintenance, materials and supplies	36,200	8,156	27,687
Amortization		14,464	14,670
Interest	68,000	18,920	4,015
Allowance for uncollectibles	<u>(3,433)</u>	<u>(3,433)</u>	<u>2,665</u>
Total Utility Services	<u>\$ 260,132</u>	<u>\$ 144,681</u>	<u>\$ 147,324</u>
Total Expenses by Function	<u>\$ 653,500</u>	<u>\$ 489,400</u>	<u>\$ 612,287</u>

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

Village of Lebreton

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	10,674	75		22,268		890	150,053	183,960
Land sales - gain (loss)	(24,541)							(24,541)
Investment income and commissions	749							749
Grants - conditional			9,089			3,898	705,113	718,100
Grants - capital							1,766,768	1,766,768
Total Revenues	(13,118)	75	9,089	22,268	0	4,788	2,621,934	2,645,036
Expenses - schedule 3								
Wages and benefits	68,572		51,208	23,777			85,598	229,155
Professional/contractual services	63,892	15,332	13,081	19,943	4,466	2,883	13,723	133,320
Utilities	11,893		18,646			3,318	7,253	41,110
Maintenance materials and supplies	12,250	113	1,320	14,876		87	8,156	36,802
Machinery costs/fuel/blades			8,021					8,021
Grants and contributions	295							295
Amortization	5,404	75	7,207	4,174	91	2,099	14,464	33,514
Insurance	14,260							14,260
Libraries						2,473		2,473
Interest							18,920	18,920
Allowance for uncollectibles	(42,100)						(3,433)	(45,533)
Other	648		16,415					17,063
Total Expenses	135,114	15,520	115,898	62,770	4,557	10,860	144,681	489,400
Surplus (Deficit) by Function	\$(148,232)	\$(15,445)	\$(106,809)	\$(40,502)	\$(4,557)	\$(6,072)	\$ 2,477,253	2,155,636
Taxation and other unconditional revenue - schedule 1								<u>398,015</u>
Net Surplus								<u>\$ 2,553,651</u>

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

Village of Lebreton

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	35,344	200		31,567		1,455	144,968	213,534
Tangible capital asset sales - gain			275					275
Investment income and commissions	126							126
Grants - conditional						3,218	77,943	81,161
Total Revenues	35,470	200	275	31,567	0	4,673	222,911	295,096
Expenses - schedule 3								
Wages and benefits	68,015		49,699	23,406			83,211	224,331
Professional/contractual services	66,861	24,000	9,930	20,697	11,504	5,795	6,835	145,622
Utilities	12,552		16,971			2,972	8,241	40,736
Maintenance materials and supplies	12,788	127	2,460	8,047		592	27,687	51,701
Machinery costs/fuel/blades			7,088					7,088
Grants and contributions	216							216
Amortization	5,404	75	7,467	4,174	91	2,099	14,670	33,980
Insurance	12,676							12,676
Libraries						2,473		2,473
Interest							4,015	4,015
Allowance for uncollectibles	78,700						2,665	81,365
Other	3,308		4,776					8,084
Total Expenses	260,520	24,202	98,391	56,324	11,595	13,931	147,324	612,287
Surplus (Deficit) by Function	\$(225,050)	\$(24,002)	\$(98,116)	\$(24,757)	\$(11,595)	\$(9,258)	\$ 75,587	(317,191)
Taxation and other unconditional revenue - schedule 1								<u>421,882</u>
Net Surplus								<u>\$ 104,691</u>

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

Village of Lebre
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	92,395	0	377,761	51,713	274,520	804,898	619,323	2,220,610	1,812,040
Additions during the year						2,792,254		2,792,254	411,995
Disposals and write-down during the year									(3,425)
Transfer (from) assets under construction	155,000					464,323	(619,323)		
Closing Asset Costs	247,395	0	377,761	51,713	274,520	4,061,475	0	5,012,864	2,220,610
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	0	0	195,512	47,539	223,419	366,603	0	833,073	802,518
Add: Amortization taken			8,719	4,174	6,858	13,763		33,514	33,980
Less: Accumulated amortization on disposals									3,425
Closing Accumulated Amortization Costs	0	0	204,231	51,713	230,277	380,366	0	866,587	833,073
Net Book Value	\$ 247,395	\$ 0	\$ 173,530	\$ 0	\$ 44,243	\$ 3,681,109	\$ 0	\$ 4,146,277	\$ 1,387,537

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

Village of Lebret
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	303,781	6,152	322,689	41,738	2,741	90,451	1,453,058	2,220,610	1,812,040
Additions during the year							2,792,254	2,792,254	411,995
Disposals and write-down during the year									(3,425)
Closing Asset Costs	<u>303,781</u>	<u>6,152</u>	<u>322,689</u>	<u>41,738</u>	<u>2,741</u>	<u>90,451</u>	<u>4,245,312</u>	<u>5,012,864</u>	<u>2,220,610</u>
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	127,024	3,902	226,537	37,563	1,914	26,344	409,789	833,073	802,518
Add: Amortization taken	5,404	75	7,207	4,174	91	2,099	14,464	33,514	33,980
Less: Accumulated amortization on disposals									3,425
Closing Accumulated Amortization Costs	<u>132,428</u>	<u>3,977</u>	<u>233,744</u>	<u>41,737</u>	<u>2,005</u>	<u>28,443</u>	<u>424,253</u>	<u>866,587</u>	<u>833,073</u>
Net Book Value	<u>\$ 171,353</u>	<u>\$ 2,175</u>	<u>\$ 88,945</u>	<u>\$ 1</u>	<u>\$ 736</u>	<u>\$ 62,008</u>	<u>\$ 3,821,059</u>	<u>\$ 4,146,277</u>	<u>\$ 1,387,537</u>

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

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

Schedule 8

	2020	Changes	2021
Unappropriated Surplus	<u>919,077</u>	<u>(254,104)</u>	<u>664,973</u>
Net Investments in Tangible Capital Assets			
Tangible capital assets - schedule 6	1,387,537	2,758,740	4,146,277
Less: Related debt	<u>860,000</u>	<u>(49,015)</u>	<u>810,985</u>
Net Investment in Tangible Capital Assets	<u>527,537</u>	<u>2,807,755</u>	<u>3,335,292</u>
Total Accumulated Surplus	<u>\$ 1,446,614</u>	<u>\$ 2,553,651</u>	<u>\$ 4,000,265</u>

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

Village of Lebret
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	87,960	18,662,080			353,005	19,103,045
Regional Park Assessment						
Total Assessment						19,103,045
Mill Rate Factor(s)	1	1			1.4000	
Total Base/Minimum Tax (generated for each property class)	6,125	225,850			7,825	239,800
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	6,448	365,038			12,034	383,520
Mill Rates:	Mills					
Average Municipal*	20.0764					
Average School*	4.4800					
Potash Mill Rate						
Uniform Municipal Mill Rate	9.4000					

*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).

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

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

Schedule 10

Name	Remuneration	Reimbursed Costs	Total
Lloyd Virag	4,800		4,800
Marvin Skinner	3,200		3,200
Grant Vipond	3,200		3,200
Ken Toth	2,600		2,600
Joanne Pelletier	<u>3,662</u>	<u></u>	<u>3,662</u>
	<u>\$ 17,462</u>	<u>\$ 0</u>	<u>\$ 17,462</u>