

**Town of Nokomis**  
**Consolidated Financial Statements**  
*December 31, 2021*

**Management's Responsibility**

**Independent Auditor's Report**

**Consolidated Financial Statements**

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## Management's Responsibility

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To the Ratepayers of the Town of Nokomis:

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

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of consolidated financial statements.

Council is composed entirely of council members who are neither management nor employees of the Town. Council is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the annual consolidated financial statements. Council fulfils these responsibilities by reviewing the financial information and discussing relevant matters with management. Council is also responsible for the appointment of the Town's external auditors.

MNP LLP is appointed by 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 with both management and Council to discuss their audit findings.

April 20, 2022



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Mayor



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Administrator

# Independent Auditor's Report

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To the Mayor and Councillors of the Town of Nokomis:

## Qualified Opinion

We have audited the consolidated financial statements of the Town of Nokomis (the "Town"), which comprise the consolidated statement of financial position as at December 31, 2021, and the consolidated statements of operations, changes in net financial assets, cash flows and the related schedules for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

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

## Basis for Qualified Opinion

In common with many towns, the Town of Nokomis controls certain organizations that derive revenues from the general public from the sale of goods, donations and admissions to events, 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 revenues, surplus, change in net financial assets and cash flows from operations for the years ended December 31, 2021 and 2020, assets as at December 31, 2021 and 2020, and net financial assets and accumulated surplus as at January 1 and December 31 for both the 2021 and 2020 years. Our audit opinion on the consolidated financial statements for the year ended December 31, 2020 was modified accordingly because of the possible effects of this limitation in scope.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under Statements section of our report. We are independent of the Town in accordance with the ethical requirements that are those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial relevant to our audit of the consolidated 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 qualified opinion.

## Responsibilities of Management, Mayor and Council 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 Town'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 Town or to cease operations, or has no realistic alternative but to do so.

The Mayor and Council are responsible for overseeing the Town's financial reporting process.

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

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Town's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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 Town to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Town 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 the Mayor and Council 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.

Humboldt, Saskatchewan

April 20, 2022

The logo for MNP LLP, featuring the letters 'MNP' in a large, bold, handwritten-style font, followed by 'LLP' in a smaller, clean, sans-serif font.

Chartered Professional Accountants

Town of Nokomis  
 Consolidated Statement of Financial Position  
 As at December 31, 2021

Statement 1

|   | 2021             | 2020             |
|---|------------------|------------------|
| <i>(restated - Note 11)</i>             |                  |                  |
| <b>ASSETS</b>                           |                  |                  |
| <b>Financial Assets</b>                 |                  |                  |
| Cash and Temporary Investments (Note 2) | 653,280          | 549,430          |
| Taxes Receivable - Municipal (Note 3)   | 81,152           | 63,742           |
| Other Accounts Receivable (Note 4)      | 97,014           | 114,816          |
| Long Term Investments (Note 5)          | 112,467          | 101,469          |
| Land for Resale (Note 6)                | 27,640           | 21,501           |
| <b>Total Financial Assets</b>           | <b>971,553</b>   | <b>850,958</b>   |
| <b>LIABILITIES</b>                      |                  |                  |
| Accounts Payable                        | 37,394           | 16,945           |
| Deposits                                | 12,213           | 19,825           |
| Deferred Revenue (Note 7)               | 81,445           | 37,508           |
| Prepaid Taxes                           | 5,748            | 2,057            |
| Long-Term Debt (Note 8)                 | 105,102          | 169,806          |
| <b>Total Liabilities</b>                | <b>241,902</b>   | <b>246,141</b>   |
| <b>NET FINANCIAL ASSETS</b>             | <b>729,651</b>   | <b>604,817</b>   |
| <b>Non-Financial Assets</b>             |                  |                  |
| Tangible Capital Assets (Schedule 6, 7) | 3,597,088        | 3,513,294        |
| Prepayments and Deferred Charges        | 24,652           | 17,869           |
| Stock and Supplies                      | 6,720            | 465              |
| Other (Note 9)                          | 8,019            | 7,969            |
| <b>Total Non-Financial Assets</b>       | <b>3,636,479</b> | <b>3,539,597</b> |
| <b>Accumulated Surplus (Schedule 8)</b> | <b>4,366,130</b> | <b>4,144,414</b> |

\_\_\_\_\_  
 Mayor

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 Council Member

Town of Nokomis  
Consolidated Statement of Operations  
For the year ended December 31, 2021

Statement 2

|   | 2021 Budget      | 2021             | 2020                        |
|---|------------------|------------------|-----------------------------|
| <b>Revenues</b>   |                  |                  | <i>(restated - Note 11)</i> |
| Taxes and Other Unconditional Revenue (Schedule 1)                                    | 573,540          | 572,927          | 600,491                     |
| Fees and Charges (Schedule 4, 5)  | 327,710          | 363,897          | 228,494                     |
| Conditional Grants (Schedule 4, 5)  | 7,050            | 28,720           | 62,036                      |
| Tangible Capital Asset Sales - Gain (Loss) (Schedule 4, 5)                            | -                | 2,975            | 5,499                       |
| Land Sales - Gain (Loss) (Schedule 4, 5)  | -                | 2,262            | -                           |
| Investment Income and Commissions (Schedule 4, 5)                                     | 4,050            | 1,814            | 5,180                       |
| Other Revenue (Schedule 4, 5)   | 5,000            | 2,252            | 6,182                       |
| <b>Total Revenues</b>   | <b>917,350</b>   | <b>974,847</b>   | <b>907,882</b>              |
| <b>Expenses</b>   |                  |                  |                             |
| General Government Services (Schedule 3)  | 221,979          | 193,151          | 231,985                     |
| Protective Services (Schedule 3)  | 33,220           | 32,308           | 31,558                      |
| Transportation Services (Schedule 3)  | 267,285          | 259,359          | 265,838                     |
| Environmental and Public Health Services (Schedule 3)                                 | 67,866           | 70,043           | 71,759                      |
| Planning and Development Services (Schedule 3)  | 7,150            | 4,122            | 3,937                       |
| Recreation and Cultural Services (Schedule 3)   | 108,380          | 153,574          | 238,832                     |
| Utility Services (Schedule 3)   | 179,441          | 127,239          | 151,802                     |
| <b>Total Expenses</b>   | <b>885,321</b>   | <b>839,796</b>   | <b>995,711</b>              |
| <b>Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions</b> | <b>32,029</b>    | <b>135,051</b>   | <b>(87,829)</b>             |
| Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)                   | 97,040           | 86,665           | 1,996                       |
| <b>Surplus (Deficit) of Revenues over Expenses</b>                                    | <b>129,069</b>   | <b>221,716</b>   | <b>(85,833)</b>             |
| Accumulated Surplus, Beginning of Year, as previously stated                          | 4,178,172        | 4,178,172        | 4,230,247                   |
| Correction of an Error (Note 11)  | (33,758)         | (33,758)         | -                           |
| <b>Accumulated Surplus, Beginning of Year, as restated</b>                            | <b>4,144,414</b> | <b>4,144,414</b> | <b>4,230,247</b>            |
| <b>Accumulated Surplus, End of Year</b>   | <b>4,273,483</b> | <b>4,366,130</b> | <b>4,144,414</b>            |

**Town of Nokomis**  
**Consolidated Statement of Change in Net Financial Assets**  
**For the year ended December 31, 2021**

Statement 3

|   | <b>2021 Budget</b> | <b>2021</b>     | <b>2020</b>                 |
|---|--------------------|-----------------|-----------------------------|
|   |                    |                 | <i>(restated - Note 11)</i> |
| <b>Surplus (Deficit)</b>  | 129,069            | 221,716         | (85,833)                    |
| (Acquisition) of tangible capital assets                                      | (338,160)          | (254,370)       | (436,266)                   |
| Amortization of tangible capital assets                                       | 168,141            | 170,576         | 168,141                     |
| Proceeds on disposal of tangible capital assets                               | -                  | 2,975           | 5,500                       |
| Gain on disposal of tangible capital assets                                   | -                  | (2,975)         | (5,499)                     |
| <b>Deficit of capital expenses over expenditures</b>                          | <b>(170,019)</b>   | <b>(83,794)</b> | <b>(268,124)</b>            |
| (Acquisition) of supplies inventories   | -                  | (6,255)         | -                           |
| Use of supplies inventories   | -                  | -               | 1,805                       |
| (Acquisition) of prepaid expense  | -                  | (6,783)         | (1,065)                     |
| (Acquisition) of other non-financial assets                                   | -                  | (50)            | (197)                       |
| <b>Surplus (Deficit) of expenses of other non-financial over expenditures</b> | <b>-</b>           | <b>(13,088)</b> | <b>543</b>                  |
| <b>Increase (Decrease) in Net Financial Assets</b>                            | <b>(40,950)</b>    | <b>124,834</b>  | <b>(353,414)</b>            |
| <b>Net Financial Assets - Beginning of Year</b>                               | <b>604,817</b>     | <b>604,817</b>  | <b>958,231</b>              |
| <b>Net Financial Assets - End of Year</b>                                     | <b>563,867</b>     | <b>729,651</b>  | <b>604,817</b>              |

Town of Nokomis  
Consolidated Statement of Cash Flow  
For the year ended December 31, 2021

Statement 4

|   | 2021                  | 2020                        |
|---|-----------------------|-----------------------------|
| <b>Cash provided by (used for) the following activities</b> |                       | <i>(restated - Note 11)</i> |
| <b>Operating:</b>   |                       |                             |
| Surplus (Deficit)   | 221,716               | (85,833)                    |
| Amortization  | 170,576               | 168,141                     |
| Gain on disposal of tangible capital assets                 | (2,975)               | (5,499)                     |
|   | <u>389,317</u>        | <u>76,809</u>               |
| <b>Change in assets/liabilities</b>                         |                       |                             |
| Taxes Receivable - Municipal                                | (17,410)              | 5,032                       |
| Other Accounts Receivable                                   | 17,802                | (25,598)                    |
| Land for Resale   | (6,139)               | 6,067                       |
| Accounts Payable  | 20,449                | (11,259)                    |
| Deposits  | (7,612)               | 7,743                       |
| Deferred revenue  | 43,937                | 37,508                      |
| Prepaid Taxes   | 3,691                 | (1,710)                     |
| Prepayments and Deferred Charges                            | (6,783)               | (1,065)                     |
| Stock and Supplies  | (6,255)               | 1,805                       |
| Other Non-Financial Assets                                  | (50)                  | (197)                       |
| <b>Net cash from operations</b>                             | <b>430,947</b>        | <b>95,135</b>               |
| <b>Capital:</b>   |                       |                             |
| Acquisition of capital assets                               | (254,370)             | (436,266)                   |
| Proceeds from the disposal of capital assets                | 2,975                 | 5,500                       |
| <b>Net cash used for capital</b>                            | <b>(251,395)</b>      | <b>(430,766)</b>            |
| <b>Investing:</b>   |                       |                             |
| Long-term investments                                       | (10,998)              | (1,275)                     |
| <b>Net cash used for investing</b>                          | <b>(10,998)</b>       | <b>(1,275)</b>              |
| <b>Financing:</b>   |                       |                             |
| Long-term debt issued                                       | -                     | 41,566                      |
| Long-term debt repaid                                       | (64,704)              | (86,548)                    |
| <b>Net cash used for financing</b>                          | <b>(64,704)</b>       | <b>(44,982)</b>             |
| <b>Increase (Decrease) in cash resources</b>                | <b>103,850</b>        | <b>(381,888)</b>            |
| <b>Cash and Investments - Beginning of Year</b>             | <u>549,430</u>        | <u>931,318</u>              |
| <b>Cash and Investments - End of Year</b>                   | <u><b>653,280</b></u> | <u><b>549,430</b></u>       |

**Town of Nokomis**

**Notes to the Consolidated Financial Statements**

**For the year ended December 31, 2021**

**1. Significant accounting policies**

The consolidated financial statements of the Town 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 Town are as follows:

- a) **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.
- b) **Reporting Entity:** The financial statements consolidate the assets, liabilities and flow of resources of the Town. The entity is comprised of all of the organizations that are owned or controlled by the Town and are, therefore, accountable to the Council for the administration of their financial affairs and resources. Entities included in these consolidated financial statements are as follows:

Entity

Nokomis Recreation Centre - Facility Board

Nokomis Cemetery Committee

All inter-organizational transactions and balances have been eliminated.

- c) **Collection of Funds for Other Authorities:** Collection of funds by the Town for school boards are collected and remitted in accordance with relevant legislation. The amounts collected are disclosed in note 3.
- d) **Government Transfers:** Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return. Government transfers are recognized as revenue in the period that the events giving rise to the transfer occur, providing:
  - a) the transfer is authorized;
  - b) any eligibility criteria have been met; and
  - c) a reasonable estimate of the amount can be made.

Government transfer amounts received but not earned will be recorded as deferred revenue.

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

- e) **Deferred Revenue:** Fees and charges: Certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred or services performed.
- f) **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.
- g) **Non-Financial Assets:** Tangible capital and other non-financial assets are accounted for as assets by the government because they can be used to provide government services in future periods. These assets do not normally provide resources to discharge the liabilities of the government unless they are sold.
- h) **Appropriated Reserves:** Reserves are established at the discretion of Council to designate surplus for future operating and capital transactions. Amounts so designated are described on Schedule 8.
- i) **Property Tax Revenue:** Property tax revenue is based on assessments determined in accordance with Saskatchewan Legislation and the formulas, principles, and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually by council following the guidance of the Government of Saskatchewan. Tax revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred. Requisitions operate as a flow through and are excluded from municipal revenue.
- j) **Investments:** Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment. Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment.

**Town of Nokomis**

**Notes to the Consolidated Financial Statements**

**For the year ended December 31, 2021**

**1. Significant accounting policies - continued**

- k) **Inventories:** Inventories of materials and supplies expected to be used by the Town are valued at the lower of cost or replacement cost. Inventories of land, materials and supplies held for resale are valued at the lower of cost or net realizable value. Cost is determined by the average cost method. Net realizable value is the estimated selling price in the ordinary course of business.
- l) **Tangible Capital Assets:** All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Initial costs for tangible capital assets that were acquired and developed prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant inflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of contribution. The tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. 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 Town's tangible capital asset useful lives are estimated as follows:

| <u>Asset</u>                    | <u>Useful Life</u> |
|---------------------------------|--------------------|
| <i>General Assets</i>           |                    |
| <b>Land</b>                     | Indefinite         |
| <b>Land Improvements</b>        | 15 Yrs             |
| <b>Buildings</b>                | 40 Yrs             |
| <b>Vehicles &amp; Equipment</b> |                    |
| Vehicles                        | 10 Yrs             |
| Machinery and Equipment         | 10 to 20 Yrs       |
| <i>Infrastructure Assets</i>    |                    |
| <b>Infrastructure Assets</b>    | 15 to 40 Yrs       |
| Water & Sewer                   | 40 Yrs             |
| Road Network Assets             | 15 to 40 Yrs       |

**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.

- m) **Employee benefit plans:** Contributions to the Town's defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the Municipality's obligations are limited to their contributions.
- n) **Measurement Uncertainty:** The preparation of the consolidated financial statements in conformity with 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 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.

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.

**Town of Nokomis**

**Notes to the Consolidated Financial Statements**

**For the year ended December 31, 2021**

**1. Significant accounting policies - continued**

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

The segments (functions) are as follows:

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

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

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

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

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

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

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

- p) **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.

Town of Nokomis

Notes to the Consolidated Financial Statements

For the year ended December 31, 2021

|   | 2021           | 2020           |
|---|----------------|----------------|
| <b>2. Cash and temporary investments</b>    |                |                |
| Cash  | 652,535        | 549,005        |
| Temporary Investments                       | 745            | 425            |
| <b>Total Cash and temporary investments</b> | <b>653,280</b> | <b>549,430</b> |

Cash and temporary investments include balances with banks, term deposits, marketable securities and short-term investments with maturities of three months or less.

**3. Taxes and grants in lieu receivable**

|  |               |               |
|--|---------------|---------------|
| Municipal - Current  | 62,519        | 42,102        |
| - Arrears  | 35,714        | 30,478        |
|  | 98,233        | 72,580        |
| - Less Allowance for Uncollectibles                                      | (17,081)      | (8,838)       |
| Total municipal taxes receivable   | 81,152        | 63,742        |
| School - Current   | 7,311         | 4,799         |
| - Arrears  | 4,460         | 3,153         |
| Total school taxes receivable  | 11,771        | 7,952         |
| Total taxes and grants in lieu receivable                                | 92,923        | 71,694        |
| Deduct taxes receivable to be collected on behalf of other organizations | (11,771)      | (7,952)       |
| <b>Municipal and grants in lieu taxes receivable</b>                     | <b>81,152</b> | <b>63,742</b> |

**4. Other Accounts Receivable**

|                                      |               |                |
|--------------------------------------|---------------|----------------|
| Federal government                   | 34,833        | 46,452         |
| Provincial government                | 1,093         | -              |
| Utility and infrastructure fees      | 62,401        | 75,445         |
| Total Other Accounts Receivable      | 98,327        | 121,897        |
| Less Allowance for Uncollectibles    | (1,313)       | (7,081)        |
| <b>Net Other Accounts Receivable</b> | <b>97,014</b> | <b>114,816</b> |

**5. Long-Term Investments**

|  |                |                |
|--|----------------|----------------|
| Affinity Credit Union Term Deposits                        | 102,332        | 101,469        |
| Affinity Credit Union Term Deposit - Nokomis Cemetery Fund | 10,135         | -              |
| <b>Total Long-Term Investments</b>                         | <b>112,467</b> | <b>101,469</b> |

Affinity Credit Union term deposits mature in May 2022 and have an interest rate of 0.35%.

Affinity Credit Union term deposit for Nokomis Cemetery Fund matures in April 2022 and has an interest rate of 0.35%.

**Town of Nokomis**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2021**

|  | 2021          | 2020          |
|--|---------------|---------------|
| <b>6. Land for Resale</b>                          |               |               |
| Tax title property                                 | 150,794       | 148,560       |
| Allowance for market value adjustment              | (116,307)     | (119,622)     |
| Deduct portion due to other tax authority (school) | (16,371)      | (16,961)      |
| Net Tax Title Property                             | 18,116        | 11,977        |
| Other land   | 34,412        | 34,412        |
| Allowance for market value adjustment              | (24,888)      | (24,888)      |
| Net Other Land                                     | 9,524         | 9,524         |
| <b>Total Land for Resale</b>                       | <b>27,640</b> | <b>21,501</b> |

|  |               |                             |
|--|---------------|-----------------------------|
| <b>7. Deferred Revenue</b>                       |               | <i>(restated - Note 11)</i> |
| Canada Community-Building Fund                   | 81,445        | 33,758                      |
| Community Cultural Engagement and Planning Grant | -             | 3,750                       |
| <b>Total Deferred Revenue</b>                    | <b>81,445</b> | <b>37,508</b>               |

**8. Long-Term Debt**

The debt limit of the Town is \$617,089. 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)).

Brandt lease payable in monthly instalments of \$2,134 including interest at 5.90%. The principal balance as at December 31, 2021 is \$73,673 (2020 - \$94,452). The lease term ends in 2022 with a residual value of \$61,395 and is secured by a John Deere grader with a net book value of \$127,200.

Caterpillar lease payable in monthly instalments of \$1,137 including interest at 4.45%. The principal balance as at December 31, 2021 is \$5,627 (2020 - \$18,736). The lease term ends in 2022 with a residual value of \$1 and is secured by a Caterpillar loader with a net book value of \$49,346.

Future principal and interest payments for the above leases are as follows:

| Year    | Principal     | Interest     | Current Total | Prior Year Total |
|---------|---------------|--------------|---------------|------------------|
| 2021    |               |              |               | 33,888           |
| 2022    | 79,300        | 2,337        | 81,637        | 79,300           |
| Balance | <b>79,300</b> | <b>2,337</b> | <b>81,637</b> | <b>113,188</b>   |

Affinity Credit Union loan repaid during the year.

Future principal and interest payments are as follows:

| Year    | Principal | Interest | Current Total | Prior Year Total |
|---------|-----------|----------|---------------|------------------|
| 2021    |           |          |               | 20,757           |
| 2022    | -         | -        | -             | -                |
| Balance | <b>-</b>  | <b>-</b> | <b>-</b>      | <b>20,757</b>    |

**Town of Nokomis**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2021**

| 2021 | 2020 |
|------|------|
|------|------|

**8. Long-Term Debt - continued**

Scotiabank loan payable in monthly instalments of \$929 including interest at 3.49%. The principal balance at December 31, 2021 is \$25,801 (2020 - \$35,861). The loan term ends in 2024 and is secured by a Dodge Ram 1500 truck with a net book value of \$37,300.

Future principal and interest payments are as follows:

| Year    | Principal     | Interest     | Current Total | Prior Year Total |
|---------|---------------|--------------|---------------|------------------|
| 2021    |               |              |               | 10,059           |
| 2022    | 10,414        | 735          | 11,149        | 10,414           |
| 2023    | 10,783        | 366          | 11,149        | 10,783           |
| 2024    | 4,605         | 40           | 4,645         | 4,605            |
| Balance | <b>25,802</b> | <b>1,141</b> | <b>26,943</b> | <b>35,861</b>    |

|                             |                |              |                |                |
|-----------------------------|----------------|--------------|----------------|----------------|
| <b>Total Long-Term Debt</b> | <b>105,102</b> | <b>3,478</b> | <b>108,580</b> | <b>169,806</b> |
|-----------------------------|----------------|--------------|----------------|----------------|

**9. Other Non-Financial Assets**

|   |              |       |
|---|--------------|-------|
| Co-operative equity                     | <b>8,014</b> | 7,964 |
| Affinity Credit Union shares            | <b>5</b>     | 5     |
| <b>Total Other Non-Financial Assets</b> | <b>8,019</b> | 7,969 |

**10. Contingent Liabilities**

The Town, together with a number of other rural and urban municipalities, is a member of the Touchwood Hills Regional Landfill Inc. ("THRLA"). THRLA is governed by the Department of Saskatchewan Environment and Resource Management ("SERM") and is responsible for waste collection, landfill operations and future site restoration costs. Expenditures that relate to on-going environmental and reclamation programs are charged against revenues as incurred. Future site restoration costs are recognized based on assumptions, engineering studies and estimates to the costs of future removal and site restoration. Changes to the underlying assumptions or legislative change in the future could have a material impact on the consolidated financial statements. As these costs are not readily determinable, the Town has not provided for future site restoration costs.

**11. Correction of an Error**

During the year, it was identified that the Canada Community-Building Fund (formerly Gas Tax) funds received by the Town in 2020 were reported as revenues instead of deferred revenue. As eligibility criteria had not been met to recognize the funds received as revenue, the amount should have been reported as deferred revenue. The overall impact to the 2020 operating surplus of revenues over expenses was a decrease of \$33,758 as a result of this change. In order to correct this error, the 2020 consolidated financial statements have been restated as follows:

|   |          |
|---|----------|
| Increase in Deferred Revenue                                    | 33,758   |
| Decrease in Provincial/Federal Capital Grants and Contributions | (33,758) |

**12. Commitments**

The Town has entered into a cost sharing agreement to establish a Planning District known as "The Mid-Sask Planning District". The Mid-Sask Planning District's mandate is to develop a new District Official Community Plan and advise each municipality in the preparation of their Official Community Plans and Zoning Bylaws. Funds required to meet the expenses of the Planning District shall be contributed by the Urban and Rural Municipalities on the basis of a flat fee for each municipality with the remainder based on a per capita assessment using the last published Canada Census for each municipality. The costs associated with this commitment for 2021 are \$4,122 (2020 - \$3,937).

During 2017, the Town entered into an agreement with the Last Mountain Regional Park Authority to aid in the funding of the operation and capital improvements of the park. The Town committed to \$2,518 per year for 5 years, commencing 2018.

During 2021, the Town entered into an agreement with Beckie Hydrogeologists to provide hydrogeologic services to the Town for total estimated costs of \$33,500. As at December 31, 2021, there is a commitment remaining of \$23,500.

**Town of Nokomis**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2021**

**13. Budget**

On May 19, 2021, the Council approved its operating budget on planned expenses relating to the current year funding and other current year sources of revenue. Council did not budget for the revenues and expenses of the subsidiary entities consolidated into these financial statements, as they do not plan for the operations of these organizations.

**14. Pension Plan**

The Town 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 pension expense in 2021 was \$11,971 (2020 - \$11,402). 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.

**15. Significant event**

Since March of 2020, the global outbreak of COVID-19 (coronavirus) has had a significant impact on businesses through the restrictions put in place by the Canadian, provincial and municipal governments regarding travel, business operations and isolation/quarantine orders. At this time, it is unknown the extent of the impact the COVID-19 outbreak may have on the Town as this will depend on future developments that are highly uncertain and that cannot be predicted with confidence. These uncertainties arise from the inability to predict the ultimate geographic spread of the disease, and the duration of the outbreak, including the duration of travel restrictions, business closures or disruptions, and quarantine/isolation measures that are currently, or may be put, in place by Canada and other countries to fight the virus.

Town of Nokomis

Schedule of Taxes and Other Unconditional Revenue

For the year ended December 31, 2021

Schedule 1

|  | 2021 Budget    | 2021           | 2020           |
|--|----------------|----------------|----------------|
| <b>TAXES</b>                                       |                |                |                |
| General municipal tax levy                         | 448,450        | 445,984        | 445,754        |
| Abatements and adjustments                         | (10,000)       | (8,418)        | (4,515)        |
| Discount on current year taxes                     | (17,000)       | (15,027)       | (17,102)       |
| <b>Net Municipal Taxes</b>                         | <b>421,450</b> | <b>422,539</b> | <b>424,137</b> |
| Penalties on tax arrears                           | 11,350         | 11,344         | 11,131         |
| <b>Total Taxes</b>                                 | <b>432,800</b> | <b>433,883</b> | <b>435,268</b> |
| <b>UNCONDITIONAL GRANTS</b>                        |                |                |                |
| Equalization (Revenue Sharing)                     | 92,660         | 92,663         | 93,489         |
| Safe Restart                                       | -              | -              | 24,100         |
| <b>Total Unconditional Grants</b>                  | <b>92,660</b>  | <b>92,663</b>  | <b>117,589</b> |
| <b>GRANTS IN LIEU OF TAXES</b>                     |                |                |                |
| Federal  | 12,080         | 12,185         | 12,726         |
| Provincial   |                |                |                |
| S.P.C. Electrical                                  | 36,000         | 34,196         | 34,908         |
| <b>Total Grants in Lieu of Taxes</b>               | <b>48,080</b>  | <b>46,381</b>  | <b>47,634</b>  |
| <b>TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE</b> | <b>573,540</b> | <b>572,927</b> | <b>600,491</b> |

Town of Nokomis

Consolidated Schedule of Operating and Capital Revenue by Function

For the year ended December 31, 2021

Schedule 2 - 1

|  | 2021 Budget   | 2021          | 2020          |
|--|---------------|---------------|---------------|
| <b>GENERAL GOVERNMENT SERVICES</b>       |               |               |               |
| <i>(restated - Note 11)</i>              |               |               |               |
| <b>Operating</b>                         |               |               |               |
| Other Segmented Revenue                  |               |               |               |
| Fees and Charges                         |               |               |               |
| - Custom work                            | 700           | 663           | 625           |
| - Sales of supplies                      | 110           | 525           | 187           |
| - Licenses and permits                   | 1,580         | 1,950         | 1,700         |
| - Rental                                 | 7,600         | -             | 250           |
| - Other <i>(Reimbursements)</i>          | 2,800         | 4,190         | 3,209         |
| <b>Total Fees and Charges</b>            | <b>12,790</b> | <b>7,328</b>  | <b>5,971</b>  |
| - Land sales - gain (loss)               | -             | 2,262         | -             |
| - Investment income and commissions      | 4,050         | 1,814         | 5,180         |
| - Other <i>(Donations)</i>               | 5,000         | 2,252         | 6,182         |
| <b>Total Other Segmented Revenue</b>     | <b>21,840</b> | <b>13,656</b> | <b>17,333</b> |
| Conditional Grants                       |               |               |               |
| - Summer Student Program                 | 5,000         | 4,811         | 3,170         |
| <b>Total Conditional Grants</b>          | <b>5,000</b>  | <b>4,811</b>  | <b>3,170</b>  |
| <b>Total Operating</b>                   | <b>26,840</b> | <b>18,467</b> | <b>20,503</b> |
| <b>Total General Government Services</b> | <b>26,840</b> | <b>18,467</b> | <b>20,503</b> |

**PROTECTIVE SERVICES**

**Operating**

|                                      |              |              |              |
|--------------------------------------|--------------|--------------|--------------|
| Other Segmented Revenue              |              |              |              |
| Fees and Charges                     |              |              |              |
| - Fire insurance premiums            | 1,970        | 2,001        | 1,963        |
| <b>Total Fees and Charges</b>        | <b>1,970</b> | <b>2,001</b> | <b>1,963</b> |
| <b>Total Other Segmented Revenue</b> | <b>1,970</b> | <b>2,001</b> | <b>1,963</b> |
| <b>Total Operating</b>               | <b>1,970</b> | <b>2,001</b> | <b>1,963</b> |
| <b>Total Protective Services</b>     | <b>1,970</b> | <b>2,001</b> | <b>1,963</b> |

**TRANSPORTATION SERVICES**

**Operating**

|  |            |               |              |
|--|------------|---------------|--------------|
| Other Segmented Revenue                |            |               |              |
| Fees and Charges                       |            |               |              |
| - Sales of supplies                    | -          | -             | -            |
| <b>Total Fees and Charges</b>          | <b>-</b>   | <b>-</b>      | <b>-</b>     |
| - Tangible capital asset sales - gain  | -          | 2,975         | 5,499        |
| <b>Total Other Segmented Revenue</b>   | <b>-</b>   | <b>2,975</b>  | <b>5,499</b> |
| Conditional Grants                     |            |               |              |
| - Primary Weight Corridor              | 800        | 800           | 800          |
| - Provincial Traffic Safety Fund Grant | -          | 8,109         | -            |
| <b>Total Conditional Grants</b>        | <b>800</b> | <b>8,909</b>  | <b>800</b>   |
| <b>Total Operating</b>                 | <b>800</b> | <b>11,884</b> | <b>6,299</b> |
| <b>Total Transportation Services</b>   | <b>800</b> | <b>11,884</b> | <b>6,299</b> |

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

Schedule 2 - 2

|   | <b>2021 Budget</b> | <b>2021</b>   | <b>2020</b>   |
|---|--------------------|---------------|---------------|
| <i>(restated - Note 11)</i>                           |                    |               |               |
| <b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>       |                    |               |               |
| <b>Operating</b>                                      |                    |               |               |
| Other Segmented Revenue                               |                    |               |               |
| Fees and Charges                                      |                    |               |               |
| - Rental income                                       | 21,300             | 15,099        | 16,477        |
| - Nokomis Cemetery Committee                          | -                  | 13,730        | 4,865         |
| <b>Total Fees and Charges</b>                         | <b>21,300</b>      | <b>28,829</b> | <b>21,342</b> |
| Total Other Segmented Revenue                         | 21,300             | 28,829        | 21,342        |
| <b>Total Operating</b>                                | <b>21,300</b>      | <b>28,829</b> | <b>21,342</b> |
| <b>Total Environmental and Public Health Services</b> | <b>21,300</b>      | <b>28,829</b> | <b>21,342</b> |

**PLANNING AND DEVELOPMENT SERVICES**

**Operating**

|  |            |              |              |
|--|------------|--------------|--------------|
| Other Segmented Revenue                        |            |              |              |
| Fees and Charges                               |            |              |              |
| - Trailer lot rentals                          | 600        | 600          | 1,300        |
| - Building permits                             | 300        | 550          | 590          |
| <b>Total Fees and Charges</b>                  | <b>900</b> | <b>1,150</b> | <b>1,890</b> |
| Total Other Segmented Revenue                  | 900        | 1,150        | 1,890        |
| <b>Total Operating</b>                         | <b>900</b> | <b>1,150</b> | <b>1,890</b> |
| <b>Total Planning and Development Services</b> | <b>900</b> | <b>1,150</b> | <b>1,890</b> |

**RECREATION AND CULTURAL SERVICES**

**Operating**

|   |              |               |                |
|---|--------------|---------------|----------------|
| Other Segmented Revenue                       |              |               |                |
| Fees and Charges                              |              |               |                |
| - Community Hall rentals                      | 1,200        | 760           | 1,425          |
| - Campground rentals                          | 1,500        | 4,705         | 1,590          |
| - Rental income                               | -            | 842           | -              |
| - Nokomis Recreation Centre                   | -            | 41,937        | 46,988         |
| <b>Total Fees and Charges</b>                 | <b>2,700</b> | <b>48,244</b> | <b>50,003</b>  |
| Total Other Segmented Revenue                 | 2,700        | 48,244        | 50,003         |
| Conditional Grants                            |              |               |                |
| - Municipal Economic Enhancement Program      | -            | -             | 58,066         |
| - Community Cultural Engagement and Planning  | 1,250        | 5,000         | -              |
| - Community Rink Affordability Grant          | -            | 10,000        | -              |
| Total Conditional Grants                      | 1,250        | 15,000        | 58,066         |
| <b>Total Operating</b>                        | <b>3,950</b> | <b>63,244</b> | <b>108,069</b> |
| <b>Total Recreation and Cultural Services</b> | <b>3,950</b> | <b>63,244</b> | <b>108,069</b> |

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

Schedule 2 - 3

|  | <b>2021 Budget</b> | <b>2021</b>    | <b>2020</b>    |
|--|--------------------|----------------|----------------|
| <i>(restated - Note 11)</i>                            |                    |                |                |
| <b>UTILITY SERVICES</b>                                |                    |                |                |
| <b>Operating</b>                                       |                    |                |                |
| Other Segmented Revenue                                |                    |                |                |
| Fees and Charges                                       |                    |                |                |
| - Water  | 199,050            | 189,384        | 101,658        |
| - Sewer  | 1,000              | 1,575          | 1,250          |
| - Infrastructure fee                                   | 88,000             | 85,386         | 44,417         |
| <b>Total Fees and Charges</b>                          | <b>288,050</b>     | <b>276,345</b> | <b>147,325</b> |
| - Insurance proceeds                                   | -                  | -              | -              |
| <b>Total Other Segmented Revenue</b>                   | <b>288,050</b>     | <b>276,345</b> | <b>147,325</b> |
| <b>Total Operating</b>                                 | <b>288,050</b>     | <b>276,345</b> | <b>147,325</b> |
| <b>Capital</b>   |                    |                |                |
| Conditional Grants                                     |                    |                |                |
| - Clean Water Wastewater Fund                          | 85,120             | 85,125         | -              |
| - Canada Community-Building Fund                       | 11,920             | 1,540          | 1,996          |
| <b>Total Capital</b>                                   | <b>97,040</b>      | <b>86,665</b>  | <b>1,996</b>   |
| <b>Total Utility Services</b>                          | <b>385,090</b>     | <b>363,010</b> | <b>149,321</b> |
| <b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b> | <b>440,850</b>     | <b>488,585</b> | <b>309,387</b> |

**SUMMARY**

|  |                |                |                |
|--|----------------|----------------|----------------|
| Total Other Segmented Revenue                          | 336,760        | 373,200        | 245,355        |
| Total Conditional Grants                               | 7,050          | 28,720         | 62,036         |
| Total Capital Grants and Contributions                 | 97,040         | 86,665         | 1,996          |
| <b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b> | <b>440,850</b> | <b>488,585</b> | <b>309,387</b> |

Town of Nokomis

Consolidated Schedule of Expenses by Function

For the year ended December 31, 2021

Schedule 3 - 1

|  | 2021 Budget    | 2021           | 2020           |
|--|----------------|----------------|----------------|
| <b>GENERAL GOVERNMENT SERVICES</b>         |                |                |                |
| Council remuneration and travel            | 14,850         | 12,906         | 9,117          |
| Wages and benefits                         | 84,850         | 87,022         | 80,439         |
| Professional/Contractual services          | 36,820         | 34,293         | 39,298         |
| Utilities                                  | 10,500         | 9,680          | 8,984          |
| Insurance                                  | 32,590         | 33,712         | 30,485         |
| Maintenance, materials and supplies        | 14,710         | 11,521         | 22,388         |
| Grants and contributions - operating       | 5,000          | 5,242          | 9,272          |
| Amortization                               | 1,159          | 1,159          | 1,159          |
| Interest                                   | 21,500         | 1,766          | 3,198          |
| Allowance for (recovery of) uncollectibles | -              | (4,150)        | 27,645         |
| <b>Total General Government Services</b>   | <b>221,979</b> | <b>193,151</b> | <b>231,985</b> |

**PROTECTIVE SERVICES**

**Police protection**

|                                   |        |        |        |
|-----------------------------------|--------|--------|--------|
| Professional/Contractual services | 22,410 | 22,393 | 21,643 |
|-----------------------------------|--------|--------|--------|

**Fire protection**

|                                     |        |       |       |
|-------------------------------------|--------|-------|-------|
| Professional/Contractual services   | 10,310 | 9,915 | 9,915 |
| Maintenance, materials and supplies | 500    | -     | -     |

|                                  |               |               |               |
|----------------------------------|---------------|---------------|---------------|
| <b>Total Protective Services</b> | <b>33,220</b> | <b>32,308</b> | <b>31,558</b> |
|----------------------------------|---------------|---------------|---------------|

**TRANSPORTATION SERVICES**

|                                      |        |        |        |
|--------------------------------------|--------|--------|--------|
| Wages and benefits                   | 89,020 | 88,720 | 81,361 |
| Professional/Contractual services    | 80,500 | 69,438 | 83,239 |
| Utilities                            | 20,800 | 14,819 | 15,355 |
| Maintenance, materials, and supplies | 27,200 | 22,430 | 30,206 |
| Machinery costs/fuel/blades          | 15,000 | 18,767 | 14,919 |
| Gravel                               | 7,000  | 11,530 | 7,165  |
| Amortization                         | 23,265 | 25,248 | 23,265 |
| Interest                             | -      | 5,231  | 6,871  |
| Insurance                            | 4,500  | 3,176  | 3,457  |

|                                      |                |                |                |
|--------------------------------------|----------------|----------------|----------------|
| <b>Total Transportation Services</b> | <b>267,285</b> | <b>259,359</b> | <b>265,838</b> |
|--------------------------------------|----------------|----------------|----------------|

**ENVIRONMENTAL AND PUBLIC HEALTH SERVICES**

|                                     |        |        |        |
|-------------------------------------|--------|--------|--------|
| Professional/Contractual services   | 58,050 | 60,780 | 54,021 |
| Maintenance, materials and supplies | 9,550  | 5,358  | 14,877 |
| Nokomis Cemetery Committee          | -      | 3,639  | 2,595  |
| Amortization                        | 266    | 266    | 266    |

|   |               |               |               |
|---|---------------|---------------|---------------|
| <b>Total Environmental and Public Health Services</b> | <b>67,866</b> | <b>70,043</b> | <b>71,759</b> |
|---|---------------|---------------|---------------|

Town of Nokomis

Consolidated Schedule of Expenses by Function

For the year ended December 31, 2021

Schedule 3 - 2

|  | 2021 Budget    | 2021           | 2020           |
|--|----------------|----------------|----------------|
| <b>PLANNING AND DEVELOPMENT SERVICES</b>       |                |                |                |
| Grants and contributions - operating           | 7,150          | 4,122          | 3,937          |
| <b>Total Planning and Development Services</b> | <b>7,150</b>   | <b>4,122</b>   | <b>3,937</b>   |
| <b>RECREATION AND CULTURAL SERVICES</b>        |                |                |                |
| Wages and benefits                             | 2,200          | 2,430          | 2,115          |
| Professional/Contractual services              | 5,000          | 5,000          | 5,000          |
| Utilities                                      | 8,280          | 7,462          | 6,023          |
| Maintenance, materials and supplies            | 1,800          | 7,153          | 648            |
| Grants and contributions - operating           | 11,340         | 13,796         | 93,161         |
| Amortization                                   | 79,760         | 79,761         | 79,760         |
| Nokomis Recreation Centre                      | -              | 37,972         | 52,125         |
| <b>Total Recreation and Cultural Services</b>  | <b>108,380</b> | <b>153,574</b> | <b>238,832</b> |
| <b>UTILITY SERVICES</b>                        |                |                |                |
| Wages and benefits                             | 26,700         | 12,875         | 25,672         |
| Professional/Contractual services              | 13,700         | 9,427          | 13,490         |
| Utilities                                      | 12,000         | 15,294         | 12,360         |
| Maintenance, materials and supplies            | 62,450         | 23,314         | 35,730         |
| Amortization                                   | 63,691         | 64,142         | 63,691         |
| Water discount                                 | 900            | 2,187          | 859            |
| <b>Total Utility Services</b>                  | <b>179,441</b> | <b>127,239</b> | <b>151,802</b> |
| <b>TOTAL EXPENSES BY FUNCTION</b>              | <b>885,321</b> | <b>839,796</b> | <b>995,711</b> |

Town of Nokomis  
Consolidated Schedule of Segment Disclosure by Function  
For the year ended December 31, 2021

Schedule 4

|  | General Government | Protective Services | Transportation Services | Environmental & Public Health | Planning and Development | Recreation and Culture | Utility Services | Total            |
|--|--------------------|---------------------|-------------------------|-------------------------------|--------------------------|------------------------|------------------|------------------|
| <b>Revenues (Schedule 2)</b>               |                    |                     |                         |                               |                          |                        |                  |                  |
| Fees and Charges                           | 7,328              | 2,001               | -                       | 28,829                        | 1,150                    | 48,244                 | 276,345          | 363,897          |
| Tangible Capital Asset Sales - Gain (Loss) | -                  | -                   | 2,975                   | -                             | -                        | -                      | -                | 2,975            |
| Land Sales - Gain (Loss)                   | 2,262              | -                   | -                       | -                             | -                        | -                      | -                | 2,262            |
| Investment Income and Commissions          | 1,814              | -                   | -                       | -                             | -                        | -                      | -                | 1,814            |
| Other Revenues                             | 2,252              | -                   | -                       | -                             | -                        | -                      | -                | 2,252            |
| Grants - Conditional                       | 4,811              | -                   | 8,909                   | -                             | -                        | 15,000                 | -                | 28,720           |
| - Capital                                  | -                  | -                   | -                       | -                             | -                        | -                      | 86,665           | 86,665           |
| <b>Total revenues</b>                      | <b>18,467</b>      | <b>2,001</b>        | <b>11,884</b>           | <b>28,829</b>                 | <b>1,150</b>             | <b>63,244</b>          | <b>363,010</b>   | <b>488,585</b>   |
| <b>Expenses (Schedule 3)</b>               |                    |                     |                         |                               |                          |                        |                  |                  |
| Wages & Benefits                           | 99,928             | -                   | 88,720                  | -                             | -                        | 2,430                  | 12,875           | 203,953          |
| Professional/Contractual Services          | 34,293             | 32,308              | 69,438                  | 60,780                        | -                        | 5,000                  | 9,427            | 211,246          |
| Utilities                                  | 9,680              | -                   | 14,819                  | -                             | -                        | 7,462                  | 15,294           | 47,255           |
| Maintenance, Materials and Supplies        | 11,521             | -                   | 52,727                  | 5,358                         | -                        | 7,153                  | 23,314           | 100,073          |
| Grants and Contributions                   | 5,242              | -                   | -                       | -                             | 4,122                    | 13,796                 | -                | 23,160           |
| Amortization                               | 1,159              | -                   | 25,248                  | 266                           | -                        | 79,761                 | 64,142           | 170,576          |
| Interest                                   | 1,766              | -                   | 5,231                   | -                             | -                        | -                      | -                | 6,997            |
| Insurance                                  | 33,712             | -                   | 3,176                   | -                             | -                        | -                      | -                | 36,888           |
| Allowance for (Recovery of) Uncollectibles | (4,150)            | -                   | -                       | -                             | -                        | -                      | -                | (4,150)          |
| Other                                      | -                  | -                   | -                       | 3,639                         | -                        | 37,972                 | 2,187            | 43,798           |
| <b>Total expenses</b>                      | <b>193,151</b>     | <b>32,308</b>       | <b>259,359</b>          | <b>70,043</b>                 | <b>4,122</b>             | <b>153,574</b>         | <b>127,239</b>   | <b>839,796</b>   |
| <b>Surplus (Deficit) by Function</b>       | <b>(174,684)</b>   | <b>(30,307)</b>     | <b>(247,475)</b>        | <b>(41,214)</b>               | <b>(2,972)</b>           | <b>(90,330)</b>        | <b>235,771</b>   | <b>(351,211)</b> |

Taxation and other unconditional revenue (Schedule 1)

572,927

**Net Surplus**

**221,716**

Town of Nokomis  
Consolidated 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 Culture | Utility Services | Total                       |
|---|--------------------|---------------------|-------------------------|-------------------------------|--------------------------|------------------------|------------------|-----------------------------|
| <b>Revenues (Schedule 2)</b>                          |                    |                     |                         |                               |                          |                        |                  | <i>(restated - Note 11)</i> |
| Fees and Charges                                      | 5,971              | 1,963               | -                       | 21,342                        | 1,890                    | 50,003                 | 147,325          | 228,494                     |
| Tangible Capital Asset Sales - Gain (Loss)            | -                  | -                   | 5,499                   | -                             | -                        | -                      | -                | 5,499                       |
| Land Sales - Gain (Loss)                              | -                  | -                   | -                       | -                             | -                        | -                      | -                | -                           |
| Investment Income and Commissions                     | 5,180              | -                   | -                       | -                             | -                        | -                      | -                | 5,180                       |
| Other Revenues  | 6,182              | -                   | -                       | -                             | -                        | -                      | -                | 6,182                       |
| Grants - Conditional                                  | 3,170              | -                   | 800                     | -                             | -                        | 58,066                 | -                | 62,036                      |
| - Capital   | -                  | -                   | -                       | -                             | -                        | -                      | 1,996            | 1,996                       |
| <b>Total revenues</b>                                 | <b>20,503</b>      | <b>1,963</b>        | <b>6,299</b>            | <b>21,342</b>                 | <b>1,890</b>             | <b>108,069</b>         | <b>149,321</b>   | <b>309,387</b>              |
| <b>Expenses (Schedule 3)</b>                          |                    |                     |                         |                               |                          |                        |                  |                             |
| Wages & Benefits                                      | 89,556             | -                   | 81,361                  | -                             | -                        | 2,115                  | 25,672           | 198,704                     |
| Professional/Contractual Services                     | 39,298             | 31,558              | 83,239                  | 54,021                        | -                        | 5,000                  | 13,490           | 226,606                     |
| Utilities   | 8,984              | -                   | 15,355                  | -                             | -                        | 6,023                  | 12,360           | 42,722                      |
| Maintenance, Materials and Supplies                   | 22,388             | -                   | 52,290                  | 14,877                        | -                        | 648                    | 35,730           | 125,933                     |
| Grants and Contributions                              | 9,272              | -                   | -                       | -                             | 3,937                    | 93,161                 | -                | 106,370                     |
| Amortization  | 1,159              | -                   | 23,265                  | 266                           | -                        | 79,760                 | 63,691           | 168,141                     |
| Interest  | 3,198              | -                   | 6,871                   | -                             | -                        | -                      | -                | 10,069                      |
| Insurance   | 30,485             | -                   | 3,457                   | -                             | -                        | -                      | -                | 33,942                      |
| Allowance for (Recovery of) Uncollectibles            | 27,645             | -                   | -                       | -                             | -                        | -                      | -                | 27,645                      |
| Other   | -                  | -                   | -                       | 2,595                         | -                        | 52,125                 | 859              | 55,579                      |
| <b>Total expenses</b>                                 | <b>231,985</b>     | <b>31,558</b>       | <b>265,838</b>          | <b>71,759</b>                 | <b>3,937</b>             | <b>238,832</b>         | <b>151,802</b>   | <b>995,711</b>              |
| <b>Surplus (Deficit) by Function</b>                  | <b>(211,482)</b>   | <b>(29,595)</b>     | <b>(259,539)</b>        | <b>(50,417)</b>               | <b>(2,047)</b>           | <b>(130,763)</b>       | <b>(2,481)</b>   | <b>(686,324)</b>            |
| Taxation and other unconditional revenue (Schedule 1) |                    |                     |                         |                               |                          |                        |                  | 600,491                     |
| <b>Net Deficit</b>                                    |                    |                     |                         |                               |                          |                        |                  | <b>(85,833)</b>             |

Town of Nokomis  
 Consolidated Schedule of Tangible Capital Assets by Object  
 For the year ended December 31, 2021

|              |   | 2021           |                   |                  |          |                       | 2020                  |  |                  |                  |
|--------------|---|----------------|-------------------|------------------|----------|-----------------------|-----------------------|--|------------------|------------------|
|              |   | General Assets |                   |                  |          |                       | Infrastructure Assets | General/Infrastructure Assets Under Construction | Total            | Total            |
|              |   | Land           | Land Improvements | Buildings        | Vehicles | Machinery & Equipment | Linear assets         |  |                  |                  |
| Assets       | <b>Asset cost</b>                             |                |                   |                  |          |                       |                       |  |                  |                  |
|              | Opening Asset costs                           | 1,995          | -                 | 4,235,421        | -        | 678,753               | 2,062,221             | 417,730  | 7,396,120        | 6,963,327        |
|              | Additions during the year                     | -              | -                 | -                | -        | 44,900                | -                     | 209,470  | 254,370          | 436,266          |
|              | Disposals and write-downs during the year     | -              | -                 | -                | -        | -                     | -                     | -  | -                | (3,473)          |
|              | Transfers (from) assets under construction    | -              | -                 | -                | -        | -                     | -                     | -  | -                | -                |
|              | <b>Closing Asset Costs</b>                    | <b>1,995</b>   | <b>-</b>          | <b>4,235,421</b> | <b>-</b> | <b>723,653</b>        | <b>2,062,221</b>      | <b>627,200</b>                                   | <b>7,650,490</b> | <b>7,396,120</b> |
| Amortization | <b>Accumulated Amortization Cost</b>          |                |                   |                  |          |                       |                       |  |                  |                  |
|              | Opening Accumulated Amortization Costs        | -              | -                 | 2,815,134        | -        | 215,176               | 852,516               | -  | 3,882,826        | 3,718,157        |
|              | Add: Amortization taken                       | -              | -                 | 103,053          | -        | 33,561                | 33,962                | -  | 170,576          | 168,141          |
|              | Less: Accumulated amortization on disposals   | -              | -                 | -                | -        | -                     | -                     | -  | -                | (3,472)          |
|              | <b>Closing Accumulated Amortization Costs</b> | <b>-</b>       | <b>-</b>          | <b>2,918,187</b> | <b>-</b> | <b>248,737</b>        | <b>886,478</b>        | <b>-</b>   | <b>4,053,402</b> | <b>3,882,826</b> |
|              | <b>Net Book Value</b>                         | <b>1,995</b>   | <b>-</b>          | <b>1,317,234</b> | <b>-</b> | <b>474,916</b>        | <b>1,175,743</b>      | <b>627,200</b>                                   | <b>3,597,088</b> | <b>3,513,294</b> |

1. Total contributed/donated assets received in 2021 \$ -
2. List of assets recognized at nominal value in 2021 are:
  - Infrastructure Assets \$ -
  - Land \$ -
  - Machinery and Equipment \$ -
3. Amount of interest capitalized in 2021 \$ -

Town of Nokomis  
 Consolidated Schedule of Tangible Capital Assets by Function  
 For the year ended December 31, 2021

Schedule 7

|              |   | 2021               |                     |                         |                               |                        |                      |                  | 2020             |                  |
|--------------|---|--------------------|---------------------|-------------------------|-------------------------------|------------------------|----------------------|------------------|------------------|------------------|
|              |   | General Government | Protective Services | Transportation Services | Environmental & Public Health | Planning & Development | Recreation & Culture | Water & Sewer    | Total            | Total            |
| Assets       | <b>Asset cost</b>   |                    |                     |                         |                               |                        |                      |                  |                  |                  |
|              | Opening Asset costs   | 108,772            | -                   | 681,652                 | 10,709                        | 85                     | 3,198,075            | 3,396,827        | 7,396,120        | 6,963,327        |
|              | Additions during the year (including assets under construction) | -                  | -                   | 44,900                  | -                             | -                      | -                    | 209,470          | 254,370          | 436,266          |
|              | Disposals and write-downs during the year                       | -                  | -                   | -                       | -                             | -                      | -                    | -                | -                | (3,473)          |
|              | <b>Closing Asset Costs</b>                                      | <b>108,772</b>     | <b>-</b>            | <b>726,552</b>          | <b>10,709</b>                 | <b>85</b>              | <b>3,198,075</b>     | <b>3,606,297</b> | <b>7,650,490</b> | <b>7,396,120</b> |
| Amortization | <b>Accumulated Amortization Cost</b>                            |                    |                     |                         |                               |                        |                      |                  |                  |                  |
|              | Opening Accumulated Amortization Costs                          | 81,909             | -                   | 317,674                 | 5,588                         | -                      | 1,922,774            | 1,554,881        | 3,882,826        | 3,718,157        |
|              | Add: Amortization taken   | 1,159              | -                   | 25,248                  | 266                           | -                      | 79,761               | 64,142           | 170,576          | 168,141          |
|              | Less: Accumulated amortization on disposals                     | -                  | -                   | -                       | -                             | -                      | -                    | -                | -                | (3,472)          |
|              | <b>Closing Accumulated Amortization Costs</b>                   | <b>83,068</b>      | <b>-</b>            | <b>342,922</b>          | <b>5,854</b>                  | <b>-</b>               | <b>2,002,535</b>     | <b>1,619,023</b> | <b>4,053,402</b> | <b>3,882,826</b> |
|              | <b>Net Book Value</b>   | <b>25,704</b>      | <b>-</b>            | <b>383,630</b>          | <b>4,855</b>                  | <b>85</b>              | <b>1,195,540</b>     | <b>1,987,274</b> | <b>3,597,088</b> | <b>3,513,294</b> |

Town of Nokomis  
Consolidated Schedule of Accumulated Surplus  
For the year ended December 31, 2021

Schedule 8

|  | 2020                        | Changes        | 2021             |
|--|-----------------------------|----------------|------------------|
|  | <i>(restated - Note 11)</i> |                |                  |
| <b>UNAPPROPRIATED SURPLUS</b>                    | <b>695,811</b>              | <b>48,944</b>  | <b>744,755</b>   |
| <b>APPROPRIATED RESERVES</b>                     |                             |                |                  |
| Machinery and Equipment                          | 3,000                       | -              | 3,000            |
| Public Reserve                                   | 275                         | -              | 275              |
| Capital Trust                                    | -                           | -              | -                |
| Cemetery Trust                                   | 13,771                      | 117            | 13,888           |
| Other  | 55,057                      | -              | 55,057           |
| Utility  | 20,000                      | -              | 20,000           |
| Subsidiary entities                              | 13,012                      | 24,157         | 37,169           |
| <b>Total Appropriated</b>                        | <b>105,115</b>              | <b>24,274</b>  | <b>129,389</b>   |
| <b>NET INVESTMENT IN TANGIBLE CAPITAL ASSETS</b> |                             |                |                  |
| Tangible capital assets (Schedule 6)             | 3,513,294                   | 83,794         | 3,597,088        |
| Less: Related debt                               | (169,806)                   | 64,704         | (105,102)        |
| <b>Net Investment in Tangible Capital Assets</b> | <b>3,343,488</b>            | <b>148,498</b> | <b>3,491,986</b> |
| <b>Total Accumulated Surplus</b>                 | <b>4,144,414</b>            | <b>221,716</b> | <b>4,366,130</b> |

Town of Nokomis  
 Schedule of Mill Rates and Assessments  
 For the year ended December 31, 2021

Schedule 9

|  | PROPERTY CLASS |             |                    |                      |                         |                | Total      |
|--|----------------|-------------|--------------------|----------------------|-------------------------|----------------|------------|
|  | Agriculture    | Residential | Railway & Pipeline | Seasonal Residential | Commercial & Industrial | Potash Mine(s) |            |
| <b>Taxable Assessment</b>  | 218,460        | 12,333,920  | 873,545            | -                    | 2,000,050               | -              | 15,425,975 |
| <b>Regional Park Assessment</b>  |                |             |                    |                      |                         |                | -          |
| <b>Total Assessment</b>  |                |             |                    |                      |                         |                | 15,425,975 |
| <b>Mill Rate Factor(s)</b>   | 1.00           | 1.00        | 2.50               | -                    | 2.50                    |                |            |
| <b>Total Base/Minimum Tax</b> (generated for each property class)                    | 9,400          | 279,300     | -                  | -                    | 43,800                  |                | 332,500    |
| <b>Total Municipal Tax Levy</b> (include base and/or minimum tax and special levies) | 10,656         | 350,220     | 12,557             | -                    | 72,551                  |                | 445,984    |

| MILL RATES:                 | MILLS   |
|-----------------------------|---------|
| Average Municipal*          | 28.9112 |
| Average School*             | 4.8427  |
| Potash Mill Rate            | -       |
| Uniform Municipal Mill Rate | 5.7500  |

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

**Town of Nokomis  
Schedule of Council Remuneration  
For the year ended December 31, 2021**

Schedule 10

| <b>Name</b>    | <b>Remuneration</b> | <b>Reimbursed<br/>Costs</b> | <b>Total</b>  |
|----------------|---------------------|-----------------------------|---------------|
| Dennis Kresier | 2,958               | -                           | 2,958         |
| Lois Mortenson | 2,645               | -                           | 2,645         |
| David Mark     | 2,030               | -                           | 2,030         |
| Jeff Allport   | 1,655               | -                           | 1,655         |
| Ken Koenig     | 1,360               | -                           | 1,360         |
| Erica Fisher   | 1,280               | -                           | 1,280         |
| Kenneth Braun  | 995                 | -                           | 995           |
| <b>Total</b>   | <b>12,923</b>       | <b>-</b>                    | <b>12,923</b> |