

# **TOWN OF LUSELAND**

**Auditor's Report**

**Consolidated Financial Statements**

**December 31, 2021**

## MANAGEMENT'S RESPONSIBILITY

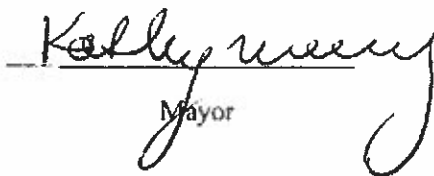
To the Ratepayers of  
**Town of Luseland :**

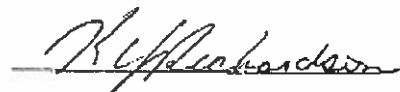
Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. The preparation of the statements necessarily includes selecting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

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

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

  
Mayor

  
Administrator



CHARTERED PROFESSIONAL ACCOUNTANTS

Bill Jensen, C.P.A. Prof. Corp.

Jeff Stromberg, C.P.A. Prof. Corp.

## INDEPENDENT AUDITOR'S REPORT

To the **Mayor and Council of Town of Luseland**

### *Report on the Consolidated Financial Statements*

#### *Opinion*

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

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

#### *Basis for Opinion*

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Town 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 Consolidated Financial Statements*

Management is responsible for the preparation and fair presentation of these 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 financial statements, management is responsible for assessing the Town's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and the use of the going concern basis of accounting unless management either intends to liquidate the Town or cease operations, or has no realistic alternative but to do so.

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

### *Auditor's Responsibility 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 Town'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 Town's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements, or if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Town to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

Saskatoon, Saskatchewan  
March 8, 2022

  
Chartered Professional Accountants

# TOWN OF LUSELAND

## Statement 1

### CONSOLIDATED STATEMENT OF FINANCIAL POSITION

December 31, 2021  
with comparative figures for 2020

	<u>2021</u>	<u>2020</u>
<b><u>ASSETS</u></b>		
Financial assets:		
Cash and temporary investments (Note 2)	\$ 602,316	905,525
Taxes receivable - Municipal (Note 3)	46,316	39,331
Other accounts receivable (Note 4)	193,574	144,166
Land for re-sale (Note 5)	29,258	24,271
Long-term investments (Note 6)	118,845	118,845
Debt charges recoverable	-	-
Other	-	-
Total financial assets	990,309	1,232,138
<b><u>LIABILITIES</u></b>		
Bank indebtedness	-	-
Accounts payable	135,763	29,706
Accrued liabilities payable	19,178	20,146
Deposits	33,682	34,622
Deferred revenue	68,408	27,900
Accrued landfill costs (Note 7)	266,250	266,250
Liability for contaminated sites	-	-
Other liabilities	-	-
Long-term debt (Note 8)	1,597,307	1,712,951
Lease obligations	-	-
Total liabilities	2,120,588	2,091,575
<b>NET FINANCIAL ASSETS (DEBT)</b>	<b>(1,130,279)</b>	<b>(859,437)</b>
Non-financial assets:		
Tangible capital assets (Schedule 6, 7)	6,698,141	6,842,594
Prepaid and deferred charges	38,908	20,973
Stock and supplies	2,000	2,000
Total non-financial assets	6,739,049	6,865,567
Accumulated surplus (Schedule 8)	\$ 5,608,770	6,006,130

#### APPROVED ON BEHALF OF COUNCIL:

\_\_\_\_\_ Mayor

\_\_\_\_\_ Councillor

See accompanying notes to the financial statements.

# TOWN OF LUSELAND

## Statement 2

### CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

Year ended December 31, 2021  
with comparative figures for 2020

		<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
<b>Revenues:</b>				
Taxes and other unconditional revenue	(Schedule 1)	\$ 999,120	932,877	923,507
Fees and charges	(Schedule 4, 5)	557,100	668,683	652,939
Conditional grants	(Schedule 4, 5)	72,940	192,705	109,999
Tangible capital asset sales - gain (loss)	(Schedule 4, 5)	3,000	(1,913)	-
Land sales - gain (loss)	(Schedule 4, 5)	-	-	-
Investment income and commissions	(Schedule 4, 5)	4,130	4,808	6,516
Restructurings	(Schedule 4, 5)	-	-	-
Other revenues	(Schedule 4, 5)	-	287,538	248,888
<b>Total Revenues</b>		<u>1,636,290</u>	<u>2,084,698</u>	<u>1,941,849</u>
<b>Expenditures:</b>				
General government services	(Schedule 3)	282,810	270,334	351,887
Protective services	(Schedule 3)	200,930	194,728	174,075
Transportation services	(Schedule 3)	468,817	528,399	485,889
Environmental and public health services	(Schedule 3)	423,600	411,630	406,019
Planning and development services	(Schedule 3)	75,437	172,878	244,351
Recreation and cultural services	(Schedule 3)	301,430	737,502	355,534
Utility services	(Schedule 3)	324,593	430,606	355,249
Restructurings	(Schedule 3)	-	11,229	-
<b>Total Expenditures</b>		<u>2,077,617</u>	<u>2,757,306</u>	<u>2,373,004</u>
Surplus (deficit) of revenues over expenditures before other capital contributions		<u>(441,327)</u>	<u>(672,608)</u>	<u>(431,155)</u>
Provincial/Federal capital grants and contributions	(Schedule 4, 5)	<u>87,450</u>	<u>275,248</u>	<u>182,471</u>
Surplus (deficit) of revenues over expenditures		(353,877)	(397,360)	(248,684)
Accumulated surplus (deficit), beginning of year		<u>6,006,130</u>	<u>6,006,130</u>	<u>6,254,814</u>
Accumulated surplus (deficit), end of year		<u>\$ 5,652,253</u>	<u>5,608,770</u>	<u>6,006,130</u>

See accompanying notes to the financial statements.

# TOWN OF LUSELAND

Statement 3

## CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

Year ended December 31, 2021  
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
<b>Surplus (deficit)</b>	\$ (353,877)	(397,360)	(248,684)
(Acquisition) of tangible capital assets	(323,600)	(198,091)	(47,747)
Amortization of tangible capital assets	79,300	329,214	322,151
Proceeds on disposal of tangible capital assets	-	190	-
Loss (gain) on disposal of tangible capital assets	(3,000)	1,913	-
Transfer of assets/liabilities in restructuring transactions	<u>-</u>	<u>11,229</u>	<u>-</u>
<b>Surplus (deficit) of capital expenses over expenditures</b>	<u>(247,300)</u>	<u>144,455</u>	<u>274,404</u>
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expenses	-	(22,358)	(11,943)
Consumption of supplies inventories	-	-	-
Use of prepaid expenses	<u>-</u>	<u>4,421</u>	<u>4,742</u>
<b>Surplus (deficit) of expenses of other non-financial over expenditures</b>	<u>(247,300)</u>	<u>(17,937)</u>	<u>(7,201)</u>
<b>Increase (decrease) in Net Financial Assets</b>	(848,477)	(270,842)	18,519
<b>Net Financial Assets (Debt) - Beginning of the year</b>	<u>(859,437)</u>	<u>(859,437)</u>	<u>(877,956)</u>
<b>Net Financial Assets (Debt)- End of year</b>	\$ <u>(1,707,914)</u>	<u>(1,130,279)</u>	<u>(859,437)</u>

See accompanying notes to the financial statements.

# TOWN OF LUSELAND

**Statement 4**

## CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION

**Year ended December 31, 2021**  
with comparative figures for 2020

<b>Cash provided by (used in) the following activities:</b>	<b><u>2021</u></b>	<b><u>2020</u></b>
Operating:		
Surplus (deficit)	\$ (397,360)	(248,684)
Amortization	329,212	322,153
Loss (gain) on disposal of tangible capital assets	1,913	-
Restructuring (surplus) deficit	<u>11,229</u>	<u>-</u>
	(55,006)	73,469
Change in assets/liabilities		
Taxes receivable - Municipal	(6,985)	23,100
Other accounts receivable	(49,407)	37,147
Land for re-sale	(4,987)	-
Other financial assets	-	-
Accounts and accrued liabilities payable	105,088	18,636
Deposits	(940)	2,543
Deferred revenue	40,508	2,260
Accrued landfill costs	-	266,250
Liability for contaminated sites	-	-
Other liabilities	-	-
Stock and supplies	-	-
Prepayments and deferred charges	(17,935)	(7,202)
Other	<u>-</u>	<u>-</u>
Net cash from operations	<u>10,336</u>	<u>416,203</u>
Capital:		
Acquisition of capital assets	(198,091)	(47,747)
Proceeds from the disposal of capital assets	190	-
Other capital	<u>-</u>	<u>-</u>
Net cash used for capital	<u>(197,901)</u>	<u>(47,747)</u>
Investing:		
Long-term investments	-	362
Other investments	<u>-</u>	<u>-</u>
Net cash from investing	<u>-</u>	<u>362</u>
Financing activities:		
Debt charges recovered	-	-
Long-term debt issued	200,000	192,221
Long-term debt repaid	(315,644)	(276,581)
Other financing	<u>-</u>	<u>-</u>
Net cash used for financing	<u>(115,644)</u>	<u>(84,360)</u>
Increase (decrease) in cash resources	(303,209)	284,458
Cash and temporary investments, beginning of year	<u>905,525</u>	<u>621,067</u>
Cash and temporary investments, end of year (Note 2)	<u>\$ 602,316</u>	<u>905,525</u>

See accompanying notes to the financial statements.



**TOWN OF LUSELAND**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**December 31, 2021**

**1. SIGNIFICANT ACCOUNTING POLICIES**

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

**(a) Basis of Accounting**

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

**(b) Reporting Entity**

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

Entities included in these financial statements are as follows:

Entity  
*Luseland Recreational Board*  
*Luseland & District Museum Board*  
*Luseland Community Motel*

All inter-organizational transactions and balances have been eliminated.

**(c) Collection of funds for other authorities**

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

**(d) Government Transfers**

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

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

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

**(e) Deferred Revenue - Fees and Charges**

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

**(f) Local Improvement Charges**

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

**TOWN OF LUSELAND**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**December 31, 2021**

**1. SIGNIFICANT ACCOUNTING POLICIES (continued)**

**(g) Net-Financial Assets**

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

**(h) Non-Financial Assets**

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

**(i) Appropriated Reserves**

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

**(j) Property Tax Revenue**

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

**(k) Investments**

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

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

**(l) Inventories**

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

**TOWN OF LUSELAND**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**December 31, 2021**

**1. SIGNIFICANT ACCOUNTING POLICIES (continued)**

**(m) Tangible Capital Assets**

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

<u>Asset</u>	<u>Useful Life</u>
<i>General Assets</i>	
Land	Indefinite
Land improvements	15 to 30 years
Buildings	25 years
Vehicles and equipment	
Vehicles	10 years
Machinery & Equipment	10 to 20 years
<i>Infrastructure Assets</i>	
Infrastructure assets	15 to 40 years

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

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

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

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

**(n) Landfill liability**

The Town of Luseland maintains a waste disposal site. The Town is in the process of determining closure and post-closure costs. An amount has been accrued relating to management's best estimate, see Note 7.

**TOWN OF LUSELAND**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**December 31, 2021**

**1. SIGNIFICANT ACCOUNTING POLICIES (continued)**

**(o) Liability for contaminated sites**

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

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

**(p) Employee benefit plans**

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

**(q) Measurement Uncertainty**

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

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

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

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

**(r) Basis of Segmentation/Segment Report**

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

These segments (functions) are as follows:

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

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

**TOWN OF LUSELAND**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**December 31, 2021**

**1. SIGNIFICANT ACCOUNTING POLICIES (continued)**

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

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

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

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

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

**2. CASH AND TEMPORARY INVESTMENTS**

	<b><u>2021</u></b>	<b><u>2020</u></b>
Cash	\$ 602,316	905,525
Temporary investments	<u>-</u>	<u>-</u>
	<b><u>\$ 602,316</u></b>	<b><u>905,525</u></b>

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**

	<b><u>2021</u></b>	<b><u>2020</u></b>
Municipal: - Current	\$ 43,040	31,374
- Arrears	<u>3,276</u>	<u>7,957</u>
	46,316	39,331
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Total municipal taxes receivable	<u>46,316</u>	<u>39,331</u>
School: - Current	11,072	4,045
- Arrears	<u>590</u>	<u>740</u>
Total school taxes receivable	<u>11,662</u>	<u>4,785</u>
Other: - Current	-	-
- Arrears	<u>-</u>	<u>-</u>
Total other collections receivable	<u>-</u>	<u>-</u>
Total taxes and grants in lieu receivable	57,978	44,116
Deduct taxes receivable to be collected on behalf of other organizations	<u>(11,661)</u>	<u>(4,785)</u>
Total taxes receivable - Municipal	<b><u>\$ 46,316</u></b>	<b><u>39,331</u></b>

**TOWN OF LUSELAND**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**December 31, 2021**

**4. OTHER ACCOUNTS RECEIVABLE**

	<u>2021</u>	<u>2020</u>
Federal government	\$ 63,544	51,982
Provincial government	47,699	-
Local government	-	-
Utility	78,072	85,315
Trade	4,259	6,869
Other	<u>-</u>	<u>-</u>
Total other accounts receivable	193,574	144,166
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Net other accounts receivable	<u>\$ 193,574</u>	<u>144,166</u>

**5. LAND FOR RESALE**

	<u>2021</u>	<u>2020</u>
Tax title property	\$ 31,166	25,809
Less: - allowance for market value adjustment	(1,000)	(1,000)
- due to other taxing authorities	<u>(908)</u>	<u>(538)</u>
Net tax title Property	<u>29,258</u>	<u>24,271</u>
Other land	<u>-</u>	<u>-</u>
Less: - allowance for market value adjustment	<u>-</u>	<u>-</u>
Net other land	<u>-</u>	<u>-</u>
Total land for resale	<u>\$ 29,258</u>	<u>24,271</u>

**6. LONG-TERM INVESTMENTS**

	<u>2021</u>	<u>2020</u>
Equity in co-operatives	\$ 12,613	\$ 12,613
Nursing Home shares	4,231	4,231
Credit Union shares	10	10
Luseland Credit Union term deposit	<u>101,991</u>	<u>101,991</u>
Total long term investments	<u>\$ 118,845</u>	<u>118,845</u>

**TOWN OF LUSELAND**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**December 31, 2021**

**7. ACCRUED LANDFILL COSTS**

	<u>2021</u>	<u>2020</u>
Accrued landfill costs	\$ <u>266,250</u>	<u>266,250</u>

The Town has accrued an overall liability for environmental matters which represents management's best estimate of this liability. By their nature, these estimates are subject to measurement uncertainty and the effect on the financial statements of changes in such estimates in future periods could be significant.

**8. LONG-TERM DEBT**

a) The authorized debt limit for the Town is \$1,316,874. The authorized debt limit for a Town is the total amount of the Town's own source revenues for the preceding year (the *Municipalities Act* section 161(1)). The incremental debt above the debt limit authorized in the Municipalities Act is approved by the Saskatchewan Municipal Board.

b) Debenture debt:

	<u>2021</u>	<u>2020</u>
Debenture for construction of new water treatment plant building, installation of nanofiltration system and the drilling of two new wells, bearing interest of 3.60% per annum, payments of \$109,742 annually, inclusive of interest, for 15 years. The money for the payments of debt and interest shall be raised annually.	\$ 494,090	582,849
Debenture for Motel renovations and purchase of land, repayable in annual payments of \$92,770 including interest at 3.80%; matures in 2023. To be repaid by Luseland Community Motel Ltd.	258,427	338,341
Debenture for installation of a sewage pumping station and related construction to replace the existing lift station, bearing interest of 3.20% per annum, payments of \$59,215 annually, inclusive of interest, for 10 years. The money for the payments of debt and interest shall be raised annually.	<u>319,935</u>	<u>367,433</u>
	<u>\$ 1,072,452</u>	<u>1,288,623</u>

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total
2022	\$ 223,882	37,845	261,727
2023	231,911	29,816	261,727
2024	240,232	21,496	261,728
2025	156,079	12,878	168,957
2026	161,481	7,475	168,956
Thereafter	<u>58,867</u>	<u>1,884</u>	<u>60,751</u>
Balance	<u>\$ 1,072,452</u>	<u>111,394</u>	<u>1,183,846</u>



**TOWN OF LUSELAND**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**December 31, 2021**

**8. LONG-TERM DEBT (CONTINUED)**

c) Bank loans:

	<u>2021</u>	<u>2020</u>
Luseland Credit Union loan for Western Regional Landfill Inc., payments are \$42,978 annually, starting October, 2022 (final payment is \$43,034), bearing interest at 2.45%, maturing in 2026.	\$ 200,000	-
Luseland Credit Union loan for completion of swimming pool, payments are \$68,200 annually, starting December 31, 2021 (final payment is \$60,728), with no interest being charged, maturing in 2023.	197,128	265,328
Luseland Credit Union loan for asphalt repairs, payments are \$35,666 annually, starting August 30, 2021 (final payment is \$27,835), bearing interest at 2.45%, maturing in 2023.	<u>127,727</u>	<u>159,000</u>
	<u>\$ 524,855</u>	<u>424,328</u>

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total
2022	\$ 138,795	8,048	146,843
2023	140,506	6,338	146,844
2024	134,816	4,556	139,372
2025	68,684	2,730	71,414
2026	42,054	1,040	43,094
Thereafter	<u>-</u>	<u>-</u>	<u>-</u>
Balance	<u>\$ 524,855</u>	<u>22,712</u>	<u>547,567</u>



**TOWN OF LUSELAND**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**December 31, 2021**

**9. BUDGET**

The Financial Plan (Budget) adopted by Council on May 11, 2021 does not include the Luseland Motel, Luseland Recreation Board, and Luseland & District Museum Board. The budget was not prepared on a basis consistent with that used to report actual results. The budget was prepared on a modified accrual basis while Public Sector Accounting Standards require a full accrual basis. The budget expensed all tangible capital expenditures rather than including full amortization expense. In addition, the budget expensed the full amount of loan payments, rather than only the interest component. As a result, the budget figures presented in the statements of operations and change in net financial assets include the following adjustments:

	<u><b>2021</b></u>
Budget net surplus	\$ 430
Add: Investment in tangible capital assets	76,000
Long-term debt repaid (principal portion)	315,643
Less: Transfer from reserves	(471,180)
Long-term debt issued	<u>(274,770)</u>
Budget surplus per statement of operations	\$ <u>(353,877)</u>

**10. PENSION PLAN**

Employees of the Town participate in 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. During the year, Police contributed 12.5% to the plan, and all other members contributed at 9%. The Town matches all employees' contributions to the plan.

Pension expense for the year included the Salaries, Wages and Benefits expenses was \$31,088 (2020 - \$27,568). The benefits accrued to the municipality's employees from MEPP are calculated using the following: pensionable years of service, highest average salary, and the plan accrual rate.

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

**TOWN OF LUSELAND**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**December 31, 2021**

**11. RECENT ACCOUNTING PRONOUNCEMENTS**

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

**Standards Effective On Or After April 1, 2022:**

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

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

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

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

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

**Standards Effective On Or After April 1, 2023:**

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

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

**TOWN OF LUSELAND**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**December 31, 2021**

**12. RESTRUCTURING TRANSACTIONS**

On January 1, 2021 the Town transferred Protective services fire machinery and equipment and the responsibility for the ongoing operation of the assets to The Luseland and District Fire Protection Board. The Town of Luseland retained the fire hall, and is currently leasing the premise to The Luseland and District Fire Protection Board. The transfer was due to intention of separating the fire activities from the Town of Luseland, to be shared by the participating municipalities. The carrying amount of assets transferred of \$11,229 is recorded as an expense during the year.

## TOWN OF LUSELAND

## SCHEDULE OF TAXES AND OTHER UNCONDITIONAL REVENUES

Year ended December 31, 2021

with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
<b>TAXES</b>			
General municipal tax levy	\$ 838,330	768,935	710,503
Abatements and adjustments	(8,100)	(16,120)	(12,568)
Discount on current year taxes	<u>(33,600)</u>	<u>(35,542)</u>	<u>(33,584)</u>
<b>Net municipal taxes</b>	796,630	717,273	664,351
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	4,300	3,120	4,276
Special tax levy	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Taxes</b>	<u>800,930</u>	<u>720,393</u>	<u>668,627</u>
<b>UNCONDITIONAL GRANTS</b>			
Revenue sharing	141,790	141,795	143,069
Organized Hamlet	-	-	-
Other (Safe Restart)	<u>-</u>	<u>-</u>	<u>37,164</u>
<b>Total Unconditional Grants</b>	<u>141,790</u>	<u>141,795</u>	<u>180,233</u>
<b>GRANTS IN LIEU OF TAXES</b>			
Federal	-	-	-
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	18,300	16,355	17,801
TransGas	-	-	-
Central Services	-	-	-
Sasktel	-	2,720	2,743
Other	<u>-</u>	<u>-</u>	<u>-</u>
Local/Other			
Housing Authority	-	17,764	17,081
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Other Government Transfers			
S.P.C. Surcharge	38,100	33,850	37,022
Sask Energy Surcharge	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Grants in Lieu of Taxes</b>	<u>56,400</u>	<u>70,689</u>	<u>74,647</u>
<b>TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE</b>	<u>\$ 999,120</u>	<u>932,877</u>	<u>923,507</u>

See accompanying notes to the financial statements.

## TOWN OF LUSELAND

## SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2021  
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
<b>GENERAL GOVERNMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ 50	2	341
Sales of supplies	20	3,697	292
Other (Rentals, licenses)	69,620	69,797	70,262
Total Fees and Charges	69,690	73,496	70,895
Tangible capital asset sales - gain (loss)	-	-	-
Land sales - gain (loss)	-	-	-
Investment income and commissions	4,130	4,808	6,516
Other (Insurance proceeds)	-	-	166,969
Total other segmented revenue	73,820	78,304	244,380
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	<b>73,820</b>	<b>78,304</b>	<b>244,380</b>
<b>Capital</b>			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Restructuring Revenue</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total General Government Services</b>	<b>73,820</b>	<b>78,304</b>	<b>244,380</b>
<b>PROTECTIVE SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Other (Fire and policing fees)	2,900	5,510	47,934
Total Fees and Charges	2,900	5,510	47,934
Tangible capital asset sales - gain (loss)	-	-	-
Other (Insurance proceeds)	-	-	24,709
Total other segmented revenue	2,900	5,510	72,643
Conditional Grants			
Student employment	-	-	-
Local government	-	-	-
Other (Donations)	-	-	500
Total Conditional Grants	-	-	500
<b>Total Operating</b>	<b>2,900</b>	<b>5,510</b>	<b>73,143</b>
<b>Capital</b>			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Provincial Disaster Assistance	-	-	-
Local government	-	-	-
Other	-	-	-
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Restructuring Revenue</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Protective Services</b>	<b>2,900</b>	<b>5,510</b>	<b>73,143</b>

See accompanying notes to the financial statements.

## TOWN OF LUSELAND

## SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2021  
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
<b>TRANSPORTATION SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ 6,000	4,580	5,060
Sales of supplies	200	184	752
Road Maintenance and Restoration Agreements	-	-	-
Other	-	-	-
Total Fees and Charges	6,200	4,764	5,812
Tangible capital asset sales - gain (loss)	-	190	-
Other (Insurance proceeds)	-	-	31,600
Total other segmented revenue	6,200	4,954	37,412
Conditional Grants			
Primary Weight Corridor	-	-	-
Student employment	-	-	-
Other (airport)	620	47,699	618
Total Conditional Grants	620	47,699	618
<b>Total Operating</b>	<u>6,820</u>	<u>52,653</u>	<u>38,030</u>
<b>Capital</b>			
Conditional Grants			
Canada Community-Building Fund (CCBF)	19,250	75,913	55,136
MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
Provincial Disaster Assistance	-	-	-
Other (MEEP)	-	-	89,543
<b>Total Capital</b>	<u>19,250</u>	<u>75,913</u>	<u>144,679</u>
<b>Restructuring Revenue</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Transportation Services</b>	<u>26,070</u>	<u>128,566</u>	<u>182,709</u>
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Waste and Disposal Fees	65,510	54,449	65,507
Other (Cemetery fees)	3,000	3,500	3,900
Total Fees and Charges	68,510	57,949	69,407
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	68,510	57,949	69,407
Conditional Grants			
Student employment	-	-	-
TAPD	-	-	-
Local government	2,000	5,350	2,000
Other (Donations)	1,880	1,650	2,750
Total Conditional Grants	3,880	7,000	4,750
<b>Total Operating</b>	<u>72,390</u>	<u>64,949</u>	<u>74,157</u>
<b>Capital</b>			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
TAPD	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
<b>Total Capital</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Restructuring Revenue</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Environmental and Public Health Services Services</b>	<u>72,390</u>	<u>64,949</u>	<u>74,157</u>

See accompanying notes to the financial statements.

## TOWN OF LUSELAND

## SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2021

with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Maintenance and Development Charges	\$ -	-	-
Other (Motel rentals)	-	113,033	64,623
Total Fees and Charges	-	113,033	64,623
Tangible capital asset sales - gain (loss)	3,000	-	-
Other	-	-	-
Total other segmented revenue	3,000	113,033	64,623
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	<u>3,000</u>	<u>113,033</u>	<u>64,623</u>
<b>Capital</b>			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
<b>Total Capital</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Restructuring Revenue</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Planning and Development Services</b>	<u>3,000</u>	<u>113,033</u>	<u>64,623</u>
<b>RECREATION AND CULTURAL SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Recreation fees	68,860	71,624	57,700
Other	-	-	-
Total Fees and Charges	68,860	71,624	57,700
Tangible capital asset sales - gain (loss)	-	(2,103)	-
Other (Insurance proceeds, Sask Lotteries)	-	287,538	25,610
Total other segmented revenue	68,860	357,059	83,310
Conditional Grants			
Student employment	6,010	5,077	2,343
Local government	49,420	46,892	50,073
Donations	13,010	86,037	51,715
Other	-	-	-
Total Conditional Grants	68,440	138,006	104,131
<b>Total Operating</b>	<u>137,300</u>	<u>495,065</u>	<u>187,441</u>
<b>Capital</b>			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Local government	-	-	-
Provincial Disaster Assistance	-	-	-
Other (Donations)	68,200	199,335	37,792
<b>Total Capital</b>	<u>68,200</u>	<u>199,335</u>	<u>37,792</u>
<b>Restructuring Revenue</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Recreation and Cultural Services</b>	<u>205,500</u>	<u>694,400</u>	<u>225,233</u>

See accompanying notes to the financial statements.

## TOWN OF LUSELAND

## SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2021  
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
<b>UTILITY SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Water	\$ 280,000	281,258	275,628
Sewer	60,940	61,049	60,940
Other	-	-	-
Total Fees and Charges	340,940	342,307	336,568
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	340,940	342,307	336,568
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	<u>340,940</u>	<u>342,307</u>	<u>336,568</u>
<b>Capital</b>			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
New Building Canada Fund (SCF, NRP)	-	-	-
Clean Water and Wastewater Fund (CWWF)	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
<b>Total Capital</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Restructuring Revenue</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Utility Services</b>	<u>340,940</u>	<u>342,307</u>	<u>336,568</u>
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<u>\$ 724,620</u>	<u>1,427,069</u>	<u>1,200,813</u>
<b>SUMMARY</b>			
Total Other Segmented Revenue	\$ 564,230	959,116	908,343
Total Conditional Grants	72,940	192,705	109,999
Total Capital Grants and Contributions	87,450	275,248	182,471
Restructuring Revenue	-	-	-
<b>TOTAL REVENUE BY FUNCTION</b>	<u>\$ 724,620</u>	<u>1,427,069</u>	<u>1,200,813</u>

See accompanying notes to the financial statements.



# TOWN OF LUSELAND

## TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2021  
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
<b>GENERAL GOVERNMENT SERVICES</b>			
Council remuneration and travel	\$ 40,290	40,961	35,291
Wages and benefits	136,410	137,529	132,727
Professional/Contractual services	70,070	62,194	159,681
Utilities	3,240	3,381	2,642
Maintenance, materials, and supplies	26,800	21,131	15,728
Grants and contributions	1,000	160	220
-operating			
-capital	-	-	-
Amortization	-	-	-
Interest	5,000	3,072	5,598
Allowance for uncollectibles	-	1,906	-
<b>General Government Services</b>	<u>282,810</u>	<u>270,334</u>	<u>351,887</u>
<b>Restructuring</b>	-	-	-
<b>Total General Government Services</b>	<u>282,810</u>	<u>270,334</u>	<u>351,887</u>
<b>PROTECTIVE SERVICES</b>			
<b>Police protection</b>			
Wages and benefits	80,300	88,948	30,941
Professional/Contractual services	31,300	24,539	52,328
Utilities	7,500	6,329	5,822
Maintenance, materials, and supplies	19,900	12,371	9,862
Grants and contributions	-	-	-
-operating			
-capital	-	-	-
Amortization	1,930	2,199	7,719
Interest	-	-	-
Other	-	-	-
<b>Fire protection</b>			
Wages and benefits	-	-	-
Professional/Contractual services	780	779	40,423
Utilities	3,860	4,201	7,817
Maintenance, materials, and supplies	-	-	14,120
Grants and contributions	15,080	15,082	-
-operating			
-capital	40,280	40,280	-
Amortization	-	-	5,013
Interest	-	-	-
Other	-	-	30
<b>Protective Services</b>	<u>200,930</u>	<u>194,728</u>	<u>174,075</u>
<b>Restructuring</b>	-	11,229	-
<b>Total Protective Services</b>	<u>200,930</u>	<u>205,957</u>	<u>174,075</u>
<b>TRANSPORTATION SERVICES</b>			
Wages and benefits	125,830	108,318	124,134
Professional/Contractual services	234,930	229,530	194,073
Utilities	36,900	27,105	36,176
Maintenance, materials, and supplies	39,300	27,156	44,042
Gravel	3,000	1,643	2,954
Grants and contributions	5,000	52,699	5,000
-operating			
-capital	-	-	-
Amortization	19,470	77,877	77,877
Interest	4,387	4,071	1,633
Other	-	-	-
<b>Transportation Services</b>	<u>468,817</u>	<u>528,399</u>	<u>485,889</u>
<b>Restructuring</b>	-	-	-
<b>Total Transportation Services</b>	<u>468,817</u>	<u>528,399</u>	<u>485,889</u>

See accompanying notes to the financial statements.

**TOWN OF LUSELAND**  
**TOTAL EXPENSES BY FUNCTION**  
**Year ended December 31, 2021**  
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
Wages and benefits	\$ 28.130	27.828	27.436
Professional Contractual services	117.370	101.665	73.764
Utilities	2.390	1.946	1.935
Maintenance, materials, and supplies	8.420	4.116	10.860
Grants and contributions			
-operating			
Waste disposal	-	-	-
Public health	18.000	18.000	19.042
-capital			
Waste disposal	-	-	-
Public health	-	-	-
Amortization	1.690	7.317	6.732
Interest	-	3.155	-
Other (Western Regional Landfill Inc.)	247.600	247.603	-
Other (Landfill decommissioning)	-	-	266.250
<b>Environmental and Public Health Services</b>	<u>423.600</u>	<u>411.630</u>	<u>406.019</u>
<b>Restructuring</b>	-	-	-
<b>Total Environmental and Public Health Services</b>	<u>423.600</u>	<u>411.630</u>	<u>406.019</u>
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
Wages and benefits	-	-	-
Professional Contractual services	40.530	68.024	139.397
Utilities	11.800	32.417	34.132
Maintenance, materials, and supplies	1.500	29.732	23.576
Grants and contributions			
-operating	300	375	300
-capital	-	-	-
Amortization	8.450	32.287	33.805
Interest	12.857	10.043	13.141
Other	-	-	-
<b>Planning and Development Services</b>	<u>75.437</u>	<u>172,878</u>	<u>244,351</u>
<b>Restructuring</b>	-	-	-
<b>Total Planning and Development Services</b>	<u>75.437</u>	<u>172,878</u>	<u>244,351</u>
<b>RECREATION AND CULTURAL SERVICES</b>			
Wages and benefits	61.110	65,349	56,364
Professional/Contractual services	112.450	425,181	72.105
Utilities	76.450	45,885	76,719
Maintenance, materials, and supplies	23,500	30,456	22,244
Grants and contributions			
-operating	5,370	82,561	37,929
-capital	-	-	-
Amortization	22.550	88,070	90,173
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	-	-
<b>Recreation and Cultural Services</b>	<u>301.430</u>	<u>737,502</u>	<u>355,534</u>
<b>Restructuring</b>	-	-	-
<b>Total Recreation and Cultural Services</b>	<u>301.430</u>	<u>737,502</u>	<u>355,534</u>

See accompanying notes to the financial statements.

**TOWN OF LUSELAND**  
**TOTAL EXPENSES BY FUNCTION**

Year ended December 31, 2021  
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
<b>UTILITY SERVICES</b>			
Wages and benefits	\$ 64,350	66,756	63,088
Professional/Contractual services	99,610	141,184	48,993
Utilities	41,860	29,802	39,840
Maintenance, materials, and supplies	60,860	39,688	66,195
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	25,210	121,464	100,831
Interest	32,703	31,712	36,302
Allowance for uncollectibles	-	-	-
Other	-	-	-
<b>Utility Services</b>	<u>324,593</u>	<u>430,606</u>	<u>355,249</u>
<b>Restructuring</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Utility Services</b>	<u>324,593</u>	<u>430,606</u>	<u>355,249</u>
 <b>TOTAL EXPENDITURES BY FUNCTION</b>	 <u>\$ 2,077,617</u>	 <u>2,757,306</u>	 <u>2,373,004</u>

See accompanying notes to the financial statements.

# TOWN OF LUSELAND

## Schedule 4

### CONSOLIDATED SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2021

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and charges	\$ 73,496	5,510	4,764	57,949	113,033	71,624	342,307	668,683
Tangible capital asset sales - Gain (loss)	-	-	190	-	-	(2,103)	-	(1,913)
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Investment income and commissions	4,808	-	-	-	-	-	-	4,808
Other revenues	-	-	-	-	-	287,538	-	287,538
Grants - Conditional	-	-	47,699	7,000	-	138,006	-	192,705
Grants - Capital	-	-	75,913	-	-	199,335	-	275,248
Restructurings	-	-	-	-	-	-	-	-
<b>Total revenues</b>	<u>78,304</u>	<u>5,510</u>	<u>128,566</u>	<u>64,949</u>	<u>113,033</u>	<u>694,400</u>	<u>342,307</u>	<u>1,427,069</u>
<b>Expenses (Schedule 3)</b>								
Wages & Benefits	178,490	88,948	108,318	27,828	-	65,349	66,756	535,689
Professional/Contractual Services	62,194	25,318	229,530	101,665	68,024	425,181	141,184	1,053,096
Utilities	3,381	10,530	27,105	1,946	32,417	45,885	29,802	151,066
Maintenance, materials and supplies	21,131	12,371	28,799	4,116	29,732	30,456	39,688	166,293
Grants and contributions	160	55,362	52,699	18,000	375	82,561	-	209,157
Amortization	-	2,199	77,877	7,317	32,287	88,070	121,464	329,214
Interest	3,072	-	4,071	3,155	10,043	-	31,712	52,053
Allowance for uncollectibles	1,906	-	-	-	-	-	-	1,906
Other	-	-	-	247,603	-	-	-	247,603
Restructurings	-	11,229	-	-	-	-	-	11,229
<b>Total expenses</b>	<u>270,334</u>	<u>205,957</u>	<u>528,399</u>	<u>411,630</u>	<u>172,878</u>	<u>737,502</u>	<u>430,606</u>	<u>2,757,306</u>
<b>Surplus (deficit) by function</b>	(192,030)	(200,447)	(399,833)	(346,681)	(59,845)	(43,102)	(88,299)	(1,330,237)
Taxation and other unconditional revenue (Schedule 1)								932,877
<b>Net Surplus (Deficit)</b>								<u>\$ (397,360)</u>

See accompanying notes to the financial statements.

# TOWN OF LUSELAND

## Schedule 5

### CONSOLIDATED SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2020

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and charges	\$ 70,895	47,934	5,812	69,407	64,623	57,700	336,568	652,939
Tangible capital asset sales - Gain (loss)	-	-	-	-	-	-	-	-
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Investment income and commissions	6,516	-	-	-	-	-	-	6,516
Other revenues	166,969	24,709	31,600	-	-	25,610	-	248,888
Grants - Conditional	-	500	618	4,750	-	104,131	-	109,999
Grants - Capital	-	-	144,679	-	-	37,792	-	182,471
Restructurings	-	-	-	-	-	-	-	-
<b>Total revenues</b>	<b>244,380</b>	<b>73,143</b>	<b>182,709</b>	<b>74,157</b>	<b>64,623</b>	<b>225,233</b>	<b>336,568</b>	<b>1,200,813</b>
<b>Expenses (Schedule 3)</b>								
Wages & Benefits	168,018	30,941	124,134	27,436	-	56,364	63,088	469,981
Professional/Contractual Services	159,681	92,751	194,073	73,764	139,397	72,105	48,993	780,764
Utilities	2,642	13,639	36,176	1,935	34,132	76,719	39,840	205,083
Maintenance, materials and supplies	15,728	23,982	46,996	10,860	23,576	22,244	66,195	209,581
Grants and contributions	220	-	5,000	19,042	300	37,929	-	62,491
Amortization	-	12,732	77,877	6,732	33,805	90,173	100,831	322,150
Interest	5,598	-	1,633	-	13,141	-	36,302	56,674
Allowance for uncollectibles	-	-	-	-	-	-	-	-
Other	-	30	-	266,250	-	-	-	266,280
Restructurings	-	-	-	-	-	-	-	-
<b>Total expenses</b>	<b>351,887</b>	<b>174,075</b>	<b>485,889</b>	<b>406,019</b>	<b>244,351</b>	<b>355,534</b>	<b>355,249</b>	<b>2,373,004</b>
<b>Surplus (deficit) by function</b>	<b>(107,507)</b>	<b>(100,932)</b>	<b>(303,180)</b>	<b>(331,862)</b>	<b>(179,728)</b>	<b>(130,301)</b>	<b>(18,681)</b>	<b>(1,172,191)</b>
Taxation and other unconditional revenue (Schedule 1)								923,507
<b>Net Surplus (Deficit)</b>								<b>\$ (248,684)</b>

See accompanying notes to the financial statements.

## TOWN OF LUSELAND

## CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT

Year ended December 31, 2021  
with comparative figures for 2020

	2021							2020	
	General Assets					Infrastructure Assets	General / Infrastructure Assets Under Construction		
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets		Total	Total
<b>Asset cost</b>									
Opening asset costs	\$ 873,374	1,678,307	4,638,963	102,035	1,322,425	2,932,232	207,220	11,754,556	11,706,808
Additions during the year	-	105,152	-	-	45,708	-	47,232	198,092	47,747
Disposals and write-downs during the year	-	-	-	-	(21,031)	-	-	(21,031)	-
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	(340,101)	-	-	(340,101)	-
<b>Closing asset costs</b>	<u>873,374</u>	<u>1,783,459</u>	<u>4,638,963</u>	<u>102,035</u>	<u>1,007,001</u>	<u>2,932,232</u>	<u>254,452</u>	<u>11,591,516</u>	<u>11,754,555</u>
<b>Accumulated amortization cost</b>									
Opening accumulated amortization costs	-	80,647	2,154,573	65,719	997,201	1,613,821	-	4,911,961	4,589,810
Add: Amortization taken	-	56,951	137,480	3,765	59,718	71,300	-	329,214	322,151
Less: Accumulated amortization on disposals	-	-	-	-	(18,928)	-	-	(18,928)	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	(328,872)	-	-	(328,872)	-
<b>Closing accumulated amortization costs</b>	<u>-</u>	<u>137,598</u>	<u>2,292,053</u>	<u>69,484</u>	<u>709,119</u>	<u>1,685,121</u>	<u>-</u>	<u>4,893,375</u>	<u>4,911,961</u>
<b>Net book value</b>	<u>\$ 873,374</u>	<u>1,645,861</u>	<u>2,346,910</u>	<u>32,551</u>	<u>297,882</u>	<u>1,247,111</u>	<u>254,452</u>	<u>6,698,141</u>	<u>6,842,594</u>

1. Total contributed/donated assets received in 2021: \$ -

2. List of assets recognized at nominal value in 2021 are:

-Infrastructure Assets \$ -  
-Vehicles \$ -  
-Machinery and Equipment \$ -

3. Amount of interest capitalized in 2021: \$ -

See accompanying notes to the financial statements.

## TOWN OF LUSELAND

## CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS BY FUNCTION

Year ended December 31, 2021  
with comparative figures for 2020

	2021							2020
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total
<b>Asset cost</b>								<b>Total</b>
Opening asset costs	\$ 283,567	826,294	2,183,743	107,276	1,488,145	2,044,641	4,820,890	11,754,556
Additions during the year	-	-	-	-	47,232	156,690	(5,830)	198,092
Disposals and write-downs during the year	-	-	-	-	-	(21,031)	-	(21,031)
Transfer of assets related to restructuring (Schedule 11)	-	(340,101)	-	-	-	-	-	(340,101)
<b>Closing asset costs</b>	<u>283,567</u>	<u>486,193</u>	<u>2,183,743</u>	<u>107,276</u>	<u>1,535,377</u>	<u>2,180,300</u>	<u>4,815,060</u>	<u>11,591,516</u>
<b>Accumulated amortization cost</b>								
Opening accumulated amortization costs	-	777,600	1,201,080	51,253	568,608	451,088	1,862,332	4,911,961
Add: Amortization taken	-	2,199	77,877	7,317	32,287	88,070	121,464	329,214
Less: Accumulated amortization on disposals	-	-	-	-	-	(18,928)	-	(18,928)
Transfer of assets related to restructuring (Schedule 11)	-	(328,872)	-	-	-	-	-	(328,872)
<b>Closing accumulated amortization costs</b>	<u>-</u>	<u>450,927</u>	<u>1,278,957</u>	<u>58,570</u>	<u>600,895</u>	<u>520,230</u>	<u>1,983,796</u>	<u>4,893,375</u>
<b>Net book value</b>	<u>\$ 283,567</u>	<u>35,266</u>	<u>904,786</u>	<u>48,706</u>	<u>934,482</u>	<u>1,660,070</u>	<u>2,831,264</u>	<u>6,698,141</u>

See accompanying notes to the financial statements.

**TOWN OF LUSELAND**  
**CONSOLIDATED SCHEDULE OF ACCUMULATED SURPLUS**  
**Year ended December 31, 2021**

	<u>2020</u>	<u>Changes</u>	<u>2021</u>
<b>UNAPPROPRIATED SURPLUS</b>	\$ <u>(29,046)</u>	<u>24,484</u>	<u>(4,562)</u>
<b>APPROPRIATED RESERVES</b>			
Machinery and equipment	-	-	-
Public reserve	-	-	-
Capital trust	8,299	21	8,320
Utility	134,681	(47,530)	87,151
Other:			
Swimming pool	13,563	14,299	27,862
Fire	93,117	(32,582)	60,535
Cemetery	5,471	14	5,485
Theatre	6,398	16	6,414
Rink	103,702	(15,053)	88,649
Environmental and public health	17,722	1,734	19,456
Land	77,742	(55,865)	21,877
Economic development	18	-	18
Planning and development	111,753	(73,950)	37,803
Police	37,653	2,025	39,678
Transportation services	276,244	(188,801)	87,443
Recreation and culture	2,326	2,595	4,921
Hospital levy	15,631	39	15,670
New pool fundraiser	<u>1,213</u>	<u>3</u>	<u>1,216</u>
<b>Total Appropriated</b>	<u>905,533</u>	<u>(393,035)</u>	<u>512,498</u>
<b>NET INVESTMENT IN TANGIBLE CAPITAL ASSETS</b>			
Tangible capital assets (Schedule 6)	6,842,594	(144,453)	6,698,141
Less: Related debt	<u>(1,712,951)</u>	<u>115,644</u>	<u>(1,597,307)</u>
<b>Net Investment in Tangible Capital Assets</b>	<u>5,129,643</u>	<u>(28,809)</u>	<u>5,100,834</u>
<b>Total Accumulated Surplus</b>	\$ <u>6,006,130</u>	<u>(397,360)</u>	<u>5,608,770</u>

See accompanying notes to the financial statements.



**TOWN OF LUSELAND**  
**SCHEDULE OF MILL RATES AND ASSESSMENTS**

Year ended December 31, 2021  
with comparative figures for 2020

	PROPERTY CLASS						Total
	<u>Agriculture</u>	<u>Residential</u>	<u>Residential Condominium</u>	<u>Seasonal Residential</u>	<u>Commercial &amp; Industrial</u>	<u>Potash Mine(s)</u>	
<b>Taxable Assessment</b>	\$ 61,270	30,792,480	-	-	13,716,195	-	\$ 44,569,945
<b>Regional Park Assessment</b>							-
<b>Total Assessment</b>							\$ 44,569,945
<b>Mill Rate Factor(s)</b>	1.0000	1.0000	1.0000	1.0000	1.5100		
<b>Total Base/Minimum Tax</b> (generated for each property class)	292	340,862	-	-	60,723		401,877
<b>Total Municipal Tax Levy</b> (include base and/or minimum tax and special levies)	\$ 721	556,283	-	-	211,931		768,935

**MILL RATES:**

<b>Average Municipal*</b>	<u>MILLS</u> 17.252
<b>Average School*</b>	5.160
<b>Potash Mill Rate</b>	-
<b>Uniform Municipal Mill Rate</b>	7.000

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

See accompanying notes to the financial statements.

**TOWN OF LUSELAND**  
**SCHEDULE OF COUNCIL REMUNERATION**  
**Year ended December 31, 2021**  
with comparative figures for 2020

<b>Position</b>	<b>Name</b>	<b><u>Remuneration</u></b>	<b><u>Reimbursed Costs</u></b>	<b><u>Total</u></b>
Mayor	Kathy Wurz	\$ 9,375	303	9,678
Councillor	Krystal Bazylnski	7,150	-	7,150
Councillor	Charles Boser	2,100	-	2,100
Councillor	Bobbi Elliott	4,323	-	4,323
Councillor	Edie Gillis	4,625	94	4,719
Councillor	Neil Kennedy	3,973	-	3,973
Councillor	Candice Kraft	4,323	-	4,323
Councillor	Clarence Obrigewitch	2,242	-	2,242
Total		<u>\$ 38,111</u>	<u>397</u>	<u>38,508</u>

See accompanying notes to the financial statements.

**TOWN OF LUSELAND**  
**SCHEDULE OF RESTRUCTURING**  
**Year ended December 31, 2021**

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

Cash and temporary investments	\$ -
Taxes Receivable - Municipal	-
Other accounts receivable	-
Land for resale	-
Long-term investments	-
Debt charges recoverable	-
Bank indebtedness	-
Accounts payable	-
Accrued liabilities payable	-
Deposits	-
Deferred revenue	-
Accrued landfill costs	-
Liability for contaminated sites	-
Other liabilities	-
Long-term debt	-
Lease obligations	-
Tangible capital assets	(11,229)
Prepayments and deferred charges	-
Stock and supplies	-
Other	-
	<hr/>
<b>Total Net Carrying Amount Received (Transferred)</b>	<b>\$ <u>(11,229)</u></b>

See accompanying notes to the financial statements.