

**Annual Financial Statements**

**And Supporting Schedules**

**For The**

**Rural Municipality of Meadow Lake No. 588**

**As at December 31, 2021**

### **Management's Responsibility for Financial Reporting**

The financial statements of Rural Municipality of Meadow Lake No. 588 have been prepared in accordance with Canadian public sector accounting standards (PSAS). When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances. These statements include certain amounts based on management's estimates and judgments. Management has determined such amounts based on a reasonable basis in order to ensure that the financial statements are presented fairly in all material respects.

The integrity and reliability of Rural Municipality of Meadow Lake No. 588's reporting systems are achieved through the use of formal policies and procedures, the careful selection of employees and an appropriate division of responsibilities. These systems are designed to provide reasonable assurance that the financial information is reliable and accurate.

The Council is responsible for ensuring that management fulfills its responsibility for financial reporting and is ultimately responsible for reviewing and approving the financial statements. The Council is composed of elected officials, who are not employees of the municipality, and meets periodically with management to review significant accounting, reporting and internal control matters. The Council is also responsible for the approval of the engagement or re-appointment of the external auditors.

The financial statements have been audited on behalf of the members by HRO Chartered Professional Accountants, in accordance with Canadian public sector accounting standards.

September 12, 2022

Date

Reeve

CAO



ADDRESS:  
1321 101ST STREET  
NORTH BATTLEFORD, SK S9A 0Z9

PHONE: 306-445-6291  
FAX: 306-445-3882  
EMAIL: [info@hrocpcpa.ca](mailto:info@hrocpcpa.ca)

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## INDEPENDENT AUDITOR'S REPORT

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To the Members of Rural Municipality of Meadow Lake No. 588

### *Opinion*

We have audited the financial statements of Rural Municipality of Meadow Lake No. 588 (the Organization), which comprise the statement of financial position as at December 31, 2021, and the statements of operations, changes in accumulated surplus, changes in net financial assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at December 31, 2021, and the results of its operations 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 Organization in accordance with ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

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

In preparing the financial statements, management is responsible for assessing the Organization'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 Organization or to cease operations, or has no realistic alternative but to do so.

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

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LORALIE A. RAICHE, CPA, CA, CFP\*

DALLAN D. OBERG, CPA, CA\*

\*DENOTES A PROFESSIONAL CORPORATION

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PROFESSIONAL  
ACCOUNTANTS

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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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 financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization'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 Organization'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 Organization 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.

*HRO*

North Battleford, Saskatchewan  
September 12, 2022

Chartered Professional Accountants

**Rural Municipality of Meadow Lake No. 588**

**Statement of Financial Position**

**As at December 31, 2021**

Statement 1

	2021	2020
<b>FINANCIAL ASSETS</b>		<i>(Re-stated)</i>
Cash and Temporary Investments (Note 2)	\$ 9,089,077	\$ 9,405,118
Taxes Receivable - Municipal (Note 3)	433,230	514,733
Other Accounts Receivable (Note 4)	181,943	308,588
Land for Resale (Note 5)		
Long-term Investments (Note 6)	535,058	533,261
Debt Charges Recoverable		
Other (Specify)		
<b>Total Financial Assets</b>	<b>10,239,308</b>	<b>10,761,700</b>

**LIABILITIES**

Bank Indebtedness (Note 7)		
Accounts Payable	2,499,418	1,724,901
Accrued Liabilities Payable	21,133	27,272
Deposits	4,415	3,815
Deferred Revenue (Note 8)	1,750	1,750
Accrued Landfill Costs (Note 9)	35,000	35,000
Liability for Contaminated Sites		
Other Liabilities (Note 10)	100,000	100,000
Long-term Debt (Note 11)	734,668	1,166,300
Lease Obligations		
<b>Total Liabilities</b>	<b>3,396,384</b>	<b>3,059,038</b>

<b>NET FINANCIAL ASSETS (DEBT)</b>	<b>6,842,924</b>	<b>7,702,662</b>
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**NON-FINANCIAL ASSETS**

Tangible Capital Assets (Schedule 6, 7)	24,504,930	23,382,231
Prepayments and Deferred Charges	1,366	1,252
Stock and Supplies	1,126,333	1,161,683
Other		
<b>Total Non-Financial Assets</b>	<b>25,632,629</b>	<b>24,545,166</b>

<b>Accumulated Surplus (Deficit) (Schedule 8)</b>	<b>\$ 32,475,553</b>	<b>\$ 32,247,828</b>
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*The accompanying notes and schedules are an integral part of these statements.*

Rural Municipality of Meadow Lake No. 588

Statement of Operations

As at December 31, 2021

Statement 2

	2021 Budget	2021	2020
<b>Revenues</b>			<i>(Re-stated)</i>
Taxes and Other Unconditional Revenue <i>(Schedule 1)</i>	\$ 5,628,250	\$ 5,813,414	\$ 5,601,665
Fees and Charges <i>(Schedule 4, 5)</i>	74,000	285,060	304,574
Conditional Grants <i>(Schedule 4, 5)</i>	71,130	58,114	51,263
Tangible Capital Asset Sales - Gain (loss) <i>(Schedule 4, 5)</i>	75,000	(5,228)	(42,184)
Land Sales - Gain (loss) <i>(Schedule 4, 5)</i>			
Investment Income and Commissions <i>(Schedule 4, 5)</i>	70,000	76,986	189,633
Restructurings <i>(Schedule 4, 5)</i>			
Other Revenues <i>(Schedule 4, 5)</i>		17,921	27,383
<b>Total Revenues</b>	<b>5,918,380</b>	<b>6,246,267</b>	<b>6,132,334</b>

<b>Expenses</b>			
General Government Services <i>(Schedule 3)</i>	713,100	1,237,966	725,419
Protective Services <i>(Schedule 3)</i>	219,200	271,627	243,024
Transportation Services <i>(Schedule 3)</i>	5,492,600	3,643,431	2,852,403
Environmental and Public Health Services <i>(Schedule 3)</i>	131,500	993,321	62,267
Planning and Development Services <i>(Schedule 3)</i>	5,000	45,642	84,832
Recreation and Cultural Services <i>(Schedule 3)</i>	169,120	194,605	172,929
Utility Services <i>(Schedule 3)</i>			
Restructurings <i>(Schedule 3)</i>			
<b>Total Expenses</b>	<b>6,730,520</b>	<b>6,386,592</b>	<b>4,140,874</b>

<b>Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions</b>	<b>(812,140)</b>	<b>(140,325)</b>	<b>1,991,460</b>
Provincial/Federal Capital Grants and Contributions <i>(Schedule 4, 5)</i>	772,000	368,050	1,286,137
<b>Surplus (Deficit) of Revenues over Expenses</b>	<b>\$ (40,140)</b>	<b>227,725</b>	<b>3,277,597</b>
Accumulated Surplus (Deficit), Beginning of Year <i>(Schedule 11)</i>		32,247,828	28,970,231
<b>Accumulated Surplus (Deficit), End of Year</b>	<b>\$</b>	<b>32,475,553</b>	<b>\$ 32,247,828</b>

The accompanying notes and schedules are an integral part of these statements.

**Rural Municipality of Meadow Lake No. 588**  
**Statement of Change in Net Financial Assets**  
**As at December 31, 2021**

Statement 3

	<b>2021 Budget</b>	<b>2021</b>	<b>2020</b>
			<i>(Re-stated)</i>
<b>Surplus (Deficit)</b>	\$ (40,140)	\$ 227,725	\$ 3,277,597
(Acquisition) of tangible capital assets		(2,291,772)	(2,482,114)
Amortization of tangible capital assets		1,125,061	763,865
Proceeds on disposal of tangible capital assets		39,000	213,815
Loss (gain) on the disposal of tangible capital assets		5,228	42,184
Transfer of Assets/Liabilities in Restructuring Transactions			
<b>Surplus (Deficit) of capital revenue over expenditures</b>		<b>(1,122,483)</b>	<b>(1,462,250)</b>
(Acquisition) of supplies inventories			(275,060)
(Acquisition) of prepaid expense		(114)	
Consumption of supplies inventories		35,134	
Use of prepaid expense			90
<b>Surplus (Deficit) of expenses of other non-financial over expenditures</b>		<b>35,020</b>	<b>(274,970)</b>
<b>Increase (Decrease) in Net Financial Assets</b>	<b>\$ (40,140)</b>	<b>(859,738)</b>	<b>1,540,377</b>
<b>Net Financial Assets - Beginning of Year</b>		<b>7,702,662</b>	<b>6,162,285</b>
<b>Net Financial Assets (Debt) - End of Year</b>		<b>\$ 6,842,924</b>	<b>\$ 7,702,662</b>

*The accompanying notes and schedules are an integral part of these statements.*

**Rural Municipality of Meadow Lake No. 588**  
**Statement of Cash Flow**  
**As at December 31, 2021**

Statement 4

	2021	2020
	<i>(Re-stated)</i>	
<b>Cash provided by (used for) the following activities</b>		
<b>Operating:</b>		
Surplus (Deficit)	\$ 227,725	\$ 3,277,597
Amortization	1,125,061	763,865
Loss (gain) on disposal of tangible capital assets	5,228	42,184
	<u>1,358,014</u>	<u>4,083,646</u>
<b>Change in assets/liabilities</b>		
Taxes Receivable - Municipal	81,395	9,030
Other Receivables	126,645	(62,571)
Land for Resale		9,409
Other Financial Assets		
Accounts and Accrued Liabilities Payable	768,486	(68,379)
Deposits	600	(51,100)
Deferred Revenue		
Accrued Landfill costs		
Liability for Contaminated Sites		
Other Liabilities		
Stock and Supplies for Use	35,134	(275,060)
Prepayments and Deferred Charges	(114)	90
Other (Specify)		
<b>Cash provided by (applied to) operating transactions</b>	<b>2,370,160</b>	<b>3,645,065</b>
<b>Capital:</b>		
Acquisition of Tangible Capital Assets	(2,291,772)	(2,482,114)
Proceeds From the Disposal of Tangible Capital Assets	39,000	213,815
Other Capital		
<b>Cash provided by (applied to) capital transactions</b>	<b>(2,252,772)</b>	<b>(2,268,299)</b>
<b>Investing:</b>		
Long-term Investments	(1,797)	(13,690)
Other Investments		
<b>Cash provided by (applied to) investing transactions</b>	<b>(1,797)</b>	<b>(13,690)</b>
<b>Financing:</b>		
Debt Charges Recovered		
Long-term Debt Issued		425,486
Long-term Debt Repaid	(431,632)	(381,613)
Other Financing		
<b>Cash provided by (applied to) financing transactions</b>	<b>(431,632)</b>	<b>43,873</b>
<b>Change in Cash and Temporary Investments during the year</b>	<b>(316,041)</b>	<b>1,406,949</b>
<b>Cash and Temporary Investments - Beginning of Year</b>	<b>9,405,118</b>	<b>7,998,169</b>
<b>Cash and Temporary Investments - End of Year</b>	<b>\$ 9,089,077</b>	<b>\$ 9,405,118</b>

The accompanying notes and schedules are an integral part of these statements.



## Rural Municipality of Meadow Lake No. 588

### Notes to the Financial Statements

As at December 31, 2021

#### 1. Significant Accounting Policies

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

- a) **Basis of Accounting:** The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting requires revenues to be recognized as they become available and measurable and expenses are recognized as they are incurred and measurable as a result of the receipt of goods and services and the creation of a legal obligation to pay.
- b) **Reporting Entity:** The financial statements consolidates the assets, liabilities and flow of resources of the municipality. The entity is comprised of all of the organizations that are owned or controlled by the municipality and are, therefore, accountable to the Council for the administration of their financial affairs and resources. Entities included in these consolidated financial statements are as follows:

Entity

Rural Municipality of Meadow Lake No. 588

- c) **Collection of Funds for Other Authorities:** Collection of funds by the municipality for the school board, municipal hail and conservation and development authorities are collected and remitted in accordance with relevant legislation.
- 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 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 estimate of the amount can be made.

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

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

- 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.
- 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.

1. Significant Accounting Policies - continued

- i) **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.
- 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. The long-term investments in the Saskatchewan Association of Rural Municipalities - Self Insurance Fund, Property Insurance Fund and Tax Loss Compensation Trust Fund are accounted for on the equity basis.
- 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 in the ordinary course of business.
- 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 deflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of contribution. The cost of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. The tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The municipality's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
<b>General Assets</b>	
Land	Indefinite
Land Improvements	5 to 20 Yrs
Buildings	10 to 50 Yrs
Vehicles and Equipment	
Vehicles	5 to 10 Yrs
Machinery and Equipment	5 to 10 Yrs
<b>Infrastructure Assets</b>	
Water and Sewer	30 to 75 Yrs
Road Network Assets	30 to 75 Yrs

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

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

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

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

1. Significant Accounting Policies - continued

- n) **Landfill Liability:** The municipality maintains a waste disposal site. The annual provision is reported as an expense and the accumulated provision is reported on the Statement of Financial Position. Recommended disclosure is provided in Note 9.
- o) **Trust Funds:** Funds held in trust for others, under a trust agreement or statute, are not included in the financial statements as they are not controlled by the municipality.
- 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 their contributions.
- q) **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.
- r) **Measurement Uncertainty:** The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditures during the period. Taxes receivable and accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

The measurement of materials and supplies are based on estimates of volume and quality. The 'Opening Asset costs' of tangible capital assets have been estimated where actual costs were not available. Amortization is based on the estimated useful lives of tangible capital assets.

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

- s) **Basis of Segmentation/Segment Report:** The municipality has adopted the Public Sector Accounting Board's recommendations requiring financial information to be provided on a segmented basis. Municipal services have been segmented by grouping activities that have similar service objectives (by function). Revenues that are directly related to the costs of the function have been attributed to each segment. Interest is allocated to functions based on the purpose of specific borrowings.

The segments (functions) are as follows:

General Government: Provides for the administration of the municipality.

Protective Services: Comprised of expenses for police and fire protection.

Transportation Services: Responsible for the delivery of public works services related to the development and maintenance of roadway systems and street lighting.

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

Planning and Development: Provides for neighborhood development and sustainability.

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

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

- t) **Land Sales:** Land sales are recognized in the financial statements as revenues in the period in which the contract is signed and the ability to collect is reasonably assured.
- u) **Land for Resale:** Land for resale is recorded at the lower of cost to prepare the land for sale and the market value of the land. Costs to prepare the land for sale include leveling, grading and utility service connections. The land is considered available for sale when all the land preparation is completed.
- v) **Tax Title Property:** Property acquired through the tax enforcement process and temporarily held is recorded at the lesser of the carrying amount (cost equal to the outstanding taxes including any applicable penalties up to the date of acquisition plus any costs necessary to maintain after acquisition) and the net recoverable amount. Impairment losses are not reversed in subsequent years, if net recoverable value subsequently increases.

**1. Significant Accounting Policies - continued**

- w) **Budget Information:** Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on *January 11, 2021*.

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

**Effective for Fiscal Years Beginning On or After April 1, 2023:**

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

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

**Rural Municipality of Meadow Lake No. 588**

**Notes to the Financial Statements**

**As at December 31, 2021**

	2021	2020
<b>2. Cash and Temporary Investments</b>		
Cash	\$ 4,272,613	\$ 4,121,466
Temporary Investments		
Restricted Cash	4,816,464	5,283,652
<b>Total Cash and Temporary Investments</b>	<b>\$ 9,089,077</b>	<b>\$ 9,405,118</b>

Cash and temporary investments include balances with banks, Credit Unions, term deposits, marketable securities and short-term investments with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

The municipality has set aside funds (restricted cash) to finance future expenditures based upon appropriated reserves (Schedule 8) determined by council; these funds are internally restricted. The appropriated reserves are underfunded by \$491,496 and \$4,672 as of December 31, 2021 and 2020, respectively.

**3. Taxes Receivable - Municipal**

Municipal - Current	\$ 405,688	\$ 444,193
- Arrears	58,229	101,227
	463,917	545,420
- Less Allowance for Uncollectibles	(30,687)	(30,687)
<b>Total Municipal Taxes Receivable</b>	<b>433,230</b>	<b>514,733</b>

School - Current		
- Arrears		
<b>Total School Taxes Receivable</b>		

Other		
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Total Taxes and Grants in Lieu Receivable 433,230 514,733

Deduct Taxes Receivable to be Collected on Behalf of Other Organizations

<b>Total Taxes Receivable - Municipal</b>	<b>\$ 433,230</b>	<b>\$ 514,733</b>
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**4. Other Accounts Receivable**

Federal government	\$ 165,835	\$ 203,573
Provincial government		
Local government		
Utility		
Trade	10,812	76,161
Other (Accrued interest)	5,296	28,854
<b>Total Other Accounts Receivable</b>	<b>181,943</b>	<b>308,588</b>

Less Allowance for Uncollectibles

<b>Net Other Accounts Receivable</b>	<b>\$ 181,943</b>	<b>\$ 308,588</b>
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**5. Land for Resale**

Tax Title Property		
Allowance for Market Value Adjustment		
<b>Net Tax Title Property</b>		

Other Land		
Allowance for Market Value Adjustment		
<b>Net Other Land</b>		

<b>Total Land for Resale</b>		
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**Rural Municipality of Meadow Lake No. 588****Notes to the Financial Statements****As at December 31, 2021**

	2021	2020
<b>6. Long-term Investments</b>		
Sask. Assoc. of Rural Municipalities - Self Insurance Fund	\$ 60,007	\$ 53,646
Sask. Assoc. of Rural Municipalities - Property Insurance Fund	93,249	88,565
Sask. Assoc. of Rural Municipalities - Tax Loss Comp. TLE	381,802	391,050
<b>Total Long-term Investments</b>	<b>\$ 535,058</b>	<b>\$ 533,261</b>

**7. Credit Facility Agreement**

At December 31, 2021, the municipality had a line of credit totaling \$1,000,000, letters of credit totaling \$24,500 and credit cards totaling \$30,000, none of which were drawn. The credit cards had a balance of \$644 at December 31, 2021. Interest on the line of credit is prime. The following has been collateralized in connection with this line of credit:

- General security agreement.

**8. Deferred Revenue**

Prepaid rent	\$ 1,750	\$ 1,750
<b>Total Deferred Revenue</b>	<b>\$ 1,750</b>	<b>\$ 1,750</b>

**9. Accrued Landfill Costs**

Accrued landfill costs	\$ 35,000	\$ 35,000
<b>Total Accrued Landfill Costs</b>	<b>\$ 35,000</b>	<b>\$ 35,000</b>

Accrued landfill costs is the estimated total landfill closure and post-closure care expenses, which represents management's best estimate of this liability. By its nature, this estimate is subject to measurement uncertainty and the effect on the financial statements of changes in such estimate in future periods could be significant.

**10. Other Liabilities**

Gravel pit reclamation	\$ 100,000	\$ 100,000
<b>Total Other</b>	<b>\$ 100,000</b>	<b>\$ 100,000</b>

Other is the estimated gravel pit reclamation expenses, which represents management's best estimate of this liability. By its nature, this estimate is subject to measurement uncertainty and the effect on the financial statements of changes in such estimate in future periods could be significant.

# 11. Long-term Debt

a) The debt limit of the municipality is \$4,730,886. The debt limit for a municipality is the total amount of the municipality's own source revenues for the preceding year (the *Municipalities Act* section 161(1)).

b) The CIBC loan is secured by a general security agreement. Annual payments are \$259,161 including interest at 2.7%. The loan is due September, 2022.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2021				\$ 246,565
2022	\$ 253,117	\$ 6,228	\$ 259,345	252,933
<b>Balance</b>	<b>253,117</b>	<b>6,228</b>	<b>259,345</b>	<b>499,498</b>

c) The Komatsu Finance contract is secured by equipment. Annual interest free payments are \$51,026. The loan is due January, 2022.

Future principal repayments are estimated as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2021				51,026
2022	51,026		51,026	51,026
<b>Balance</b>	<b>51,026</b>		<b>51,026</b>	<b>102,052</b>

d) The Royal Bank of Canada contract is secured by equipment. Monthly payments are \$7,331 including interest at 3.55%. The loan is due October, 2022.

Future principal repayments are estimated as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2021				84,038
2022	64,924	1,055	65,979	64,924
<b>Balance</b>	<b>64,924</b>	<b>1,055</b>	<b>65,979</b>	<b>148,962</b>

d) The CIBC loan is secured by equipment. Monthly payments are \$4,762 including interest at 2.58%. The loan is due August, 2022.

Future principal repayments are estimated as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2021				106,018
2022	48,281	8,864	57,145	55,429
2023	49,541	7,604	57,145	48,281
2024	50,834	6,310	57,144	49,541
2025	52,162	4,983	57,145	50,834
2026	53,523	3,621	57,144	52,162
2027	111,260	1,801	113,061	53,523
<b>Balance</b>	<b>365,601</b>	<b>33,183</b>	<b>398,784</b>	<b>415,788</b>

<b>Total Long-term Debt</b>	<b>\$ 734,668</b>	<b>\$ 40,466</b>	<b>\$ 775,134</b>	<b>\$ 1,166,300</b>
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**Rural Municipality of Meadow Lake No. 588**

**Notes to the Financial Statements**

**As at December 31, 2021**

**12. Pension Plan**

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality's pension expense in 2021 was \$124,807 (2020 - \$94,230). 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.



**Rural Municipality of Meadow Lake No. 588**  
**Schedule of Taxes and Other Unconditional Revenue**  
**As at December 31, 2021**

Schedule 1

	2021 Budget	2021	2020
<b>TAXES</b>			
General municipal tax levy	\$ 4,416,900	\$ 4,572,006	\$ 4,212,022
Abatements and adjustments			(2,726)
Discount on current year taxes			
<b>Net Municipal Taxes</b>	4,416,900	4,572,006	4,209,296
Potash tax share			
Trailer license fees			
Penalties on tax arrears		14,622	20,836
Special tax levy	540,000	546,917	528,481
Other (Specify)			
<b>Total Taxes</b>	<b>4,956,900</b>	<b>5,133,545</b>	<b>4,758,613</b>

**UNCONDITIONAL GRANTS**

Revenue Sharing	639,720	629,531	639,658
Safe Restart			149,195
Organized Hamlet	2,000	2,965	2,981
Other (Specify)			
<b>Total Unconditional Grants</b>	<b>641,720</b>	<b>632,496</b>	<b>791,834</b>

**GRANTS IN LIEU OF TAXES**

Federal			
Provincial			
S.P.C. Electrical			
SaskEnergy Gas			
TransGas	3,630	3,941	3,941
Central Services			
SaskTel			
Other (Specify)			
Local/Other			
Housing Authority			
C.P.R. Mainline			
Treaty Land Entitlement	26,000	25,067	31,210
Other (Specify)			
Other Government Transfers			
S.P.C. Surcharge			
SaskEnergy Surcharge			
Other (Pastures Branch)		18,365	16,067
<b>Total Grants in Lieu of Taxes</b>	<b>29,630</b>	<b>47,373</b>	<b>51,218</b>

<b>TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE</b>	<b>\$ 5,628,250</b>	<b>\$ 5,813,414</b>	<b>\$ 5,601,665</b>
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**Rural Municipality of Meadow Lake No. 588**  
**Schedule of Operating and Capital Revenue by Function**  
**As at December 31, 2021**

Schedule 2 - 1

	2021 Budget	2021	2020
<b>GENERAL GOVERNMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Custom work			
- Sales of supplies	\$ 1,000	\$ 5,470	\$ 9,042
- Other (Insurance proceeds)		2,500	
Total Fees and Charges	1,000	7,970	9,042
- Tangible capital asset sales - gain (loss)			
- Land sales - gain			
- Investment income and commissions	70,000	76,986	189,633
- Other (Tax enforcement)		7,960	23,725
Total Other Segmented Revenue	71,000	92,916	222,400
Conditional Grants			
- Student Employment			
- MEEP			
- Other (SARM internship, Gabriel Dumont Institute)	23,250	14,000	6,667
Total Conditional Grants	23,250	14,000	6,667
<b>Total Operating</b>	94,250	106,916	229,067
<b>Capital</b>			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- Provincial Disaster Assistance			
- MEEP			
- Other (Municipal Asset Management Program)	40,000		
- Other (Water security agency)		4,463	
<b>Total Capital</b>	40,000	4,463	
<b>Restructuring Revenue (Specify, if any)</b>			
<b>Total General Government Services</b>	<b>134,250</b>	<b>111,379</b>	<b>229,067</b>

**PROTECTIVE SERVICES**

<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Other (Fire fees)		76,883	22,711
Total Fees and Charges		76,883	22,711
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue		76,883	22,711
Conditional Grants			
- Student Employment			
- Local government			
- MEEP			
- Other (Specify)			
Total Conditional Grants			
<b>Total Operating</b>		<b>76,883</b>	<b>22,711</b>
<b>Capital</b>			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- Provincial Disaster Assistance			
- Local government			
- MEEP			
- Other (Specify)			
<b>Total Capital</b>			
<b>Restructuring Revenue (Specify, if any)</b>			
<b>Total Protective Services</b>		<b>76,883</b>	<b>22,711</b>

**Rural Municipality of Meadow Lake No. 588**  
**Schedule of Operating and Capital Revenue by Function**  
**As at December 31, 2021**

Schedule 2 - 2

	2021 Budget	2021	2020
<b>TRANSPORTATION SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Custom work	5,000	20,653	24,614
- Sales of supplies		18,749	4,812
- Road Maintenance and Restoration Agreements	50,000	62,683	108,820
- Frontage			
- Other (Specify)			
Total Fees and Charges	55,000	102,085	138,246
- Tangible capital asset sales - gain (loss)	75,000	(5,854)	(42,184)
- Other (Specify)			
Total Other Segmented Revenue	130,000	96,231	96,062
Conditional Grants			
- RIRG (CTP)			
- Student Employment			
- MEEP			
- Other (Specify)			
Total Conditional Grants			
<b>Total Operating</b>	130,000	96,231	96,062
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	247,000	304,747	221,339
- Canada Community-Building Fund (CCBF)			
- ICIP			
- RIRG (Heavy Haul, CTP, Bridge and Large Culvert)	50,000	58,840	50,000
- Provincial Disaster Assistance	435,000		655,333
- MEEP			
- Other (MEEP)			359,465
<b>Total Capital</b>	732,000	363,587	1,286,137
<b>Restructuring Revenue (Specify, if any)</b>			
<b>Total Transportation Services</b>	<b>862,000</b>	<b>459,818</b>	<b>1,382,199</b>

**ENVIRONMENTAL AND PUBLIC HEALTH SERVICES**

<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees			
- Other (Pest control, pound fees)		42,586	486
Total Fees and Charges		42,586	486
- Tangible capital asset sales - gain (loss)			
- Other (Donations)		5,000	
Total Other Segmented Revenue		47,586	486
Conditional Grants			
- Student Employment			
- TAPD			
- Local government			
- Other (South Waterhen Lake TIPPS)		1,500	
- Other (Pest control)	32,000	26,733	28,715
Total Conditional Grants	32,000	28,233	28,715
<b>Total Operating</b>	32,000	75,819	29,201
<b>Capital</b>			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- TAPD			
- Provincial Disaster Assistance			
- MEEP			
- Other (Specify)			
<b>Total Capital</b>			
<b>Restructuring Revenue (Specify, if any)</b>			
<b>Total Environmental and Public Health Services</b>	<b>32,000</b>	<b>75,819</b>	<b>29,201</b>

**Rural Municipality of Meadow Lake No. 588**  
**Schedule of Operating and Capital Revenue by Function**  
**As at December 31, 2021**

Schedule 2 - 3

	2021 Budget	2021	2020
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges		25,179	107,050
- Other (Administration)		4,657	5,364
- Other (Vet clinic rental)	18,000	21,250	18,250
Total Fees and Charges	18,000	51,086	130,664
- Tangible capital asset sales - gain (loss)		626	
- Other (Municipal reserve funds)		4,961	3,658
Total Other Segmented Revenue	18,000	56,673	134,322
Conditional Grants			
- Student Employment			
- MEEP			
- Other (Specify)			
Total Conditional Grants			
<b>Total Operating</b>	18,000	56,673	134,322
<b>Capital</b>			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- Provincial Disaster Assistance			
- MEEP			
- Other (Specify)			
<b>Total Capital</b>			
<b>Restructuring Revenue (Specify, if any)</b>			
<b>Total Planning and Development Services</b>	18,000	56,673	134,322

**RECREATION AND CULTURAL SERVICES**

<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Other (Dock fees, swimming lessons)		4,450	3,425
Total Fees and Charges		4,450	3,425
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue		4,450	3,425
Conditional Grants			
- Student Employment			
- Local government			
- MEEP			
- Other (Community Rec Grant)	15,880	15,881	15,881
Total Conditional Grants	15,880	15,881	15,881
<b>Total Operating</b>	15,880	20,331	19,306
<b>Capital</b>			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- Local government			
- Provincial Disaster Assistance			
- MEEP			
- Other (Specify)			
<b>Total Capital</b>			
<b>Restructuring Revenue (Specify, if any)</b>			
<b>Total Recreation and Cultural Services</b>	15,880	20,331	19,306

**Rural Municipality of Meadow Lake No. 588**  
**Schedule of Operating and Capital Revenue by Function**  
**As at December 31, 2021**

Schedule 2 - 4

	2021 Budget	2021	2020
<b>UTILITY SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Water			
- Sewer			
- Other (Specify)			
Total Fees and Charges			
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue			
Conditional Grants			
- Student Employment			
- MEEP			
- Other (Specify)			
Total Conditional Grants			
<b>Total Operating</b>			
<b>Capital</b>			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- New Building Canada Fund (SCF, NRP)			
- Clean Water and Wastewater Fund			
- Provincial Disaster Assistance			
- MEEP			
- Other (Specify)			
<b>Total Capital</b>			
<b>Restructuring Revenue (Specify, if any)</b>			
<b>Total Utility Services</b>			

<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>\$ 1,062,130</b>	<b>\$ 800,903</b>	<b>\$ 1,816,806</b>
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**SUMMARY**

Total Other Segmented Revenue	\$ 219,000	\$ 374,739	\$ 479,406
Total Conditional Grants	71,130	58,114	51,263
Total Capital Grants and Contributions	772,000	368,050	1,286,137
Restructuring Revenue			
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>\$ 1,062,130</b>	<b>\$ 800,903</b>	<b>\$ 1,816,806</b>

**Rural Municipality of Meadow Lake No. 588**
**Total Expenses by Function**
**As at December 31, 2021**

Schedule 3 - 1

	2021 Budget	2021	2020
<b>GENERAL GOVERNMENT SERVICES</b>			
Council remuneration and travel	\$ 92,800	\$ 83,950	\$ 78,720
Wages and benefits	332,000	693,441	307,595
Professional/Contractual services	178,500	340,467	231,161
Utilities	17,800	20,641	16,690
Maintenance, materials and supplies	41,800	40,831	29,467
Grants and contributions - operating		4,165	
- capital			
Amortization	30,000	26,014	26,491
Interest	20,200	28,457	20,210
Allowance for uncollectibles			
Other (Municipal reserve funds refunds)			15,085
<b>General Government Services</b>	<b>713,100</b>	<b>1,237,966</b>	<b>725,419</b>
<b>Restructuring (Specify, if any)</b>			
<b>Total General Government Services</b>	<b>713,100</b>	<b>1,237,966</b>	<b>725,419</b>

**PROTECTIVE SERVICES**
**Police protection**

Wages and benefits			
Professional/Contractual services	120,000	123,693	120,460
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating			
- capital			
Other (Specify)			

**Fire protections**

Wages and benefits			
Professional/Contractual services	93,200	147,934	121,055
Utilities			
Maintenance, material and supplies	6,000		1,509
Grants and contributions - operating			
- capital			
Amortization			
Interest			
Other (Specify)			

<b>Protective Services</b>	<b>219,200</b>	<b>271,627</b>	<b>243,024</b>
<b>Restructuring (Specify, if any)</b>			
<b>Total Protective Services</b>	<b>219,200</b>	<b>271,627</b>	<b>243,024</b>

**TRANSPORTATION SERVICES**

Wages and benefits	976,500	962,810	1,017,881
Professional/Contractual Services	1,851,700	478,484	162,339
Utilities	45,200	22,821	36,784
Maintenance, materials and supplies	1,899,200	847,720	438,642
Gravel	450,000	239,034	459,010
Grants and contributions - operating			
- capital			
Amortization	260,000	1,090,889	729,216
Interest	10,000	1,673	8,531
Other (Specify)			

<b>Transportation Services</b>	<b>5,492,600</b>	<b>3,643,431</b>	<b>2,852,403</b>
<b>Restructuring (Specify, if any)</b>			
<b>Total Transportation Services</b>	<b>5,492,600</b>	<b>3,643,431</b>	<b>2,852,403</b>

Rural Municipality of Meadow Lake No. 588

Total Expenses by Function

As at December 31, 2021

Schedule 3 - 2

	2021 Budget	2021	2020
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
Wages and benefits			
Professional/Contractual services	128,000	55,922	59,815
Utilities			
Maintenance, materials and supplies			2,252
Grants and contributions - operating			
o Waste disposal			
o Public Health		937,021	200
- capital			
o Waste disposal			
o Public Health			
Amortization			
Interest			
Other (Well decommissioning)	3,500	378	
<b>Environmental and Public Health Services</b>	131,500	993,321	62,267
<b>Restructuring (Specify, if any)</b>			
<b>Total Environmental and Public Health Services</b>	<b>131,500</b>	<b>993,321</b>	<b>62,267</b>

**PLANNING AND DEVELOPMENT SERVICES**

Wages and benefits			
Professional/Contractual Services	5,000	38,791	77,981
Grants and contributions - operating			
- capital			
Amortization		6,851	6,851
Interest			
Other (Specify)			
<b>Planning and Development Services</b>	5,000	45,642	84,832
<b>Restructuring (Specify, if any)</b>			
<b>Total Planning and Development Services</b>	<b>5,000</b>	<b>45,642</b>	<b>84,832</b>

**RECREATION AND CULTURAL SERVICES**

Wages and benefits			
Professional/Contractual services	44,240	51,413	49,712
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating	124,880	141,885	121,910
- capital			
Amortization		1,307	1,307
Interest			
Allowance for uncollectibles			
Other (Specify)			
<b>Recreation and Cultural Services</b>	169,120	194,605	172,929
<b>Restructuring (Specify, if any)</b>			
<b>Total Recreation and Cultural Services</b>	<b>169,120</b>	<b>194,605</b>	<b>172,929</b>

**Rural Municipality of Meadow Lake No. 588**

**Total Expenses by Function**

**As at December 31, 2021**

Schedule 3 - 3

	2021 Budget	2021	2020
<b>UTILITY SERVICES</b>			
Wages and benefits			
Professional/Contractual services			
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating			
- capital			
Amortization			
Interest			
Allowance for uncollectibles			
Other (Specify)			
Utility Services			
Restructuring ( <i>Specify, if any</i> )			
<b>Total Utility Services</b>			
<b>TOTAL EXPENSES BY FUNCTION</b>	<b>\$ 6,730,520</b>	<b>\$ 6,386,592</b>	<b>\$ 4,140,874</b>



**Rural Municipality of Meadow Lake No. 588**  
**Schedule of Segment Disclosure by Function**  
**As at December 31, 2021**

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Cultural	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and Charges	\$ 7,970	\$ 76,883	\$ 102,085	\$ 42,586	\$ 51,086	\$ 4,450		\$ 285,060
Tangible Capital Asset Sales - Gain (loss)			(5,854)		626			(5,228)
Land Sales - Gain								
Investment Income and Commissions	76,986							76,986
Other Revenues	7,960			5,000	4,961			17,921
Grants - Conditional	14,000			28,233		15,881		58,114
- Capital	4,463		363,587					368,050
Restructurings								
<b>Total Revenues</b>	<b>111,379</b>	<b>76,883</b>	<b>459,818</b>	<b>75,819</b>	<b>56,673</b>	<b>20,331</b>		<b>800,903</b>
<b>Expenses (Schedule 3)</b>								
Wages & Benefits	777,391		962,810					1,740,201
Professional/ Contractual Services	340,467	271,627	478,484	55,922	38,791	51,413		1,236,704
Utilities	20,641		22,821					43,462
Maintenance, Materials and Supplies	40,831		847,720					888,551
Grants and Contributions	4,165		239,034	937,021		141,885		1,322,105
Amortization	26,014		1,090,889		6,851	1,307		1,125,061
Interest	28,457		1,673					30,130
Allowance for Uncollectibles								
Other				378				378
Restructurings								
<b>Total Expenses</b>	<b>1,237,966</b>	<b>271,627</b>	<b>3,643,431</b>	<b>993,321</b>	<b>45,642</b>	<b>194,605</b>		<b>6,386,592</b>
<b>Surplus (Deficit) by Function</b>	<b>\$ (1,126,587)</b>	<b>\$ (194,744)</b>	<b>\$ (3,183,613)</b>	<b>\$ (917,502)</b>	<b>\$ 11,031</b>	<b>\$ (174,274)</b>		<b>(5,585,689)</b>

Taxation and Other Unconditional Revenue (Schedule 1) 5,813,414

**Net Surplus (Deficit)** \$ 227,725

**Rural Municipality of Meadow Lake No. 588**  
**Schedule of Segment Disclosure by Function**  
**For the year ended December 31, 2020**

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Cultural	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and Charges	\$ 9,042	\$ 22,711	\$ 138,246	\$ 486	\$ 130,664	\$ 3,425		\$ 304,574
Tangible Capital Asset Sales - Gain (loss)			(42,184)					(42,184)
Land Sales - Gain								
Investment Income and Commissions	189,633							189,633
Other Revenues	23,725				3,658			27,383
Grants - Conditional	6,667			28,715		15,881		51,263
- Capital			1,286,137					1,286,137
Restructurings								
<b>Total Revenues</b>	<b>229,067</b>	<b>22,711</b>	<b>1,382,199</b>	<b>29,201</b>	<b>134,322</b>	<b>19,306</b>		<b>1,816,806</b>
<b>Expenses (Schedule 3)</b>								
Wages & Benefits	386,315		1,017,881					1,404,196
Professional/ Contractual Services	231,161	241,515	162,339	59,815	77,981	49,712		822,523
Utilities	16,690		36,784					53,474
Maintenance, Materials and Supplies	29,467	1,509	897,652	2,252				930,880
Grants and Contributions				200		121,910		122,110
Amortization	26,491		729,216		6,851	1,307		763,865
Interest	20,210		8,531					28,741
Allowance for Uncollectibles								
Other	15,085							15,085
Restructurings								
<b>Total Expenses</b>	<b>725,419</b>	<b>243,024</b>	<b>2,852,403</b>	<b>62,267</b>	<b>84,832</b>	<b>172,929</b>		<b>4,140,874</b>
<b>Surplus (Deficit) by Function</b>	<b>\$ (496,352)</b>	<b>\$ (220,313)</b>	<b>\$ (1,470,204)</b>	<b>\$ (33,066)</b>	<b>\$ 49,490</b>	<b>\$ (153,623)</b>		<b>(2,324,068)</b>

Taxation and Other Unconditional Revenue (Schedule 1)

5,601,665

**Net Surplus (Deficit)**

\$ 3,277,597

Rural Municipality of Meadow Lake No. 588  
Schedule of Tangible Capital Assets by Object  
As at December 31, 2021

Schedule 6

		2021					2020		
		General Assets					General/ Infrastructure Assets Under Construction	Total	Total
		Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear assets		
<i>Assets</i>	<b>Asset Cost</b>								
	Opening Asset costs	\$ 213,605		\$ 2,392,440		\$ 3,931,673	\$ 25,754,260	\$ 32,291,978	\$ 30,430,033
	Additions during the year					331,992	1,959,780	2,291,772	2,482,114
	Disposals and write-downs during the year					(120,617)	(36,263)	(156,880)	(620,169)
	Transfers (from) assets under construction								
	Transfer of Capital Assets related to restructuring								
	<b>Closing Asset Costs</b>	<b>213,605</b>		<b>2,392,440</b>		<b>4,143,048</b>	<b>27,677,777</b>	<b>34,426,870</b>	<b>32,291,978</b>
<i>Amortization</i>	<b>Accumulated Amortization Cost</b>								
	Opening Accumulated Amortization Costs			486,728		996,865	7,426,154	8,909,747	8,510,045
	Add: Amortization taken			146,807		421,368	556,886	1,125,061	763,865
	Less: Accumulated amortization on disposals					(76,617)	(36,251)	(112,868)	(364,163)
	Transfer of Capital Assets related to restructuring								
	<b>Closing Accumulated Amortization Costs</b>			<b>633,535</b>		<b>1,341,616</b>	<b>7,946,789</b>	<b>9,921,940</b>	<b>8,909,747</b>
<b>Net Book Value</b>		<b>\$ 213,605</b>		<b>\$ 1,758,905</b>		<b>\$ 2,801,432</b>	<b>\$ 19,730,988</b>	<b>\$ 24,504,930</b>	<b>\$ 23,382,231</b>

Rural Municipality of Meadow Lake No. 588  
Schedule of Tangible Capital Assets by Function  
As at December 31, 2021

Schedule 7

		2021						2020	
		General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Cultural	Water & Sewer	Total
Assets	Asset Cost								
	Opening Asset costs	\$ 1,779,621		\$ 30,192,161		\$ 294,051	\$ 26,145	\$ 32,291,978	\$ 30,430,033
	Additions during the year			2,254,378			37,394	2,291,772	2,482,114
	Disposals and write-downs during the year			(156,880)				(156,880)	(620,169)
	Transfer of Capital Assets related to restructuring								
Closing Asset Costs		1,779,621		32,289,659		294,051	63,539	34,426,870	32,291,978
Amortization	Accumulated Amortization Cost								
	Opening Accumulated Amortization Costs	105,965		8,526,129		267,197	10,456	8,909,747	8,510,045
	Add: Amortization taken	26,014		1,090,889		6,851	1,307	1,125,061	763,865
	Less: Accumulated amortization on disposals			(112,868)				(112,868)	(364,163)
	Transfer of Capital Assets related to restructuring								
Closing Accumulated Amortization Costs		131,979		9,504,150		274,048	11,763	9,921,940	8,909,747
Net Book Value		\$ 1,647,642		\$ 22,785,509		\$ 20,003	\$ 51,776	\$ 24,504,930	\$ 23,382,231

**Rural Municipality of Meadow Lake No. 588**

**Schedule of Accumulated Surplus**

**As at December 31, 2021**

Schedule 8

	2020	Changes	2021
<b>UNAPPROPRIATED SURPLUS</b>	<b>\$ 4,743,574</b>	<b>\$ (1,346,242)</b>	<b>\$ 3,397,332</b>

**APPROPRIATED RESERVES**

Machinery and Equipment	160,000		160,000
Public Reserve	47,335		47,335
Capital Road Work	1,200,000	400,000	1,600,000
Fire Reserve	263,000		263,000
Long Term Care Facility	3,171,580	(386,003)	2,785,577
Office	110,000		110,000
Waste Management	186,000		186,000
Other (Water Study)	100,000		100,000
<b>Total Appropriated</b>	<b>5,237,915</b>	<b>13,997</b>	<b>5,251,912</b>

**ORGANIZED HAMLETS**

Hamlet of South Waterhen Lake	50,408	5,639	56,047
<b>Total Hamlets</b>	<b>50,408</b>	<b>5,639</b>	<b>56,047</b>

**NET INVESTMENT IN TANGIBLE CAPITAL ASSETS**

Tangible capital assets (Schedule 6, 7)	23,382,231	1,122,699	24,504,930
Less: Related debt	(1,166,300)	431,632	(734,668)
<b>Net Investment in Tangible Capital Assets</b>	<b>22,215,931</b>	<b>1,554,331</b>	<b>23,770,262</b>

<b>Total Accumulated Surplus</b>	<b>\$ 32,247,828</b>	<b>\$ 227,725</b>	<b>\$ 32,475,553</b>
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**Rural Municipality of Meadow Lake No. 588**  
**Schedule of Mill Rates and Assessments**  
**As at December 31, 2021**

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
<b>Taxable Assessment</b>	\$ 185,164,680	\$ 115,990,031		\$ 6,028,480	\$ 143,893,270		<b>\$ 451,076,461</b>
<b>Regional Park Assessment</b>							
<b>Total Assessment</b>							<b>451,076,461</b>
<b>Mill Rate Factor(s)</b>	1.1200	0.5100		0.5100	2.3400		
<b>Total Base/Minimum Tax</b> (generated for each property class)		557,000		14,500			<b>571,500</b>
<b>Total Municipal Tax Levy</b> (include base and/or minimum tax and special levies)	\$ 1,341,796	\$ 833,872		\$ 33,209	\$ 2,363,129		<b>\$ 4,572,006</b>

<b>MILL RATES:</b>	<b>MILLS</b>
<b>Average Municipal*</b>	10.1358
<b>Average School*</b>	3.8752
<b>Potash Mill Rate</b>	
<b>Uniform Municipal Mill Rate</b>	7.5000

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

**Rural Municipality of Meadow Lake No. 588**  
**Schedule of Council Remuneration**  
**As at December 31, 2021**  
*(Unaudited)*

Schedule 10

<b>Position</b>	<b>Name</b>	<b>Remuneration</b>	<b>Reimbursed Costs</b>	<b>Total</b>
Reeve	Harriott, Harvey	\$ 7,628	\$ 1,710	\$ <b>9,338</b>
Councillor	Sheppard, Dale	8,264	1,478	<b>9,742</b>
Councillor	Jones, Russ	10,300	774	<b>11,074</b>
Councillor	Ratke, Garry	10,215	436	<b>10,651</b>
Councillor	Mysko, Blair	11,105	1,995	<b>13,100</b>
Councillor	Schwartz, Ernie	7,021	882	<b>7,903</b>
Councillor	Russell, Ashley	5,960	653	<b>6,613</b>
<b>Total</b>		<b>\$ 60,493</b>	<b>\$ 7,928</b>	<b>\$ 68,421</b>

**Rural Municipality of Meadow Lake No. 588**  
**Schedule of Financial Statement Adjustments**  
**As at December 31, 2021**

Schedule 11

The municipality has restated its financial statements to include a fire protection invoice from 2019 that was previously unreported. The invoice was not sent to the R.M. until 2021. The impact on the financial statement is as follows:

<b><u>Effect of Change on 2020 Statement of Financial Position</u></b>	
2020 Accumulated Surplus/Deficit, beginning of year, as previously reported	\$ 29,112,190
Add:	
Less: Increase in accounts payable	(141,959.00)
<b>Restated 2020 Accumulated Surplus/Deficit, Beginning of Year</b>	<b><u><u>\$ 28,970,231</u></u></b>

<b><u>Effect of Change to 2020 Statement of Operations (Financial Activities)</u></b>	
2020 Surplus (Deficit) of Revenues over Expenses as previously reported	\$3,277,597
Add:	
Less:	
<b>Restated Surplus (Deficit) of Revenue over Expenses</b>	<b><u><u>\$ 3,277,597</u></u></b>