

TOWN OF PENSE
Financial Statements
December 31, 2021

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Management's Responsibility

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

In discharging its responsibilities for the integrity and fair presentation of the financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately recorded, that assets are properly accounted for and safeguarded, and that financial records are properly maintained to provide reliable information for the preparation of financial statements.

The Council is composed of elected officials who are not employees of the municipality. The Council is responsible for overseeing management in the performance of its financial reporting responsibilities. The Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the municipality's external auditors.

Dudley & Company LLP, an independent firm of Chartered Professional Accountants, is appointed by the Council to audit the financial statements and report directly to them; their report is attached to the financial statements. The external auditors have full and free access to both the Council and management to communicate their audit findings.



Council



Administration

INDEPENDENT AUDITORS' REPORT

To the Mayor and Councillors
Town of Pense

Opinion

We have audited the financial statements of the **TOWN OF PENSE**, which comprise the statement of financial position as at December 31, 2021 and the statements of operations, 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 municipality as at December 31, 2021, and its financial performance and its 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 *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the municipality in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

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

In preparing the financial statements, management is responsible for assessing the municipality's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management intends to dissolve the municipality or to cease operations, or has no realistic alternative but to do so.

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

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect 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 over-ride of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the municipality's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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


Dudley & Company LLP
Chartered Professional Accountants

Regina, Saskatchewan
June 16, 2022

TOWN OF PENSE
Statement of Financial Position
As at December 31, 2021

Statement 1

	2021	2020
ASSETS		
Financial Assets		
Cash & Temporary Investments (Note 2)	\$ 1,155,580	\$ 1,236,206
Taxes Receivable - Municipal (Note 3)	31,088	36,362
Other Accounts Receivable (Note 4)	59,726	27,014
Land for Resale (Note 5)	167,248	148,361
Long-Term Frontages Receivable (Note 6)	21,632	25,360
Other	-	-
Total Financial Assets	1,435,274	1,473,303
LIABILITIES		
Bank Indebtedness	-	-
Accounts Payable (Note 7)	190,359	138,375
Accrued Liabilities Payable	-	-
Deposits	31,168	31,018
Deferred Revenue (Note 8)	26,123	200
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	-	-
Long-Term Debt (Note 9)	-	87,047
Lease Obligations	-	-
Other Liabilities	2,160	2,177
Total Liabilities	249,810	258,817
NET FINANCIAL ASSETS	1,185,464	1,214,486
Tangible Capital Assets (Schedules 6, 7)	9,743,509	9,946,022
Prepayment and Deferred Charges	-	-
Stock and Supplies	-	-
Other	-	-
Total Non-Financial Assets	9,743,509	9,946,022
Accumulated Surplus (Deficit) (Schedule 8)	\$ 10,928,973	\$ 11,160,508

The accompanying notes form an integral part of these financial statements.

TOWN OF PENSE
Statement of Operations
For the year ended December 31, 2021

Statement 2

		2021 Budget	2021	2020
Revenues				
Taxes and Other Unconditional Revenue	(Schedule 1)	\$ 607,660	\$ 607,556	\$ 643,673
Fees and Charges	(Schedule 4, 5)	366,200	399,626	370,043
Conditional Grants	(Schedule 4, 5)	-	-	124,369
Tangible Capital Assets Sales - Gain	(Schedule 4, 5)	-	-	-
Land Sales - Gain	(Schedule 4, 5)	-	-	-
Investment Income and Commissions	(Schedule 4, 5)	2,000	3,942	6,551
Other Revenues	(Schedule 4, 5)	4,475	6,192	5,550
Restructurings	(Schedule 4, 5)	-	-	-
Total Revenues		980,335	1,017,316	1,150,186

Expenses

General Government Services	(Schedule 3)	160,598	169,340	163,649
Protective Services	(Schedule 3)	139,795	143,454	65,573
Transportation Services	(Schedule 3)	195,545	242,951	235,103
Environmental and Public Health Services	(Schedule 3)	48,900	51,018	45,784
Planning and Development Services	(Schedule 3)	17,000	141	141
Recreation and Cultural Services	(Schedule 3)	121,200	256,244	219,136
Utility Services	(Schedule 3)	412,721	465,504	377,816
Restructurings	(Schedule 3)	-	-	-
Total Expenses		1,095,759	1,328,652	1,107,202

Surplus (Deficit) before Other Capital Contributions	(115,424)	(311,336)	42,984
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Other Capital Contributions (Schedule 4, 5)	32,500	79,801	51,950
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Surplus (Deficit) of Revenues over Expenses	(82,924)	(231,535)	94,934
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Accumulated Surplus (Deficit), Beginning of Year	11,160,508	11,160,508	11,065,574
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Accumulated Surplus (Deficit), End of Year	\$ 11,077,584	\$ 10,928,973	\$ 11,160,508
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The accompanying notes form an integral part of these financial statements.

TOWN OF PENSE
Statement of Changes in Net Financial Assets
For the year ended December 31, 2021

Statement 3

	2021 Budget	2021	2020
Surplus (Deficit)	\$ (82,924)	\$ (231,535)	\$ 94,934
(Acquisition) of tangible capital assets	(40,380)	(82,084)	-
Amortization of tangible capital assets	-	284,597	284,597
Proceeds on disposal of tangible capital assets	-	-	-
Loss (gain) on disposal of tangible capital assets	-	-	-
Surplus (Deficit) of capital expenses over expenditures	(40,380)	202,513	284,597
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expense	-	-	-
Consumption of supplies inventory	-	-	-
Use of prepaid expense	-	-	-
Surplus (Deficit) of other non-financial expenses over expenditures	-	-	-
Increase/Decrease in Net Financial Assets	(123,304)	(29,022)	379,531
Net Financial Assets - Beginning of Year	1,214,486	1,214,486	834,955
Net Financial Assets - End of Year	\$ 1,091,182	\$ 1,185,464	\$ 1,214,486

The accompanying notes form an integral part of these financial statements.

TOWN OF PENSE
Statement of Cash Flows
For the year ended December 31, 2021

Statement 4

	2021	2020
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	\$ (231,535)	\$ 94,934
Amortization	284,597	284,597
Loss (gain) on disposal of tangible capital assets	-	-
	<u>53,062</u>	<u>379,531</u>
Changes in assets / liabilities		
Taxes Receivable - Municipal	5,274	23,989
Other Receivables	(32,712)	3,859
Land for Resale	(18,887)	(12,571)
Other Financial Assets	-	-
Accounts and Accrued Liabilities Payable	51,984	(25,845)
Deposits	150	1,400
Deferred Revenue	25,923	-
Other Liabilities	-	-
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	(17)	2,177
Stock and Supplies for Use	-	-
Prepayments and Deferred Charges	-	-
Other	-	-
Net cash from (used for) operations	84,777	372,540
Capital:		
Acquisition of Capital Assets	(82,084)	-
Proceeds from the Disposal of Capital Assets	-	-
Other Capital	-	-
Net cash from (used for) capital	(82,084)	-
Investing:		
Long-Term Financial Assets	3,728	90,433
Other Investments	-	-
Net cash from (used for) investing	3,728	90,433
Financing:		
Long-Term Debt Issued	-	-
Long-Term Debt Repaid	(87,047)	(165,822)
Other Financing	-	-
Net cash from (used for) financing	(87,047)	(165,822)
Increase (Decrease) in cash resources	(80,626)	297,151
Cash and Temporary Investments - Beginning of Year	1,236,206	939,055
Cash and Temporary Investments - End of Year	\$ 1,155,580	\$ 1,236,206

The accompanying notes form an integral part of these financial statements.

TOWN OF PENSE
Notes to the Financial Statements
For the year ended December 31, 2021

1. SUMMARY OF 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:

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.

(a) Reporting Entity:

The financial statements report 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.

(b) Collection of Funds for Other Authorities:

Collection of funds by the municipality for the school board are collected and remitted in accordance with relevant legislation.

(c) Government Transfers:

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

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

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

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

(d) Deferred Revenue:

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

(e) Local Improvement Charges:

Completed local improvement projects financed by frontage taxes recognize the taxes as capital revenue in the period the prepayments are accepted. Any frontage taxes not prepaid are then reported as a long-term asset to be reduced by the principal portion of each annual frontage tax levy.

TOWN OF PENSE
Notes to the Financial Statements
For the year ended December 31, 2021

(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 from other taxing authorities operate as a flow through and are excluded from municipal revenue.

(j) Investments:

Portfolio investments are valued at cost, less any provision 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.

(k) 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 and 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.

TOWN OF PENSE
Notes to the Financial Statements
For the year ended December 31, 2021

(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 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; these, and the tangible capital assets that are recognized at a nominal value, are disclosed on Schedule 6. The cost of tangible capital assets less any estimated residual value are amortized over the asset's estimated useful life using the straight-line method of amortization. The municipality's tangible capital asset useful lives are estimated as follows:

<u>Assets</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	20 years
Buildings	50 years
Vehicles and Equipment	
Vehicles	10 years
Machinery and Equipment	10 years
Infrastructure Assets	
Infrastructure Assets	
Water and Sewer	75 years
Road Network Assets	40 years

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

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

Capitalization of Interest: The 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 a tangible capital asset. 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 lease 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.

(m) Landfill Liability:

The municipality of **TOWN OF PENSE** does not maintain a waste disposal site.

(n) Employee Benefit Plans:

Contributions to the municipality's defined benefit plans are expensed when contributions are due and payable. Under the defined benefit multiemployer plans, the municipality's obligations are limited to their contributions.

TOWN OF PENSE
Notes to the Financial Statements
For the year ended December 31, 2021

(o) 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 revenues and expenses 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 stock and supplies inventories, if any, may be partly based on estimates of volume and quality.

The "Opening Assets 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.

(p) Basis of Segmentation / Segment Report:

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

The segments (functions) are as follows:

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

Protective Services: The Protective Services segment 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 items relating to public health services in the municipality.

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.

TOWN OF PENSE
Notes to the Financial Statements
For the year ended December 31, 2021

(q) Budget Information:

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on May 12, 2021.

(r) New Accounting 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 instruments that are quoted in an active market; all other financial instruments can be measured at cost/amortized cost or fair value at the election of the government. Unrealized gains and losses are presented in a new statement of re-measurement gains and losses. There is the requirement to disclose the nature and extent of risks 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 full extent of the impact on adoption of these future standards is not known at this time.

TOWN OF PENSE
Notes to the Financial Statements
For the year ended December 31, 2021

2. Cash and Temporary Investments	2021	2020
Cash	\$ 200	\$ 200
Savings	662,177	949,904
General bank	493,203	286,102
Total Cash and Temporary Investments	\$ 1,155,580	\$ 1,236,206

Cash and temporary investments include balances with banks, redeemable term deposits, and marketable securities and other short-term investments with maturities within the upcoming fiscal cycle.

3. Taxes Receivable	2021	2020
Municipal - Current	\$ 14,536	\$ 22,039
- Arrears	16,552	14,323
	31,088	36,362
- Less Allowance for Uncollectables	-	-
Total Municipal Taxes Receivable	31,088	36,362
School - Current	6,414	6,797
- Arrears	4,396	3,607
Total School Taxes Receivable	10,810	10,404
Other	-	-
Total Taxes Receivable	41,898	46,766
Deduct taxes to be collected on behalf of other organizations	(10,810)	(10,404)
Total Taxes Receivable - Municipal	\$ 31,088	\$ 36,362

4. Other Accounts Receivable	2021	2020
Trade receivables	\$ 2,800	\$ 3,666
GST receivable	17,973	11,396
Other - Federal / Provincial ICIP project, claim 1	8,275	-
Utility accounts receivable	27,787	11,858
Accrued interest	2,891	94
Total Other Accounts Receivable	59,726	27,014
Less Allowance for Uncollectables	-	-
Net Other Accounts Receivable	\$ 59,726	\$ 27,014

TOWN OF PENSE
Notes to the Financial Statements
For the year ended December 31, 2021

5. Land for Resale	2021	2020
Tax title property (municipal share)	\$ 31,458	\$ 12,571
Allowance for market value adjustment	-	-
Net Tax Title Property	31,458	12,571
Other land for resale - subdivisions, cost	178,168	178,168
Sales applied, cumulative	(30,499)	(30,499)
Allowance for market value adjustment	(11,879)	(11,879)
Net Other Land	135,790	135,790
Total Land for Resale	\$ 167,248	\$ 148,361

6. Long-Term Frontages Receivable	2021	2020
Frontage projects forward	\$ 25,360	\$ 115,793
Frontage levy added to tax and grant-in-lieu receivables	(4,996)	(86,415)
Interest component of current frontage levy	1,268	4,435
Early payout upon property sale	-	(8,453)
Total Long Term Frontages Receivable	\$ 21,632	\$ 25,360

As indicated in Note 1(e), capital frontage revenue is recognized in the year in which prepayments are accepted against the local improvement special assessment roll. Those owners choosing not to prepay are instead levied annual frontage installments over the ten years from 2017-2026 (2016 project) and the seven years from 2014-2020 (2014 project), at amounts which include interest at 5% and 4% respectively. This interest is reported as revenue in the year of levy.

7. Accounts Payable	2021	2020
Supplier payables	\$ 45,662	\$ 8,663
Accrued interest	-	1,250
School tax collections	144,697	128,462
Total Accounts Payable	\$ 190,359	\$ 138,375

8. Deferred Revenue	2021	2020
Corporate donations, restricted to recreation project	\$ 26,123	\$ 200
Total Deferred Revenue	\$ 26,123	\$ 200

9. Long-Term Debt

a) The debt limit of the municipality is \$832,102. 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) Debenture capital debt was repayable to Municipal Financing Corporation, annually, at 4.85%

TOWN OF PENSE
Notes to the Financial Statements
For the year ended December 31, 2021

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2021	\$ -	\$ -	\$ -	\$ 34,563
2022	-	-	-	-
2023	-	-	-	-
2024	-	-	-	-
2025	-	-	-	-
Thereafter	-	-	-	-
Balance	\$ -	\$ -	\$ -	\$ 34,563

c) Bank Loan - capital debt: Due to Royal Bank for the purpose of financing a utility infrastructure upgrade and remediation project. The loan was payable in monthly installments of \$4,571, including interest at 3.77%. The liability matured in 2021.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2021	\$ -	\$ -	\$ -	\$ 18,134
2022	-	-	-	-
2023	-	-	-	-
2024	-	-	-	-
2025	-	-	-	-
Thereafter	-	-	-	-
Balance	\$ -	\$ -	\$ -	\$ 18,134

d) Bank Loan - operating debt: Due to Royal Bank for the purpose of financing the unprepaid property owners' share of a local improvement project. The loan was payable in monthly installments of \$6,892, including interest at 3.77%. The liability matured in 2021.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2021	\$ -	\$ -	\$ -	\$ 34,350
2022	-	-	-	-
2023	-	-	-	-
2024	-	-	-	-
2025	-	-	-	-
Thereafter	-	-	-	-
Balance	\$ -	\$ -	\$ -	\$ 34,350

TOWN OF PENSE
Notes to the Financial Statements
For the year ended December 31, 2021

10. 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. Employees and employers each make plan contributions of 9% of salary (subject to an annually adjusted maximum pensionable earnings amount). The municipality's pension expense in 2021 was \$17,207 (2020 - \$14,555). 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.

Every three years, an actuarial valuation is performed to assess the financial position of the plan and the adequacy of plan funding. Any actuarially determined deficiency is the responsibility of the participating employers and employees, which could affect future contribution rates and/or benefits. Contributions to MEPP are not segregated in separate accounts or restricted to provide benefits to the employees of a particular employer. As a result, individual employers are not able to identify their share of the underlying assets and liabilities, and the net pension assets or liabilities for the plan are not recognized in these financial statements. Rather, the plan is accounted for as a defined contribution plan where the contributions are expensed when made.

The most recent available information reports, in total, plan assets of \$3,221,426,000, plan liabilities, including pension obligations, of \$2,382,526,000, and a resulting surplus of \$838,900,000.

11. Related Parties

The financial statements include transactions with related parties. The municipality is related to key management personnel (council and senior management) and their close family members. Transactions with these related parties are in the normal course of operations and are settled on normal trade terms.

12. Fair Value

The fair value of the financial assets and liabilities approximates their carrying value due to their short term nature.

13. Interest Rate Risk

The rural municipality is not exposed to significant interest rate risk of its monetary current assets and current liabilities due to their short term maturity.

14. Credit Risk

The municipality is exposed to credit risk on the accounts receivable. The municipality does not have significant exposure to any individual creditor.

15. COVID-19 Pandemic

The COVID-19 pandemic is complex and continues to evolve. It has caused material disruption to businesses and has resulted in an economic slowdown. The municipality continues to assess and monitor the impact of COVID-19 on its financial condition. The magnitude and duration of COVID-19 is uncertain and, accordingly, it is difficult to reliably measure the potential future impact on the municipality's financial position and operations.

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

Schedule 1

	2021 Budget	2021	2020
TAXES			
General municipal tax levy	\$ 396,164	\$ 396,164	\$ 396,169
Abatements and adjustments	(8,900)	(9,009)	(10,668)
Discount on current year taxes	-	-	-
Net Municipal Taxes	387,264	387,155	385,501
Potash tax share	68,349	68,349	65,809
Trailer license fees	-	-	-
Penalties on tax arrears	8,250	8,254	12,467
Special tax levy	-	-	-
Other -	-	-	-
Total Taxes	463,863	463,758	463,777
UNCONDITIONAL GRANTS			
Revenue Sharing	133,719	133,719	134,919
Organized Hamlet	-	-	-
Other - Safe Restart	-	-	35,017
Total Unconditional Grants	133,719	133,719	169,936
GRANTS IN LIEU OF TAXES			
Federal	-	-	-
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	-	-	-
Central Services	-	-	-
SaskTel	925	926	979
Other -	-	-	-
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	9,153	9,153	8,981
Treaty Land Entitlement	-	-	-
Other -	-	-	-
Other Government Transfers			
S.P.C. Surcharge	-	-	-
SaskEnergy Surcharge	-	-	-
Other -	-	-	-
Total Grants in Lieu of Taxes	10,078	10,079	9,960
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 607,660	\$ 607,556	\$ 643,673

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

Schedule 2-1

	2021 Budget	2021	2020
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 350	\$ 877	\$ 862
- Sales of supplies	-	-	-
- Other - Licences and permits	350	780	592
Total Fees and Charges	700	1,657	1,454
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain	-	-	-
- Interest	2,000	3,942	6,551
- Other - Rentals	4,475	5,890	5,370
Total Other Segmented Revenue	7,175	11,489	13,375
Conditional Grants			
- Federal / FCM - Asset Management Program	-	-	40,000
- Other - Donations	-	-	-
Total Conditional Grants	-	-	40,000
Total Operating	7,175	11,489	53,375
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- Can/Sask Municipal Rural Infrastructure	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total General Government Services	\$ 7,175	\$ 11,489	\$ 53,375

PROTECTIVE SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Other - Fines	\$ -	\$ 545	\$ 883
Total Fees and Charges	-	545	883
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	-	545	883
Conditional Grants			
- Student Employment	-	-	-
- Local Government	-	-	-
- Other - MEEP - fire hydrant updating project	-	-	84,369
Total Conditional Grants	-	-	84,369
Total Operating	-	545	85,252
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- Local Government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total Protective Services	\$ -	\$ 545	\$ 85,252

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

Schedule 2-2

	2021 Budget	2021	2020
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ -	\$ 348	\$ 490
- Sales of supplies	-	270	1,713
- Road maintenance, restoration agreements	-	-	-
- Frontage installment interest	-	-	2,509
- Other -	-	-	-
Total Fees and Charges	-	618	4,712
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	-	618	4,712
Conditional Grants			
- MREP (CTP)	-	-	-
- Student Employment	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	618	4,712
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- MREP (CTP)	-	-	-
- MREP (Heavy Haul)	-	-	-
- MREP (Municipal Bridges)	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total Transportation Services	\$ -	\$ 618	\$ 4,712

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and disposal fees	\$ 500	\$ 674	\$ 643
- Other -	-	-	-
Total Fees and Charges	500	674	643
- Tangible capital asset sales - gain (loss)	-	-	-
- Other - Housing surplus	-	302	180
Total Other Segmented Revenue	500	976	823
Conditional Grants			
- Recycling, Pest Control	-	-	-
- Local Government	-	-	-
- TAPD	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	500	976	823
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- Local Government	-	-	-
- TAPD	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total Environmental and Public Health Services	\$ 500	\$ 976	\$ 823

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

Schedule 2-3

	2021 Budget	2021	2020
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and development charges	\$ -	\$ -	\$ -
- Other -	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total Planning and Development Services	\$ -	\$ -	\$ -

RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Other - Recreation fees	\$ -	\$ -	\$ -
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Federal Government	-	-	-
- Local Government	-	-	-
- Donations	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants and Donations			
- Federal Government	-	-	-
- Provincial Government	-	-	-
- Local Government	-	-	-
- Other - Federal/ Provincial ICIP	-	8,275	-
Total Capital	-	8,275	-
Total Recreation and Cultural Services	\$ -	\$ 8,275	\$ -

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

Schedule 2-4

	2021 Budget	2021	2020
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	\$ 323,500	\$ 353,336	\$ 318,810
- Sewer	41,500	41,528	41,614
- Other - Frontage installment interest	-	1,268	1,927
Total Fees and Charges	365,000	396,132	362,351
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	365,000	396,132	362,351
Conditional Grants			
- Student Employment	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	365,000	396,132	362,351
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	32,500	71,526	51,950
- New Building Canada Fund (SCF, NRP)	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	32,500	71,526	51,950
Total Utility Services	\$ 397,500	\$ 467,658	\$ 414,301

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 405,175	\$ 489,561	\$ 558,463
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SUMMARY

Total Other Segmented Revenue	\$ 372,675	\$ 409,760	\$ 382,144
Total Conditional Grants	-	-	124,369
Total Capital Grants and Contributions	32,500	79,801	51,950

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 405,175	\$ 489,561	\$ 558,463
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TOWN OF PENSE
Schedule of Total Expenses by Function
For the year ended December 31, 2021

Schedule 3-1

	2021 Budget	2021	2020
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 3,550	\$ 3,432	\$ 3,255
Wages and benefits	107,598	106,747	103,612
Professional/Contractual services	39,550	42,062	38,124
Utilities	5,600	5,197	4,903
Maintenance, materials, and supplies	4,300	4,065	5,918
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	7,837	7,837
Interest	-	-	-
Allowance for Uncollectables	-	-	-
Other -	-	-	-
Total General Government Services	\$ 160,598	\$ 169,340	\$ 163,649

PROTECTIVE SERVICES

Police Protection

Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	31,500	31,681	28,273
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Other -	-	-	-

Fire Protection

Wages and benefits	-	-	-
Professional/Contractual services	750	734	770
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions - operating	12,825	9,606	20,881
- capital	25,000	25,000	-
Amortization	-	1,000	1,000
Interest	-	-	-
Other - fire hydrant updating project	69,720	75,433	14,649

Total Protective Services	\$ 139,795	\$ 143,454	\$ 65,573
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TRANSPORTATION SERVICES

Wages and benefits	\$ 58,920	\$ 58,897	\$ 48,489
Council remuneration and travel	-	-	-
Professional/Contractual services	45,300	36,820	23,163
Utilities	13,550	11,417	12,293
Maintenance, materials, and supplies	52,450	46,194	58,642
Gravel	25,000	17,024	17,309
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	72,273	72,273
Interest	325	326	2,934
Other -	-	-	-

Total Transportation Services	\$ 195,545	\$ 242,951	\$ 235,103
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TOWN OF PENSE
Schedule of Total Expenses by Function
For the year ended December 31, 2021

Schedule 3-2

	2021 Budget	2021	2020
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	47,500	51,018	45,418
Utilities	-	-	-
Maintenance, materials, and supplies	1,400	-	366
Grants and contributions - operating	-	-	-
- Waste disposal	-	-	-
- Public health	-	-	-
- capital	-	-	-
- Waste disposal	-	-	-
- Public health	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other - Accrued landfill and/or contaminated sites costs	-	-	-
Total Environmental and Public Health Services	\$ 48,900	\$ 51,018	\$ 45,784

PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	17,000	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	141	141
Interest	-	-	-
Other -	-	-	-
Total Planning and Development Services	\$ 17,000	\$ 141	\$ 141

RECREATION AND CULTURAL SERVICES			
Wages and benefits	\$ 59,630	\$ 57,066	\$ 40,571
Professional/Contractual services	8,570	19,972	8,687
Utilities	6,500	5,638	5,477
Maintenance, materials, and supplies	36,500	12,320	6,353
Grants and contributions - operating	10,000	11,200	8,000
- capital	-	-	-
Amortization	-	150,048	150,048
Interest	-	-	-
Allowance for Uncollectables	-	-	-
Other -	-	-	-
Total Recreation and Cultural Services	\$ 121,200	\$ 256,244	\$ 219,136

TOWN OF PENSE
Schedule of Total Expenses by Function
For the year ended December 31, 2021

Schedule 3-3

	2021 Budget	2021	2020
UTILITY SERVICES			
Wages and benefits	\$ 13,650	\$ 15,397	\$ 11,375
Professional/Contractual services	184,350	215,035	86,465
Utilities	9,400	7,798	9,235
Maintenance, materials, and supplies	13,500	14,727	17,320
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	53,298	53,298
Interest	1,821	570	3,842
Allowance for Uncollectables	-	-	-
Other - Water purchases	190,000	158,679	196,281
Total Utility Services	\$ 412,721	\$ 465,504	\$ 377,816
TOTAL EXPENSES BY FUNCTION	\$ 1,095,759	\$ 1,328,652	\$ 1,107,202

TOWN OF PENSE
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
Revenues (Schedule 2)								
Fees and Charges	\$ 1,657	\$ 545	\$ 618	\$ 674	\$ -	\$ -	\$ 396,132	\$ 399,626
Investment Income and Commissions	3,942	-	-	-	-	-	-	3,942
Other Revenues	5,890	-	-	302	-	-	-	6,192
- Capital	-	-	-	-	-	8,275	71,526	79,801
Total Revenues	11,489	545	618	976	-	8,275	467,658	489,561
Expenses (Schedule 3)								
Wages and Benefits	110,179	-	58,897	-	-	57,066	15,397	241,539
Professional/Contractual Services	42,062	32,415	36,820	51,018	-	19,972	215,035	397,322
Utilities	5,197	-	11,417	-	-	5,638	7,798	30,050
Maintenance, Materials, and Supplies	4,065	-	63,218	-	-	12,320	14,727	94,330
Grants and Contributions	-	34,606	-	-	-	11,200	-	45,806
Amortization	7,837	1,000	72,273	-	141	150,048	53,298	284,597
Interest	-	-	326	-	-	-	570	896
Other	-	75,433	-	-	-	-	158,679	234,112
Total Expenses	169,340	143,454	242,951	51,018	141	256,244	465,504	1,328,652
Surplus (Deficit) by Function	\$ (157,851)	\$ (142,909)	\$ (242,333)	\$ (50,042)	\$ (141)	\$ (247,969)	\$ 2,154	\$ (839,091)

Taxation and Other Unconditional Revenue (Schedule 1)

\$ 607,556

Net Surplus (Deficit)

\$ (231,535)

TOWN OF PENSE
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
Revenues (Schedule 2)								
Fees and Charges	\$ 1,454	\$ 883	\$ 4,712	\$ 643	\$ -	\$ -	\$ 362,351	\$ 370,043
Investment Income and Commissions	6,551	-	-	-	-	-	-	6,551
Other Revenues	5,370	-	-	180	-	-	-	5,550
Grants - Conditional	40,000	84,369	-	-	-	-	-	124,369
- Capital	-	-	-	-	-	-	51,950	51,950
Total Revenues	53,375	85,252	4,712	823	-	-	414,301	558,463
Expenses (Schedule 3)								
Wages and Benefits	106,867	-	48,489	-	-	40,571	11,375	207,302
Professional/Contractual Services	38,124	29,043	23,163	45,418	-	8,687	86,465	230,900
Utilities	4,903	-	12,293	-	-	5,477	9,235	31,908
Maintenance, Materials, and Supplies	5,918	-	75,951	366	-	6,353	17,320	105,908
Grants and Contributions	-	20,881	-	-	-	8,000	-	28,881
Amortization	7,837	1,000	72,273	-	141	150,048	53,298	284,597
Interest	-	-	2,934	-	-	-	3,842	6,776
Other	-	14,649	-	-	-	-	196,281	210,930
Total Expenses	163,649	65,573	235,103	45,784	141	219,136	377,816	1,107,202
Surplus (Deficit) by Function	\$ (110,274)	\$ 19,679	\$ (230,391)	\$ (44,961)	\$ (141)	\$ (219,136)	\$ 36,485	\$ (548,739)

Taxation and Other Unconditional Revenue (Schedule 1)

\$ 643,673

Net Surplus (Deficit)

\$ 94,934

TOWN OF PENSE
Schedule of Tangible Capital Assets by Object
For the year ended December 31, 2021

Schedule 6

	2021						2020		
	General Assets					Infrastructure Assets	General / Infrastructure Assets Under Construction	Total	Total
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets			
Asset Cost									
Opening Asset Costs	\$ 205,700	\$ 22,314	\$ 8,765,713	\$ 37,580	\$ 575,188	\$ 4,369,559	\$ -	\$ 13,976,054	\$ 13,976,054
Additions during the year	-	-	40,781	-	12,206	-	29,097	82,084	-
Disposals and write downs during the year	-	-	-	-	-	-	-	-	-
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
Closing Asset Costs	\$ 205,700	\$ 22,314	\$ 8,806,494	\$ 37,580	\$ 587,394	\$ 4,369,559	\$ 29,097	\$ 14,058,138	\$ 13,976,054
Accumulated Amortization									
Opening Accum. Amort. Cost	\$ -	\$ 8,471	\$ 2,254,593	\$ 15,558	\$ 485,021	\$ 1,266,389	\$ -	\$ 4,030,032	\$ 3,745,435
Add: Amortization taken	-	1,116	175,314	3,758	17,260	87,149	-	284,597	284,597
Less: Accum. Amort. on Disposals	-	-	-	-	-	-	-	-	-
Closing Accumulated Amort.	\$ -	\$ 9,587	\$ 2,429,907	\$ 19,316	\$ 502,281	\$ 1,353,538	\$ -	\$ 4,314,629	\$ 4,030,032
Net Book Value	\$ 205,700	\$ 12,727	\$ 6,376,587	\$ 18,264	\$ 85,113	\$ 3,016,021	\$ 29,097	\$ 9,743,509	\$ 9,946,022

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

TOWN OF PENSE
Schedule of Tangible Capital Assets by Function
For the year ended December 31, 2021

Schedule 7

	2021							Total	2020 Total
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer		
Asset Cost									
Opening Asset Costs	\$ 378,678	\$ 107,114	\$ 2,572,983	\$ 9,754	\$ 2,815	\$ 7,783,786	\$ 3,120,924	\$ 13,976,054	\$ 13,976,054
Additions during the year	24,414	-	-	-	-	19,589	38,081	82,084	-
Disposals and write-downs during the year	-	-	-	-	-	-	-	-	-
Closing Asset Costs	\$ 403,092	\$ 107,114	\$ 2,572,983	\$ 9,754	\$ 2,815	\$ 7,803,375	\$ 3,159,005	\$ 14,058,138	\$ 13,976,054
Accumulated Amortization									
Opening Accum. Amort. Costs	\$ 97,173	\$ 103,112	\$ 564,886	\$ 9,751	\$ 705	\$ 2,134,338	\$ 1,120,067	\$ 4,030,032	\$ 3,745,435
Add: Amortization taken	7,837	1,000	72,273	-	141	150,048	53,298	284,597	284,597
Less: Accum. Amort. on Disposals	-	-	-	-	-	-	-	-	-
Closing Accumulated Amortization	\$ 105,010	\$ 104,112	\$ 637,159	\$ 9,751	\$ 846	\$ 2,284,386	\$ 1,173,365	\$ 4,314,629	\$ 4,030,032
Net Book Value	\$ 298,082	\$ 3,002	\$ 1,935,824	\$ 3	\$ 1,969	\$ 5,518,989	\$ 1,985,640	\$ 9,743,509	\$ 9,946,022

TOWN OF PENSE
Schedule of Accumulated Surplus
For the year ended December 31, 2021

Schedule 8

	2020	Changes	2021
UNAPPROPRIATED SURPLUS	\$ 1,048,541	\$ 45,498	\$ 1,094,039
APPROPRIATED RESERVES			
Transportation Equipment Reserve	20,920	-	20,920
Planning & Development Reserve	-	17,000	17,000
Utility Reserve	197,722	(144,217)	53,505
Total Appropriated	218,642	(127,217)	91,425
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible Capital Assets (Schedule 6, 7)	9,946,022	(202,513)	9,743,509
Less: Related debt	(52,697)	52,697	-
Net Investment in Tangible Capital Assets	9,893,325	(149,816)	9,743,509
OTHER	-	-	-
Total Accumulated Surplus	\$ 11,160,508	\$ (231,535)	\$ 10,928,973

TOWN OF PENSE
Schedule of Mill Rates and Assessments
For the year ended December 31, 2021

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	\$ 263,065	\$ 44,083,600	\$ 1,909,360	\$ -	\$ 1,393,235	\$ -	\$ 47,649,260
Regional Park Assessment							-
Total Assessment							47,649,260
Mill Rate Factor(s)	1.820	0.997	0.997	-	1.000		
Total Base/Minimum Tax	4,070	164,160	-	-	13,550		181,780
Total Municipal Tax Levy	\$ 5,557	\$ 363,144	\$ 8,719	\$ -	\$ 18,744		\$ 396,164

MILL RATES:

MILLS

Average Municipal*	8.314
Average School*	4.510
Potash Mill Rate	-
Uniform Municipal Mill Rate	4.580

* 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).

TOWN OF PENSE
Schedule of Council Remuneration
For the year ended December 31, 2021

Schedule 10

Name	Remuneration	Travel and other Costs	Total
Botkin, B	\$ 810	\$ -	\$ 810
DesRosiers, A	616	-	616
LeBlanc, M	594	-	594
Lovell, K	616	-	616
Neumann, A	594	-	594
Total	\$ 3,230	\$ -	\$ 3,230