

RURAL MUNICIPALITY OF MCKILLOP #220
CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2021

RURAL MUNICIPALITY OF MCKILLOP #220

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INDEPENDENT AUDITOR'S REPORT

To the Reeve and Council of:
Rural Municipality of McKillop #220
Bulyea, Saskatchewan

Qualified Opinion

We have audited the consolidated financial statements of the Rural Municipality of McKillop #220, which comprise the consolidated statement of financial position as at December 31, 2021 and the consolidated statement of operations, consolidated statement of changes in net financial assets and consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements including a summary of significant accounting policies.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraphs, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Rural Municipality of McKillop #220 as at December 31, 2021, and its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified Opinion

The Province of Saskatchewan has stringent environmental approval processes for landfill sites that are set out by legislation and regulation. Prior to receiving environmental approval and accepting any waste, a landfill operator is obligated to include responsibility for closure and post-closure care of the approved sites, which requires the organization to set up a liability and accrue for the future expense to restore the land after closure. Last Mountain Regional Landfill has recorded a landfill closure and post-closure liability, but in a manner that is inconsistent with Canadian public sector accounting standards, which requires recognition of closure and post-closure liabilities on a volumetric basis as the landfill site capacity is used, starting when the site first accepts waste; in addition, the estimate of the liability should include management's best estimates of the total expenditures associated with the closure and post-closure care activities. Therefore, we have qualified our audit opinion as a result of the incorrectly recorded liability.

Last Mountain Regional Landfill derives revenue from the general public in the form of tipping fees, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the organization and we were not able to determine whether any adjustments might be necessary to revenue, annual surplus, or net financial assets and accumulated surplus.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the audit of the consolidated financial statements section of our report. We are independent of the Rural Municipality of McKillop #220 in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

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

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

In preparing the consolidated financial statements, management is responsible for assessing the Rural Municipality of McKillop #220'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 Rural Municipality of McKillop #220 or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Rural Municipality of McKillop #220's financial reporting process.

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

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

As part of an audit in accordance with Canadian auditing standards, we exercise our 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 Rural Municipality of McKillop #220'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 Rural Municipality of McKillop #220's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Rural Municipality of McKillop #220 to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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

Yorkton, Saskatchewan
June 22, 2022



Chartered Professional Accountants Ltd.

STATEMENT OF RESPONSIBILITY

To the Ratepayers of the Rural Municipality of McKillop #220:

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

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

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



Reeve

Administrator

RURAL MUNICIPALITY OF MCKILLOP #220
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2021

	2021	2020
FINANCIAL ASSETS		
Cash and temporary investments (Note 2)	\$ 4,111,080	\$ 3,614,364
Taxes receivable - municipal (Note 3)	385,818	408,863
Amounts receivable (Note 4)	138,213	146,188
Portfolio investments (Note 6)	71,847	66,967
Patronage equity	199	199
TOTAL FINANCIAL ASSETS	4,707,157	4,236,581
LIABILITIES		
Accounts payable and accrued liabilities	260,796	388,598
Deposits (Note 1)	23,000	14,200
Accrued landfill costs (Notes 1 and 7)	24,610	23,540
Long-term debt (Note 9)	980,843	1,065,270
Obligations under capital lease		8,766
TOTAL LIABILITIES	1,289,249	1,500,374
NET FINANCIAL ASSETS	3,417,908	2,736,207
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedules 6 and 7)	7,917,533	7,946,640
Land for resale (Note 5)	22,094	22,094
Inventories	534,267	560,361
Prepaid expenses	9,944	14,484
TOTAL NON-FINANCIAL ASSETS	8,483,838	8,543,579
ACCUMULATED SURPLUS (Schedule 8)	\$ 11,901,746	\$11,279,786

RURAL MUNICIPALITY OF MCKILLOP #220
CONSOLIDATED STATEMENT OF OPERATIONS
For the year ended December 31, 2021

	2021 Budget Unaudited (Note 1)	2021 Actual	2020 Actual
REVENUE			
Taxes and other unconditional revenue (Schedule 1)	\$ 2,718,667	\$ 2,494,954	\$ 2,504,863
Fees and charges (Schedules 4 and 5)	503,866	734,963	675,795
Conditional grants (Schedules 4 and 5)	8,995	8,428	9,475
Tangible capital asset sales - loss (Schedules 4 and 5)		(3,471)	(7,038)
Land sales - gain (Schedules 4 and 5)			70,451
Investment income and commissions (Schedules 4 and 5)	25,548	19,521	23,368
Other revenues (Schedules 4 and 5)		6,327	400
	3,257,076	3,260,722	3,277,314
EXPENSES			
General government services (Schedule 3)	579,591	551,526	820,844
Protective services (Schedule 3)	182,341	198,252	181,839
Transportation services (Schedule 3)	1,132,900	1,123,291	1,135,207
Environmental and public health services (Schedule 3)	192,635	316,319	292,834
Planning and development services (Schedule 3)	155,760	104,999	88,344
Recreation and cultural services (Schedule 3)	153,773	98,806	78,415
Utility services (Schedule 3)	412,715	334,763	361,614
	2,809,715	2,727,956	2,959,097
SURPLUS BEFORE OTHER CAPITAL CONTRIBUTIONS	447,361	532,766	318,217
Provincial/Federal capital grants and contributions (Schedules 4 and 5)	64,782	89,194	169,991
ANNUAL SURPLUS	512,143	621,960	488,208
ACCUMULATED SURPLUS, BEGINNING OF YEAR	11,279,786	11,279,786	10,791,578
ACCUMULATED SURPLUS, END OF YEAR	\$ 11,791,929	\$ 11,901,746	\$11,279,786

RURAL MUNICIPALITY OF MCKILLOP #220
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the year ended December 31, 2021

	2021 Budget Unaudited (Note 1)	2021 Actual	2020 Actual
ANNUAL SURPLUS	\$ 512,143	\$ 621,960	\$ 488,208
Acquisition of tangible capital assets	(456,059)	(425,598)	(118,441)
Amortization of tangible capital assets	294,641	358,154	344,620
Loss on sale of tangible capital assets		3,471	7,038
Proceeds on sale of tangible capital assets		93,080	11,270
Acquisition of real estate properties			(22,094)
Gain on sale of land for resale			(70,451)
Proceeds on sale of land for resale			77,990
Decrease in inventories		26,094	109,134
Decrease (increase) in prepaid expenses		4,540	(14,368)
	(161,418)	59,741	324,698
CHANGE IN NET FINANCIAL ASSETS	\$ 350,725	681,701	812,906
NET FINANCIAL ASSETS, BEGINNING OF YEAR		2,736,207	1,923,301
NET FINANCIAL ASSETS, END OF YEAR		\$ 3,417,908	\$ 2,736,207

RURAL MUNICIPALITY OF MCKILLOP #220
CONSOLIDATED STATEMENT OF CASH FLOWS
For the year ended December 31, 2021

	2021	2020
OPERATING TRANSACTIONS		
Annual surplus	\$ 621,960	\$ 488,208
Changes in non-cash items:		
Taxes receivable - municipal	23,045	297,462
Amounts receivable	7,975	(51,591)
Inventories	26,094	109,134
Prepaid expenses	4,540	(14,368)
Accounts payable and accrued liabilities	(127,802)	208,882
Deposits	8,800	14,200
Accrued landfill costs	1,070	1,070
Patronage equity		(23)
Loss on sale of tangible capital assets	3,471	7,038
Gain on sale of land for resale		(70,451)
Amortization	358,154	344,620
Cash provided by operating transactions	927,307	1,334,181
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	93,080	11,270
Acquisition of tangible capital assets	(425,598)	(118,441)
Cash applied to capital transactions	(332,518)	(107,171)
INVESTING TRANSACTIONS		
Proceeds on sale of portfolio investments	962	613
Proceeds on sale of land for resale		77,990
Purchase of portfolio investments	(5,842)	(4,705)
Acquisition of real estate properties		(22,094)
Cash provided by (applied to) investing transactions	(4,880)	51,804
FINANCING TRANSACTIONS		
Long-term debt repayment	(84,427)	(81,633)
Repayment of obligations under capital lease	(8,766)	(11,369)
Cash applied to financing transactions	(93,193)	(93,002)
INCREASE IN CASH AND TEMPORARY INVESTMENTS	496,716	1,185,812
CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR	3,614,364	2,428,552
CASH AND TEMPORARY INVESTMENTS, END OF YEAR	\$ 4,111,080	\$ 3,614,364

RURAL MUNICIPALITY OF MCKILLOP #220
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the Rural Municipality are 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 are as follows:

Basis of Accounting

The consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting recognizes revenue 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.

Reporting Entity

The financial statements consolidate the assets, liabilities, and flow of resources of the Rural Municipality. The entity is comprised of all of the organizations that are owned or controlled by the Rural Municipality and are, therefore, accountable to Council for the administration of their financial affairs and resources. Entities included in these financial statements are as follows:

 Last Mountain Regional Landfill (LMRL) - 42.8% (2020 - 42.8%)

All inter-organizational transactions and balances have been eliminated.

Collection of Funds for Other Authorities

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

Government Transfers

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

- a) the transfers are authorized
- b) any eligibility criteria have been met; and
- c) reasonable estimates of the amounts can be made.

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

Deferred Revenue and Deposits

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.

RURAL MUNICIPALITY OF MCKILLOP #220
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Local Improvement Charges

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

Net Financial Assets

Net financial assets at the end of the 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.

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.

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.

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.

Portfolio Investments

Portfolio investments are valued at the lower of cost and market value, less any provisions for other than temporary impairment. The long-term investments in the Saskatchewan Rural Municipalities - Self-Insurance Fund are accounted for on the equity basis.

Inventories

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

RURAL MUNICIPALITY OF MCKILLOP #220
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Tangible Capital Assets

All tangible capital asset acquisitions or betterment made throughout the year are recorded at their acquisition cost. Initial costs for tangible capital assets that were acquired prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant inflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of contribution. The tangible capital assets that are recognized at a nominal value are disclosed 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 Rural Municipality's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
General assets	
Land	Indefinite
Land improvements	5 to 20 years
Buildings	10 to 50 years
Vehicles and equipment	
Vehicles	5 to 10 years
Machinery and equipment	5 to 10 years
Infrastructure Assets	
Infrastructure assets	30 to 75 years
Water & sewer	5 to 75 years
Road network assets	25 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 Rural Municipality does not capitalize interest incurred while a tangible capital asset is under construction.

RURAL MUNICIPALITY OF MCKILLOP #220
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Leases

All leases are recorded on the consolidated financial statement 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.

Landfill Liability

The Rural Municipality of McKillop #220 does not maintain a waste disposal site and utilizes the waste disposal site of Last Mountain Regional Landfill. Last Mountain Regional Landfill has been able to estimate closure and post-closure costs, but is not within Canadian public sector accounting standards.

Trust Funds

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

Employee Benefit Plan

Contributions to the Rural Municipality's defined benefit plans are expensed when contributions are made. Under the defined benefit multi-employer plan, the Rural Municipality's obligations are limited to their contributions.

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 Rural 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.

RURAL MUNICIPALITY OF MCKILLOP #220
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Uncertainty

The preparation of consolidated 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 consolidated financial statements, and the reported amounts of revenue and expenditures during the period. Accounts receivable are stated after evaluation as to their collectibility 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.

Basis of Segmentation/Segment Report

The Rural Municipality has adopted the new 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 attributable 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 administration of the Rural Municipality.

Protective services: Is comprised of expenses for police and fire protection.

Transportation services: 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: Environmental segment provides waste disposal and other environmental services and the public health segment provides for expenses related to public health services in the Rural Municipality.

Planning and development: Provides for neighbourhood development and sustainability.

Recreation and culture: Provides for community services through provision of recreation and leisure services.

Utility: Provides for delivery of water, collecting and treating of wastewater and providing collection and disposal of solid waste.

Budget Information

Budget information is presented on a basis consistent with that used for the actual results. The budget was approved by Council on June 22, 2021.

RURAL MUNICIPALITY OF MCKILLOP #220
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 re-measurement gains and losses separate from the statement of operations arising from the re-measurement of financial instruments and items denominated in foreign currencies, as well as the government's proportionate share of other comprehensive income that arises when a government includes the results of government business enterprises and partnerships. Effective in the period PS 3450 and PS 2601 are adopted.

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

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

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

PS 3280 Asset Retirement Obligations, a new standard establishing guidance on the accounting and reporting of legal obligations associated with the retirement of tangible capital assets controlled by a government or a 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 the 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.

RURAL MUNICIPALITY OF MCKILLOP #220
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2021

2. CASH AND TEMPORARY INVESTMENTS

Cash and temporary investments are comprised of the following:

	2021	2020
Cash	\$ 3,472,232	\$ 2,983,198
Temporary investments	638,848	631,166
	\$ 4,111,080	\$ 3,614,364

Cash and temporary investments include balances with banks and term deposits. Temporary investments represent term deposits held at the Affinity Credit Union Ltd. which earn interest at rates between 0.35% and 3.15% (2020 - 0.85% - 2.20%) and have maturity dates ranging from January 2022 to November 2022.

3. TAXES AND GRANTS-IN-LIEU RECEIVABLE

	2021	2020
Municipal	\$	\$
- Current	222,168	173,851
- Arrears	163,650	235,012
Total municipal taxes receivable	385,818	408,863
School		
- Current	97,297	82,560
- Arrears	79,906	104,328
Total school taxes receivable	177,203	186,888
Municipal hail insurance	18,090	1,972
Total taxes and grants-in-lieu receivable	581,111	597,723
Deduct taxes receivable to be collected on behalf of other organizations	(195,293)	(188,860)
Municipal and grants-in-lieu taxes receivable	\$ 385,818	\$ 408,863

RURAL MUNICIPALITY OF MCKILLOP #220
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2021

4. AMOUNTS RECEIVABLE

Amounts receivable are valued at their net realized value.

	2021	2020
Organizations and individuals	\$ 68,447	\$ 71,455
Federal government	34,779	39,840
Utility	32,837	29,782
Accrued interest	2,150	5,111
	<u>\$ 138,213</u>	<u>\$ 146,188</u>

5. LAND FOR RESALE

	2021	2020
Tax Title Property	\$ 22,094	\$ 22,094

6. PORTFOLIO INVESTMENTS

	2021	2020
Saskatchewan Association of Rural Municipalities - Liability Insurance Fund	\$ 57,746	\$ 54,549
Saskatchewan Association of Rural Municipalities - Property Insurance Fund	14,101	12,418
Total portfolio investments	<u>\$ 71,847</u>	<u>\$ 66,967</u>

The investments in Saskatchewan Association of Rural Municipalities are accounted for on the equity basis.

RURAL MUNICIPALITY OF MCKILLOP #220
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2021

7. ACCRUED LANDFILL COSTS

	2021	2020
Environmental liabilities	\$ 24,610	\$ 23,540

In 2021 the Rural Municipality has accrued an overall liability for environmental matters in the amount of \$24,610 (2020 - \$23,540) which represents Last Mountain Regional Landfill management's best estimate of this liability. By their nature, these estimates are subject to measurement uncertainty and the effect on the consolidated financial statements of changes in such estimates in future periods could be significant.

Included in environmental liabilities is \$24,610 (2020 - \$23,540) of the estimated total landfill closure and post-closure care expenses. The estimated liability for these expenses is recognized as the landfill site's capacity is used, estimated at \$2,500 each year as per Last Mountain Regional Landfill management.

Landfill closure and post-closure care requirements have been defined in accordance with the Environmental Act and include final covering and landscaping of the landfill, pumping of ground, methane gas and leachate management, and ongoing environmental monitoring, site inspection and maintenance. The reported liability is based on estimates and assumptions with respect to events extending over a 20-year period using the best information available to Last Mountain Regional Landfill management. Future events may result in significant changes to the estimated total expense, capacity used or total capacity and the estimated liability, and would be recognized prospectively, as a change in estimate, when applicable.

8. CONTINGENCY

The Rural Municipality is contingently liable under terms of the Saskatchewan Association of Rural Municipalities Self-Insurance Plan for its proportionate share of claims and future claims in excess of the plan's reserve fund.

RURAL MUNICIPALITY OF MCKILLOP #220
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2021

9. LONG-TERM DEBT

The debt limit of the Rural Municipality is \$2,842,540. The debt limit for a Rural Municipality is the total amount of the Rural Municipality's own source revenues for the preceding year (the *Municipalities Act* Section 161(1)).

	2021	2020
Royal Bank of Canada loan bearing interest at a fixed rate of 3.37% per annum, payable in blended monthly payments of \$9,919, maturing August 2031.	\$ 980,843	\$ 1,065,270

Future principal and interest payments are as follows:

	Principal	Interest	Total
2022	\$ 87,317	\$ 31,711	\$ 119,028
2023	90,305	28,723	119,028
2024	93,396	25,632	119,028
2025	96,592	22,436	119,028
2026	99,898	19,130	119,028
Thereafter	513,335	42,141	555,476
Balance	\$ 980,843	\$ 169,773	\$ 1,150,616

10. PENSION PLAN

The Rural Municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration benefits. The Rural Municipality's pension expense in 2021 was \$50,773 (2020 - \$45,685). The benefits accrued to the Rural Municipality's employees from MEPP are calculated using the following: Pensionable Years of Service, Highest Average Salary, and the plan accrual rate. The costs of the retirement plan are not allocated to the individual entities within the related group. As a result, individual entities within the related group are not able to identify their share of the underlying assets and liabilities. Therefore, the plan is accounted for as a defined contribution plan in accordance with the requirements of the Chartered Professional Accountants of Canada Handbook Section PS 3250.

11. OTHER MATTERS

During the year, the COVID-19 pandemic impacted Canada and caused significant disruptions to the Canadian economy. As of the audit report date, the Rural Municipality has not suffered any significant disruptions, and we are therefore unable to estimate the effect of the pandemic on the Rural Municipality's operations. While the disruption is currently expected to be temporary, there is considerable uncertainty about the duration of the disruption. As a result, the related financial impact and duration cannot be reasonably estimated at this time.

RURAL MUNICIPALITY OF MCKILLOP #220
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2021

12. GOVERNMENT ASSISTANCE

In response to the pandemic in the prior year, the Provincial and Federal governments provided funds to municipalities in order to stimulate economic recovery and enhance infection protection and control measures in their operations. Through the Municipal Economic Enhancement Program (MEEP), the Rural Municipality received funds of \$Nil (2020 - \$105,209). In the prior year, the following projects were approved and completed: dust control and the purchase of gravel/gravel crushing. In addition, the Safe Restart Program provided \$Nil (2020 - \$43,667) in unconditional funding to the Rural Municipality.

RURAL MUNICIPALITY OF MCKILLOP #220**SCHEDULE 1 - SCHEDULE OF TAXES AND OTHER UNCONDITIONAL REVENUES**

For the year ended December 31, 2021

	2021 Budget Unaudited (Note 1)	2021 Actual	2020 Actual
TAXES			
General municipal tax levy	\$ 2,509,291	\$ 2,293,751	\$ 2,255,568
Abatements and adjustments	(4,000)	(5,008)	(8,007)
Discount on current year taxes	(107,000)	(102,498)	(106,723)
Net Municipal Taxes	2,398,291	2,186,245	2,140,838
Potash tax share	2,850	2,962	2,852
Penalties on tax arrears	30,000	19,284	52,316
Special tax levy	79,861	81,415	55,004
Total Taxes	2,511,002	2,289,906	2,251,010
UNCONDITIONAL GRANTS			
Equalization (Revenue Sharing)	197,923	197,923	200,444
Safe restart			43,667
Total Unconditional Grants	197,923	197,923	244,111
GRANTS-IN-LIEU OF TAXES			
Federal	1,238	695	1,238
Provincial			
TransGas	272		272
Sasktel	8,232	6,430	8,232
Total Grants-in-Lieu of Taxes	9,742	7,125	9,742
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 2,718,667	\$ 2,494,954	\$ 2,504,863

RURAL MUNICIPALITY OF MCKILLOP #220**SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION**

For the year ended December 31, 2021

	2021 Budget Unaudited (Note 1)	2021 Actual	2020 Actual
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 1,000	\$ 1,121	\$ 1,027
- Sales of office supplies	1,500	728	3,579
- Tax certificates and general office fees	6,300	9,483	44
Total Fees and Charges	8,800	11,332	4,650
- Land sales - gain			70,451
- Investment income and commissions	25,548	19,521	23,368
Total Other Segmented Revenue	34,348	30,853	98,469
Total Operating	34,348	30,853	98,469
Total General Government Services	34,348	30,853	98,469
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Fire fees		17,775	41,751
Total Fees and Charges		17,775	41,751
Total Other Segmented Revenue		17,775	41,751
Total Operating		17,775	41,751
Total Protective Services		17,775	41,751

RURAL MUNICIPALITY OF MCKILLOP #220**SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION**

For the year ended December 31, 2021

	2021 Budget Unaudited (Note 1)	2021 Actual	2020 Actual
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 23,000	\$ 38,133	\$ 26,188
- Road Maintenance and Restoration Agreements	20,000	34,854	34,052
- Permits and rental fees	23,646	27,037	16,012
Total Fees and Charges	66,646	100,024	76,252
- Tangible capital asset sales - gain (loss)		(3,471)	(2,852)
Total Other Segmented Revenue	66,646	96,553	73,400
Conditional Grants			
- Student Employment	3,495	2,406	3,495
Total Conditional Grants	3,495	2,406	3,495
Total Operating	70,141	98,959	76,895
Capital			
Conditional Grants			
- Canada Community - Building Fund (CCBF)	64,782	89,194	64,782
- Municipal Economic Enhancement Program (MEEP)			105,209
Total Capital	64,782	89,194	169,991
Total Transportation Services	134,923	188,153	246,886

RURAL MUNICIPALITY OF MCKILLOP #220**SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION**

For the year ended December 31, 2021

	2021 Budget Unaudited (Note 1)	2021 Actual	2020 Actual
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and disposal fees	\$ 154,000	\$ 154,163	\$ 151,500
- Garbage bin rental fees	10,000	13,095	10,916
- Last Mountain Regional Landfill		144,239	117,857
Total Fees and Charges	164,000	311,497	280,273
Total Other Segmented Revenue	164,000	311,497	280,273
Conditional Grants			
- Other (Invasive Plant Control Program, Research Capacity Program, Beaver Control Program)	5,500	6,022	5,980
Total Conditional Grants	5,500	6,022	5,980
Total Operating	169,500	317,519	286,253
Total Environmental and Public Health Services	169,500	317,519	286,253
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Other (permits, licenses, advertising)	35,000	53,240	37,956
Total Fees and Charges	35,000	53,240	37,956
Total Other Segmented Revenue	35,000	53,240	37,956
Total Operating	35,000	53,240	37,956
Total Planning and Development Services	35,000	53,240	37,956

RURAL MUNICIPALITY OF MCKILLOP #220**SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION**

For the year ended December 31, 2021

	2021 Budget Unaudited (Note 1)	2021 Actual	2020 Actual
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
- Tangible capital asset sales - gain (loss)	\$	\$	\$ (4,186)
- Donations		6,327	400
Total Other Segmented Revenue		6,327	(3,786)
Total Operating		6,327	(3,786)
Total Recreation and Cultural Services		6,327	(3,786)
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	24,000	33,048	31,283
- Sewer	205,420	208,047	203,630
Total Fees and Charges	229,420	241,095	234,913
Total Other Segmented Revenue	229,420	241,095	234,913
Total Operating	229,420	241,095	234,913
Total Utility Services	229,420	241,095	234,913
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 603,191	\$ 854,962	\$ 942,442
SUMMARY			
Total Other Segmented Revenue	\$ 529,414	\$ 757,340	\$ 762,976
Total Conditional Grants	8,995	8,428	9,475
Total Capital Grants and Contributions	64,782	89,194	169,991
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 603,191	\$ 854,962	\$ 942,442

RURAL MUNICIPALITY OF MCKILLOP #220
SCHEDULE 3 - SCHEDULE OF EXPENSES BY FUNCTION
For the year ended December 31, 2021

	2021 Budget Unaudited (Note 1)	2021 Actual	2020 Actual
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 115,766	\$ 100,978	\$ 103,274
Wages and benefits	228,863	231,996	300,413
Professional/Contractual services	160,712	130,429	126,556
Utilities	10,300	11,221	10,167
Maintenance, materials, and supplies	52,090	53,158	50,655
Amortization	8,860	7,712	8,860
Interest	3,000	4,094	2,694
Allowance for uncollectibles		11,938	218,225
Total General Government Services	579,591	551,526	820,844
PROTECTIVE SERVICES			
Police protection			
Professional/Contractual services	68,000	65,799	65,261
Fire protection			
Professional/Contractual services	114,341	132,445	116,578
Amortization		8	
Total Protective Services	182,341	198,252	181,839
TRANSPORTATION SERVICES			
Wages and benefits	266,055	320,789	233,970
Professional/Contractual services	238,910	165,474	82,490
Utilities	33,374	24,349	25,334
Maintenance, materials, and supplies	330,851	305,019	297,043
Gravel	72,800	96,432	291,893
Amortization	190,910	211,228	204,477
Total Transportation Services	1,132,900	1,123,291	1,135,207
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	32,250	44,004	31,643
Professional/Contractual services	153,635	90,374	89,414
Maintenance, materials, and supplies	6,750	6,226	4,828
Amortization		24,444	20,701
Last Mountain Regional Landfill		151,271	146,248
Total Environmental and Public Health Services	192,635	316,319	292,834

RURAL MUNICIPALITY OF MCKILLOP #220
SCHEDULE 3 - SCHEDULE OF EXPENSES BY FUNCTION
For the year ended December 31, 2021

	2021 Budget Unaudited (Note 1)	2021 Actual	2020 Actual
PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	\$ 64,760	\$ 60,989	\$ 59,496
Professional/Contractual services	91,000	44,010	28,848
Total Planning and Development Services	155,760	104,999	88,344
RECREATION AND CULTURAL SERVICES			
Professional/Contractual services	85,970	45,095	25,310
Utilities	800	699	806
Maintenance, materials, and supplies	46,344	16,513	5,651
Grants and contributions			
- Operating	12,845	13,345	17,493
Amortization	4,314	22,054	18,905
Donations	3,500	1,100	10,250
Total Recreation and Cultural Services	153,773	98,806	78,415
UTILITY SERVICES			
Wages and benefits	61,000	51,059	59,512
Professional/Contractual services	189,280	138,793	157,238
Utilities	8,425	8,892	7,853
Maintenance, materials, and supplies	28,850	8,945	8,166
Amortization	90,557	92,708	91,677
Interest on long-term debt	34,603	34,366	37,168
Total Utility Services	412,715	334,763	361,614
TOTAL EXPENSES BY FUNCTION	\$ 2,809,715	\$ 2,727,956	\$ 2,959,097

RURAL MUNICIPALITY OF MCKILLOP #220
SCHEDULE 4 - SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION
For the year ended December 31, 2021

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 11,332	\$ 17,775	\$ 100,024	\$ 311,497	\$ 53,240	\$	\$ 241,095	\$ 734,963
Tangible Capital Asset Sale - Gain (Loss)			(3,471)					(3,471)
Land Sales - Gain (Loss)								
Investment Income & Commissions	19,521							19,521
Other Revenues						6,327		6,327
Grants - Conditional			2,406	6,022				8,428
- Capital			89,194					89,194
Total revenues	30,853	17,775	188,153	317,519	53,240	6,327	241,095	854,962
Expenses (Schedule 3)								
Wages & Benefits	332,974		320,789	44,004	60,989		51,059	809,815
Professional/Contractual Services	130,429	198,244	165,474	90,374	44,010	45,095	138,793	812,419
Utilities	11,221		24,349			699	8,892	45,161
Maintenance, Materials, Supplies	53,158		401,451	6,226		16,513	8,945	486,293
Grants and Contributions						13,345		13,345
Amortization	7,712	8	211,228	24,444		22,054	92,708	358,154
Interest	4,094						34,366	38,460
Allowance for Uncollectibles	11,938							11,938
Other				151,271		1,100		152,371
Total expenses	551,526	198,252	1,123,291	316,319	104,999	98,806	334,763	2,727,956
Surplus (Deficit) by Function	(520,673)	(180,477)	(935,138)	1,200	(51,759)	(92,479)	(93,668)	(1,872,994)
Taxation and other unconditional revenue (Schedule 1)								2,494,954
Net Surplus								\$ 621,960

RURAL MUNICIPALITY OF MCKILLOP #220
SCHEDULE 5 - SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION
For the year ended December 31, 2020

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 4,650	\$ 41,751	\$ 76,252	\$ 280,273	\$ 37,956	\$	\$ 234,913	\$ 675,795
Tangible Capital Asset Sale - Gain (Loss)			(2,852)			(4,186)		(7,038)
Land Sales - Gain (Loss)	70,451							70,451
Investment Income & Commissions	23,368							23,368
Other Revenues						400		400
Grants - Conditional			3,495	5,980				9,475
- Capital			169,991					169,991
Total revenues	98,469	41,751	246,886	286,253	37,956	(3,786)	234,913	942,442
Expenses (Schedule 3)								
Wages & Benefits	403,687		233,970	31,643	59,496		59,512	788,308
Professional/Contractual Services	126,556	181,839	82,490	89,414	28,848	25,310	157,238	691,695
Utilities	10,167		25,334			806	7,853	44,160
Maintenance, Materials, Supplies	50,655		588,936	4,828		5,651	8,166	658,236
Grants and Contributions						17,493		17,493
Amortization	8,860		204,477	20,701		18,905	91,677	344,620
Interest	2,694						37,168	39,862
Allowance for Uncollectibles	218,225							218,225
Other				146,248		10,250		156,498
Total expenses	820,844	181,839	1,135,207	292,834	88,344	78,415	361,614	2,959,097
Surplus (Deficit) by Function	(722,375)	(140,088)	(888,321)	(6,581)	(50,388)	(82,201)	(126,701)	(2,016,655)
Taxation and other unconditional revenue (Schedule 1)								2,504,863
Net Surplus								\$ 488,208

RURAL MUNICIPALITY OF MCKILLOP #220
SCHEDULE 6 - SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT
For the year ended December 31, 2021

	General Assets					Infrastructure Assets	General/ Infrastructure	Totals	
Cost	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets	Assets Under Construction	2021	2020
Opening costs	\$ 364,768	970,311	1,318,305		1,804,578	8,057,110		\$ 12,515,072	\$ 12,485,348
Additions during the year		49,748	1,429		374,421			425,598	118,441
Disposals and write downs					(199,500)			(199,500)	(88,717)
Closing costs	364,768	1,020,059	1,319,734		1,979,499	8,057,110		12,741,170	12,515,072
Accumulated Amortization									
Opening accumulated amortization		469,006	285,037		953,370	2,861,019		4,568,432	4,294,221
Amortization		46,179	35,761		146,309	129,905		358,154	344,620
Disposals and write downs					(102,949)			(102,949)	(70,409)
Closing accumulated amortization		515,185	320,798		996,730	2,990,924		4,823,637	4,568,432
Net Book Value	\$ 364,768	504,874	998,936		982,769	5,066,186		\$ 7,917,533	\$ 7,946,640

RURAL MUNICIPALITY OF MCKILLOP #220
SCHEDULE 7 - SCHEDULE OF TANGIBLE CAPITAL ASSETS BY FUNCTION
For the year ended December 31, 2021

Cost	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Totals	
								2021	2020
Opening costs	\$ 158,358		6,028,424	509,963		481,791	5,336,536	\$ 12,515,072	\$ 12,485,348
Additions during the year		1,844	371,693	2,314		49,747		425,598	118,441
Disposals and write downs			(199,500)					(199,500)	(88,717)
Closing costs	158,358	1,844	6,200,617	512,277		531,538	5,336,536	12,741,170	12,515,072
Accumulated Amortization									
Opening accumulated amortization	40,217		3,345,997	241,959		253,181	687,078	4,568,432	4,294,221
Amortization	7,712	8	211,228	24,444		22,054	92,708	358,154	344,620
Disposals and write downs			(102,949)					(102,949)	(70,409)
Closing accumulated amortization	47,929	8	3,454,276	266,403		275,235	779,786	4,823,637	4,568,432
Net Book Value	\$ 110,429	1,836	2,746,341	245,874		256,303	4,556,750	\$ 7,917,533	\$ 7,946,640

RURAL MUNICIPALITY OF MCKILLOP #220
SCHEDULE 8 - SCHEDULE OF ACCUMULATED SURPLUS
For the year ended December 31, 2021

	2020	Changes	2021
UNAPPROPRIATED SURPLUS	\$ 908,290	\$ 1,467,347	\$ 2,375,637
APPROPRIATED RESERVES			
Future Capital Expenditure	808,046	(808,046)	
Development Fees	116,920		116,920
Municipal Area	18,520		18,520
Lagoon - Special Levy	482,479	(482,479)	
Lagoon - Future Capital	195,461	(82,335)	113,126
Last Mountain Pioneer Home	5,000		5,000
Gravel Purchase	20,000	210,000	230,000
Equipment	125,000	81,355	206,355
Computer Upgrades	10,000	20,000	30,000
Rural Municipality Shop	217,858	71,535	289,393
Total appropriated	1,999,284	(989,970)	1,009,314
ORGANIZED HAMLETS			
Alta Vista	131,700	4,579	136,279
Colesdale North	210,158	9,966	220,124
Colesdale South	131,433	12,476	143,909
Collingwood	363,831	52,543	416,374
MacPheat Park	88,907	6,840	95,747
Mohr's Beach	78,363	(5,457)	72,906
Sorensen's Beach	170,631	(2,589)	168,042
Spring Bay	203,121	3,949	207,070
Uhl's Bay	112,698	6,956	119,654
Total Hamlets	1,490,842	89,263	1,580,105
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6)	7,946,640	(29,107)	7,917,533
Less: Related debt	(1,065,270)	84,427	(980,843)
Net investment in tangible capital assets	6,881,370	55,320	6,936,690
TOTAL ACCUMULATED SURPLUS	\$ 11,279,786	\$ 621,960	\$ 11,901,746

RURAL MUNICIPALITY OF MCKILLOP #220**SCHEDULE 9 - SCHEDULE OF MILL RATES AND ASSESSMENTS**

For the year ended December 31, 2021

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable assessment	95,985,522	171,751,328			9,438,881		277,175,731
Regional Park Assessment							
Total Assessment							277,175,731
Mill Rate Factor(s)	1.05	0.92			1.65		
Total Base/Minimum Tax		459,375					459,375
Total Municipal Tax Levy	755,886	1,421,059			116,806		2,293,751

MILL RATES:**MILLS**

Average Municipal	8.2754
Average School	3.4645
Potash Mill Rate	
Uniform Municipal Mill Rate	7.5000

RURAL MUNICIPALITY OF MCKILLOP #220
SCHEDULE 10 - SCHEDULE OF COUNCIL REMUNERATION
For the year ended December 31, 2021

<u>Position - Name</u>	<u>Remuneration</u>	<u>Reimbursed Costs</u>	<u>Total</u>
Reeve - Bob Schmidt	\$ 14,665	\$ 2,119	\$ 16,784
Councilor - Gary Gilbert	11,399	720	12,119
Councilor - Donald Whitrow	9,235	1,568	10,803
Councilor - Marilyn Labatte	10,425	330	10,755
Councilor - Garry Dixon	9,911	720	10,631
Councilor - Craig Romanyk	8,970	720	9,690
Councilor - Bill McKenzie	4,694	271	4,965
Councilor - Howard Arndt	2,924	240	3,164
	<hr/>	<hr/>	<hr/>
	\$ 72,223	\$ 6,688	\$ 78,911