

**RURAL MUNICIPALITY OF PRAIRIE ROSE
NO. 309**

Auditor's Report

Financial Statements

December 31, 2021

MANAGEMENT'S RESPONSIBILITY

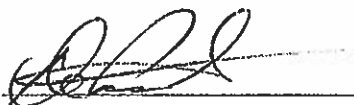
To the Ratepayers of
Rural Municipality of Prairie Rose No. 309 :

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

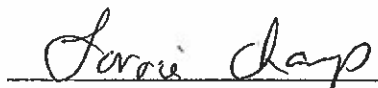
In discharging its responsibilities for the integrity and fair presentation of the financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately recorded, that assets are properly accounted for and safeguarded, and that financial records are properly maintained to provide reliable information for the preparation of the 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 the administration and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the Municipality's external auditors.

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



Reeve



Administrator

INDEPENDENT AUDITOR'S REPORT

To the Reeve and Council of Rural Municipality of Prairie Rose No. 309

Report on the Financial Statements

Opinion

We have audited the financial statements of **Rural Municipality of Prairie Rose No. 309**, which comprise the statement of financial position as at **December 31, 2021** and the statements of financial activities, changes in net financial assets, and changes in financial position for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

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

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Rural 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 these 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 Rural Municipality's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and the use of the going concern basis of accounting unless management either intends to liquidate the Rural Municipality or cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibility for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Rural 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 Rural 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 auditor's report to the related disclosures in the financial statements, or if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Rural 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.

Saskatoon, Saskatchewan
April 26, 2022

Chartered Professional Accountants

RURAL MUNICIPALITY OF PRAIRIE ROSE NO. 309

Statement 1

STATEMENT OF FINANCIAL POSITION

December 31, 2021
with comparative figures for 2020

	<u>2021</u>	<u>2020</u>
<u>ASSETS</u>		
Financial assets:		
Cash and temporary investments (Note 2)	\$ 3,068,902	2,686,224
Taxes receivable - Municipal (Note 3)	29,829	52,362
Other accounts receivable (Note 4)	151,140	202,914
Land for re-sale (Note 5)	2	2
Long-term investments (Note 6)	79,033	73,166
Other	<u>-</u>	<u>-</u>
Total financial assets	3,328,906	3,014,668
<u>LIABILITIES</u>		
Bank indebtedness (Note 7)	-	-
Accounts payable	259,529	248,752
Accrued liabilities payable	-	-
Deposits	1,000	1,000
Deferred revenue	-	-
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Long-term debt (Note 8)	182,122	-
Lease obligations	<u>-</u>	<u>-</u>
Total liabilities	<u>442,651</u>	<u>249,752</u>
NET FINANCIAL ASSETS (DEBT)	2,886,255	2,764,916
Non-financial assets:		
Tangible capital assets (Schedule 6, 7)	16,991,640	17,417,655
Prepaid and deferred charges	4,152	2,117
Stock and supplies	<u>85,645</u>	<u>40,534</u>
Total non-financial assets	<u>17,081,437</u>	<u>17,460,306</u>
Accumulated Surplus (Deficit) (Schedule 8)	<u>\$ 19,967,692</u>	<u>20,225,222</u>

Contingent Liabilities (Note 9)

APPROVED ON BEHALF OF COUNCIL:

_____ Reeve
_____ Councillor

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF PRAIRIE ROSE NO. 309

Statement 2

STATEMENT OF FINANCIAL ACTIVITIES

Year ended December 31, 2021
with comparative figures for 2020

		<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
Revenues:				
Taxes and other unconditional revenue	(Schedule 1)	\$ 1,384,440	1,376,743	1,303,738
Fees and charges	(Schedule 4, 5)	207,820	249,145	258,834
Conditional grants	(Schedule 4, 5)	47,230	47,630	48,463
Tangible capital asset sales - gain (loss)	(Schedule 4, 5)	-	1,250	(12,987)
Land sales - gain (loss)	(Schedule 4, 5)	-	-	-
Investment income and commissions	(Schedule 4, 5)	10,100	34,442	51,907
Restructurings	(Schedule 4, 5)	-	-	-
Other revenues	(Schedule 4, 5)	<u>99,140</u>	<u>102,862</u>	<u>116,952</u>
Total Revenues		<u>1,748,730</u>	<u>1,812,072</u>	<u>1,766,907</u>
Expenditures:				
General government services	(Schedule 3)	297,780	298,360	313,837
Protective services	(Schedule 3)	14,510	14,677	18,857
Transportation services	(Schedule 3)	1,057,730	1,611,350	2,017,544
Environmental and public health services	(Schedule 3)	53,670	71,297	79,415
Planning and development services	(Schedule 3)	122,040	86,106	104,049
Recreation and cultural services	(Schedule 3)	14,270	14,619	14,269
Utility services	(Schedule 3)	-	-	-
Restructurings	(Schedule 3)	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures		<u>1,560,000</u>	<u>2,096,409</u>	<u>2,547,971</u>
Surplus (deficit) of revenues over expenditures before other capital contributions		<u>188,730</u>	<u>(284,337)</u>	<u>(781,064)</u>
Provincial/Federal capital grants and contributions	(Schedule 4, 5)	<u>19,470</u>	<u>26,807</u>	<u>77,690</u>
Surplus (deficit) of revenues over expenditures		208,200	(257,530)	(703,374)
Accumulated surplus (deficit), beginning of year		<u>20,225,222</u>	<u>20,225,222</u>	<u>20,928,596</u>
Accumulated surplus (deficit), end of year		<u>\$ 20,433,422</u>	<u>19,967,692</u>	<u>20,225,222</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF PRAIRIE ROSE NO. 309

Statement 3

STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
Surplus (deficit)	\$ <u>208,200</u>	<u>(257,530)</u>	<u>(703,374)</u>
(Acquisition) of tangible capital assets	(23,500)	(206,451)	(88,705)
Amortization of tangible capital assets	-	629,716	668,532
Proceeds on disposal of tangible capital assets	-	4,000	-
Loss (gain) on disposal of tangible capital assets	-	(1,250)	12,987
Transfer of assets/liabilities in restructuring transactions	<u>-</u>	<u>-</u>	<u>-</u>
Surplus (deficit) of capital expenses over expenditures	<u>(23,500)</u>	<u>426,015</u>	<u>592,814</u>
(Acquisition) of supplies inventories	-	(212,059)	(11,153)
(Acquisition) of prepaid expenses	-	(4,154)	(2,117)
Consumption of supplies inventories	-	166,949	21,582
Use of prepaid expenses	<u>-</u>	<u>2,118</u>	<u>1,898</u>
Surplus (deficit) of expenses of other non-financial over expenditures	<u>-</u>	<u>(47,146)</u>	<u>10,210</u>
Increase (decrease) in Net Financial Assets	184,700	121,339	(100,350)
Net Financial Assets (Debt) - Beginning of the year	<u>2,764,916</u>	<u>2,764,916</u>	<u>2,865,266</u>
Net Financial Assets (Debt) - End of year	\$ <u>2,949,616</u>	<u>2,886,255</u>	<u>2,764,916</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF PRAIRIE ROSE NO. 309

Statement 4

STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 2021
with comparative figures for 2020

Cash provided by (used in) the following activities:	<u>2021</u>	<u>2020</u>
Operating:		
Surplus (deficit)	\$ (257,530)	(703,374)
Amortization	629,716	668,532
Loss (gain) on disposal of tangible capital assets	<u>(1,250)</u>	<u>12,987</u>
	370,936	(21,855)
Change in assets/liabilities		
Taxes receivable - Municipal	22,534	(28,906)
Other accounts receivable	51,774	(118,261)
Land for re-sale	-	-
Other financial assets	-	-
Accounts and accrued liabilities payable	10,775	(17,833)
Deposits	-	-
Deferred revenue	-	(106,507)
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Stock and supplies	(45,110)	10,429
Prepayments and deferred charges	(2,035)	(220)
Other	<u>-</u>	<u>-</u>
Net cash from (used for) operations	<u>408,874</u>	<u>(283,153)</u>
Capital:		
Acquisition of capital assets	(206,451)	(88,705)
Proceeds from the disposal of capital assets	4,000	-
Other capital	<u>-</u>	<u>-</u>
Net cash used for capital	<u>(202,451)</u>	<u>(88,705)</u>
Investing:		
Long-term investments	(5,867)	(4,806)
Other investments	<u>-</u>	<u>-</u>
Net cash used for investing	<u>(5,867)</u>	<u>(4,806)</u>
Financing activities:		
Debt charges recovered	-	-
Long-term debt issued	194,224	-
Long-term debt repaid	(12,102)	-
Other financing	<u>-</u>	<u>-</u>
Net cash from financing	<u>182,122</u>	<u>-</u>
Increase (decrease) in cash resources	382,678	(376,664)
Cash and temporary investments, beginning of year	<u>2,686,224</u>	<u>3,062,888</u>
Cash and temporary investments, end of year (Note 2)	<u>\$ 3,068,902</u>	<u>2,686,224</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF PRAIRIE ROSE NO. 309

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES

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

(a) Basis of Accounting

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

(b) Reporting Entity

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

(c) Collection of funds for other authorities

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

(d) Government Transfers

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

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

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

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

(e) Deferred Revenue - Fees and Charges

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

(f) Local Improvement Charges

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

RURAL MUNICIPALITY OF PRAIRIE ROSE NO. 309

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(g) Net-Financial Assets

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

(h) Non-Financial Assets

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

(i) Appropriated Reserves

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

(j) Property Tax Revenue

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

(k) Investments

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

Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment. The long-term investments in the Saskatchewan Association of Rural Municipalities - Self Insurance Fund are accounted for on the equity basis.

(l) Inventories

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

RURAL MUNICIPALITY OF PRAIRIE ROSE NO. 309

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(m) Tangible Capital Assets

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

<u>Asset</u>	<u>Useful Life</u>
<i>General Assets</i>	
Land	Indefinite
Land improvements	5 to 20 years
Buildings	10 to 5 years
Vehicles and equipment	
Vehicles	5 to 10 years
Machinery & Equipment	5 to 25 years
<i>Infrastructure Assets</i>	
Water and sewer	8 to 75 years
Road network assets	8 to 40 years

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

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

(n) Landfill liability

The Rural Municipality of Prairie Rose No. 309 does not maintain a waste disposal site. The Municipality has an agreement to cover half of any costs associated with decommissioning the Village of Jansen's landfill, which was closed in 2018. The Ministry of Environment will provide a decommissioning plan once three years of ground water monitoring has been completed. Due to the uncertain nature of the amount, no amount has been recorded as an asset or liability.

RURAL MUNICIPALITY OF PRAIRIE ROSE NO. 309

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(o) Liability for contaminated sites

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

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

The Municipality does not have any contaminated sites.

(p) Employee benefit plans

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

(q) Measurement Uncertainty

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

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

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

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

(r) Basis of Segmentation/Segment Report

The 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 borrowing.

These segments (functions) are as follows:

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

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

RURAL MUNICIPALITY OF PRAIRIE ROSE NO. 309

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

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

Environmental and Public Health: The environmental segment provides waste disposal and other environmental services. The public health segment provides for expenses related to public health services in the 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 the delivery of water, collecting and treating of wastewater and providing collection and disposal of solid waste.

2. CASH AND TEMPORARY INVESTMENTS

	<u>2021</u>	<u>2020</u>
Cash	\$ 3,068,902	1,115,712
Temporary investments	<u>-</u>	<u>1,570,512</u>
	<u>\$ 3,068,902</u>	<u>2,686,224</u>

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

	<u>2021</u>	<u>2020</u>
Municipal: - Current	\$ 26,487	47,322
- Arrears	<u>3,342</u>	<u>5,040</u>
	29,829	52,362
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Total municipal taxes receivable	<u>29,829</u>	<u>52,362</u>
School: - Current	5,344	8,972
- Arrears	<u>200</u>	<u>740</u>
Total school taxes receivable	<u>5,544</u>	<u>9,712</u>
Other: - Current	11,792	11,816
- Arrears	<u>-</u>	<u>-</u>
Total other collections receivable	<u>11,792</u>	<u>11,816</u>
Total taxes and grants in lieu receivable	47,165	73,890
Deduct taxes receivable to be collected on behalf of other organizations	<u>(17,336)</u>	<u>(21,528)</u>
Total taxes receivable - Municipal	<u>\$ 29,829</u>	<u>52,362</u>

RURAL MUNICIPALITY OF PRAIRIE ROSE NO. 309

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

4. OTHER ACCOUNTS RECEIVABLE

	<u>2021</u>	<u>2020</u>
Federal government	\$ 7,226	9,137
Provincial government	70,323	40,590
Local government	-	37,717
Utility	-	-
Trade	73,591	115,470
Other	<u>-</u>	<u>-</u>
Total other accounts receivable	151,140	202,914
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Net other accounts receivable	<u>\$ 151,140</u>	<u>202,914</u>

5. LAND FOR RESALE

	<u>2021</u>	<u>2020</u>
Tax title property	\$ 720	720
Less: - allowance for market value adjustment	(528)	(528)
- due to other taxing authorities	<u>(190)</u>	<u>(190)</u>
Net tax title Property	<u>2</u>	<u>2</u>
Other land	-	-
Less: - allowance for market value adjustment	<u>-</u>	<u>-</u>
Net other land	<u>-</u>	<u>-</u>
Total land for resale	<u>\$ 2</u>	<u>2</u>

6. LONG-TERM INVESTMENTS

	<u>2021</u>	<u>2020</u>
Sask. Assoc. of Rural Municipalities - Self-insurance fund	\$ 79,007	73,140
Other long term investments:		
Leroy Co-op shares	1	1
Access Credit Union shares	<u>25</u>	<u>25</u>
Total long term investments	<u>\$ 79,033</u>	<u>73,166</u>

7. BANK INDEBTEDNESS

Credit Arrangements

At December 31, 2021, the Municipality had a line of credit totaling \$100,000, none of which was drawn.

RURAL MUNICIPALITY OF PRAIRIE ROSE NO. 309

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

8. LONG-TERM DEBT

The authorized debt limit for the Municipality is \$1,288,641. The authorized 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)). The incremental debt above the debt limit authorized in the *Municipalities Act* is approved by the Saskatchewan Municipal Board.

Bank loans:

	<u>2021</u>	<u>2020</u>
Accent Credit Union commercial loan payable in monthly instalments of \$3,466 including interest at 2.85%, maturing August 2022 with a final payment of \$161,112. Secured by 2021 Fendt 512 and 2020 Fendt 524 with net book value of 206,451.	\$ <u>182,122</u>	<u>-</u>

Future principal and interest payments are as follows:

	<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Current Total</u>
	2022	\$ 182,122	3,257	185,379
	2023	-	-	-
	2024	-	-	-
	2025	-	-	-
	2026	-	-	-
	Thereafter	<u>-</u>	<u>-</u>	<u>-</u>
	Balance	\$ <u>182,122</u>	<u>3,257</u>	<u>185,379</u>

9. CONTINGENT LIABILITIES

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

10. PENSION PLAN

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality pension expense in 2021 was \$39,572 (2020 - \$38,601). The benefits accrued to the municipality's employees from MEPP are calculated using the following: pensionable years of service, highest average salary, and the plan accrual rate.

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

RURAL MUNICIPALITY OF PRAIRIE ROSE NO. 309

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

11. RECENT ACCOUNTING PRONOUNCEMENTS

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

Standards Effective On Or After April 1, 2022

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

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

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

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

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

Standards Effective On Or After April 1, 2023

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

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

RURAL MUNICIPALITY OF PRAIRIE ROSE NO. 309

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2021

12. BUDGET

The Financial Plan (Budget) adopted by Council on July 21, 2021, was not prepared on a basis consistent with that used to report actual results. The budget was prepared on a modified accrual basis while Public Sector Accounting Standards require a full accrual basis. The budget expensed all tangible capital expenditures rather than including amortization expense. As a result, the budget figures presented in the statements of operations and change in net financial assets include the following adjustments:

	<u>2021</u>
Budget net surplus approved by Council	\$ 184,700
Add: Investment in tangible capital assets	<u>23,500</u>
Budget surplus per statement of operations	<u>\$ 208,200</u>

RURAL MUNICIPALITY OF PRAIRIE ROSE NO. 309

SCHEDULE OF TAXES AND OTHER UNCONDITIONAL REVENUES

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
TAXES			
General municipal tax levy	\$ 1,068,360	1,063,453	975,897
Abatements and adjustments	-	(4,270)	(926)
Discount on current year taxes	-	-	-
Net municipal taxes	<u>1,068,360</u>	<u>1,059,183</u>	<u>974,971</u>
Potash tax share	123,460	123,459	128,465
Trailer license fees	-	-	-
Penalties on tax arrears	1,310	2,732	1,341
Special tax levy	-	-	-
Other	-	-	-
Total Taxes	<u>1,193,130</u>	<u>1,185,374</u>	<u>1,104,777</u>
UNCONDITIONAL GRANTS			
Revenue sharing	190,420	190,415	174,138
Organized Hamlet	-	-	-
Other (Safe Restart)	-	-	13,124
Total Unconditional Grants	<u>190,420</u>	<u>190,415</u>	<u>187,262</u>
GRANTS IN LIEU OF TAXES			
Federal	-	-	-
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	-	-	-
Central Services	-	-	-
Sasktel	-	-	-
Other (Provincial Parks)	890	954	893
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other (Provincial University of Saskatchewan)	-	-	10,806
Other Government Transfers			
S.P.C. Surcharge	-	-	-
Other	-	-	-
Total Grants in Lieu of Taxes	<u>890</u>	<u>954</u>	<u>11,699</u>
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	<u>\$ 1,384,440</u>	<u>1,376,743</u>	<u>1,303,738</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF PRAIRIE ROSE NO. 309
SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ -	-	-
Sales of supplies	170	357	210
Other (General office services, rentals, tax certificates, permits)	7,630	6,461	9,931
Total Fees and Charges	7,800	6,818	10,141
Tangible capital asset sales - gain (loss)	-	-	-
Land sales - gain (loss)	-	-	-
Investment income and commissions	10,100	34,442	51,907
Other (Admin costs recovered from Village of Jansen)	28,000	30,680	29,074
Total other segmented revenue	45,900	71,940	91,122
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	<u>45,900</u>	<u>71,940</u>	<u>91,122</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Provincial Disaster Assistance	-	-	-
Other (Donation)	-	-	3,600
Total Capital	<u>-</u>	<u>-</u>	<u>3,600</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total General Government Services	<u>45,900</u>	<u>71,940</u>	<u>94,722</u>
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Other fees and charges	-	-	-
Total Fees and Charges	-	-	-
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	-	-	-
Conditional Grants			
Student employment	-	-	-
Local government	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	<u>-</u>	<u>-</u>	<u>-</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Provincial Disaster Assistance	-	-	-
Local government	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Protective Services	<u>-</u>	<u>-</u>	<u>-</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF PRAIRIE ROSE NO. 309
SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ 2,500	225	5,596
Sales of supplies	-	-	-
Road maintenance and restoration agreements	197,370	242,051	236,930
Frontage	-	-	-
Other	-	-	-
Total Fees and Charges	<u>199,870</u>	<u>242,276</u>	<u>242,526</u>
Tangible capital asset sales - gain (loss)	-	1,250	(12,987)
Other (SGI rebate)	-	1,000	-
Total other segmented revenue	<u>199,870</u>	<u>244,526</u>	<u>229,539</u>
Conditional Grants			
Primary Weight Corridor	40,590	40,590	40,590
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	<u>40,590</u>	<u>40,590</u>	<u>40,590</u>
Total Operating	<u>240,460</u>	<u>285,116</u>	<u>270,129</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	19,470	26,807	19,470
MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	31,620
Provincial Disaster Assistance	-	-	-
Other (Donation)	-	-	23,000
Total Capital	<u>19,470</u>	<u>26,807</u>	<u>74,090</u>
Restructuring Revenue	-	-	-
Total Transportation Services	<u>259,930</u>	<u>311,923</u>	<u>344,219</u>
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Waste and Disposal Fees	-	-	-
Other (Sale of Pest Control Products)	150	51	6,167
Total Fees and Charges	<u>150</u>	<u>51</u>	<u>6,167</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other (Sale of well tokens)	1,140	2,120	1,345
Total other segmented revenue	<u>1,290</u>	<u>2,171</u>	<u>7,512</u>
Conditional Grants			
Student employment	-	-	-
TAPD	-	-	-
Local government	-	-	-
Other (Invasive Plant, Rat, and Beaver Control)	6,640	7,040	7,873
Total Conditional Grants	<u>6,640</u>	<u>7,040</u>	<u>7,873</u>
Total Operating	<u>7,930</u>	<u>9,211</u>	<u>15,385</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
TAPD	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	-	-	-
Total Environmental and Public Health Services Services	<u>7,930</u>	<u>9,211</u>	<u>15,385</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF PRAIRIE ROSE NO. 309
SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
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 (MSMA cost recovery)	70,000	69,062	86,533
Total other segmented revenue	<u>70,000</u>	<u>69,062</u>	<u>86,533</u>
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	<u>70,000</u>	<u>69,062</u>	<u>86,533</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Planning and Development Services	<u>70,000</u>	<u>69,062</u>	<u>86,533</u>
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Sales of supplies	-	-	-
Other	-	-	-
Total Fees and Charges	-	-	-
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	-	-	-
Conditional Grants			
Student employment	-	-	-
Local government	-	-	-
Donations	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Local government	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Recreation and Cultural Services	-	-	-

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF PRAIRIE ROSE NO. 309
SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Water	\$ -	-	-
Sewer	-	-	-
Other	-	-	-
Total Fees and Charges	<u>-</u>	<u>-</u>	<u>-</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	<u>-</u>	<u>-</u>	<u>-</u>
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>-</u>	<u>-</u>	<u>-</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
New Building Canada Fund (SCF, NRP)	-	-	-
Clean Water and Wastewater Fund	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Utility Services	<u>-</u>	<u>-</u>	<u>-</u>
 TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	 \$ 383,760	 462,136	 540,859
 SUMMARY			
Total Other Segmented Revenue	\$ 317,060	387,699	414,706
Total Conditional Grants	47,230	47,630	48,463
Total Capital Grants and Contributions	19,470	26,807	77,690
Restructuring Revenue	-	-	-
TOTAL REVENUE BY FUNCTION	\$ 383,760	462,136	540,859

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF PRAIRIE ROSE NO. 309

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 34,600	33,293	34,003
Wages and benefits	159,650	164,374	150,841
Professional/Contractual services	79,640	72,710	101,459
Utilities	11,120	9,412	10,451
Maintenance, materials, and supplies	12,770	14,747	13,331
Grants and contributions	-	72	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	3,752	3,752
Interest	-	-	-
Allowance for uncollectibles	-	-	-
General Government Services	<u>297,780</u>	<u>298,360</u>	<u>313,837</u>
Restructuring	-	-	-
Total General Government Services	<u>297,780</u>	<u>298,360</u>	<u>313,837</u>
PROTECTIVE SERVICES			
Police protection			
Wages and benefits	-	-	-
Professional/Contractual services	10,600	10,881	10,596
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Fire protection			
Wages and benefits	-	-	-
Professional/Contractual services	210	101	4,566
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions	-	-	-
-operating	-	-	-
-capital	3,700	3,695	3,695
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Protective Services	<u>14,510</u>	<u>14,677</u>	<u>18,857</u>
Restructuring	-	-	-
Total Protective Services	<u>14,510</u>	<u>14,677</u>	<u>18,857</u>
TRANSPORTATION SERVICES			
Council remuneration and travel	1,250	122	941
Wages and benefits	341,540	336,465	315,525
Professional/Contractual services	251,890	238,071	586,172
Utilities	13,160	12,708	13,887
Maintenance, materials, and supplies	207,500	221,094	226,586
Gravel	240,000	179,628	209,582
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	621,218	664,416
Interest	-	1,761	-
Other (Maintenance)	2,390	283	435
Transportation Services	<u>1,057,730</u>	<u>1,611,350</u>	<u>2,017,544</u>
Restructuring	-	-	-
Total Transportation Services	<u>1,057,730</u>	<u>1,611,350</u>	<u>2,017,544</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF PRAIRIE ROSE NO. 309

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	\$ -	-	-
Professional/Contractual services	38,870	46,923	58,186
Utilities	500	677	568
Maintenance, materials, and supplies	1,300	10,429	8,390
Grants and contributions			
-operating	-	-	-
Waste disposal	-	-	-
Public health	13,000	12,906	11,906
-capital	-	-	-
Waste disposal	-	-	-
Public health	-	-	-
Amortization	-	362	365
Interest	-	-	-
Other	-	-	-
Environmental and Public Health Services	<u>53,670</u>	<u>71,297</u>	<u>79,415</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Environmental and Public Health Services	<u>53,670</u>	<u>71,297</u>	<u>79,415</u>
PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	84,040	65,784	83,808
Professional/Contractual services	13,000	15,938	20,241
Grants and contributions			
-operating	-	-	-
-capital	-	-	-
Amortization	-	4,384	-
Interest	-	-	-
Other (Contracted other services)	25,000	-	-
Planning and Development Services	<u>122,040</u>	<u>86,106</u>	<u>104,049</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Planning and Development Services	<u>122,040</u>	<u>86,106</u>	<u>104,049</u>
RECREATION AND CULTURAL SERVICES			
Wages and benefits	-	-	-
Professional/Contractual services	-	-	-
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions			
-operating	14,270	14,619	14,269
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	-	-
Recreation and Cultural Services	<u>14,270</u>	<u>14,619</u>	<u>14,269</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Recreation and Cultural Services	<u>14,270</u>	<u>14,619</u>	<u>14,269</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF PRAIRIE ROSE NO. 309

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
UTILITY SERVICES			
Wages and benefits	\$ -	-	-
Professional/Contractual services	-	-	-
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	-	-
Utility Services	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Utility Services	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES BY FUNCTION	<u>\$ 1,560,000</u>	<u>2,096,409</u>	<u>2,547,971</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF PRAIRIE ROSE NO. 309

SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2021

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and charges	\$ 6,818	-	242,276	51	-	-	-	249,145
Tangible capital asset sales - Gain (loss)	-	-	1,250	-	-	-	-	1,250
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Investment income and commissions	34,442	-	-	-	-	-	-	34,442
Other revenues	30,680	-	1,000	2,120	69,062	-	-	102,862
Grants - Conditional	-	-	40,590	7,040	-	-	-	47,630
Grants - Capital	-	-	26,807	-	-	-	-	26,807
Restructurings	-	-	-	-	-	-	-	-
Total revenues	<u>71,940</u>	<u>-</u>	<u>311,923</u>	<u>9,211</u>	<u>69,062</u>	<u>-</u>	<u>-</u>	<u>462,136</u>
Expenses (Schedule 3)								
Wages & Benefits	197,667	-	336,587	-	65,784	-	-	600,038
Professional/Contractual Services	72,710	10,982	238,071	46,923	15,938	-	-	384,624
Utilities	9,412	-	12,708	677	-	-	-	22,797
Maintenance, materials and supplies	14,747	-	400,722	10,429	-	-	-	425,898
Grants and contributions	72	3,695	-	12,906	-	14,619	-	31,292
Amortization	3,752	-	621,218	362	4,384	-	-	629,716
Interest	-	-	1,761	-	-	-	-	1,761
Allowance for uncollectibles	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Restructurings	-	-	283	-	-	-	-	283
Total expenses	<u>298,360</u>	<u>14,677</u>	<u>1,611,350</u>	<u>71,297</u>	<u>86,106</u>	<u>14,619</u>	<u>-</u>	<u>2,096,409</u>
Surplus (deficit) by function	(226,420)	(14,677)	(1,299,427)	(62,086)	(17,044)	(14,619)	-	(1,634,273)
Taxation and other unconditional revenue (Schedule 1)								<u>1,376,743</u>
Net Surplus (Deficit)								<u>\$ (257,530)</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF PRAIRIE ROSE NO. 309

SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2020

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and charges	\$ 10,141	-	242,526	6,167	-	-	-	258,834
Tangible capital asset sales - Gain (loss)	-	-	(12,987)	-	-	-	-	(12,987)
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Investment income and commissions	51,907	-	-	-	-	-	-	-
Other revenues	29,074	-	-	1,345	86,533	-	-	51,907
Grants - Conditional	-	-	40,590	7,873	-	-	-	116,952
Grants - Capital	3,600	-	74,090	-	-	-	-	48,463
Restructurings	-	-	-	-	-	-	-	77,690
Total revenues	<u>94,722</u>	<u>-</u>	<u>344,219</u>	<u>15,385</u>	<u>86,533</u>	<u>-</u>	<u>-</u>	<u>540,859</u>
Expenses (Schedule 3)								
Wages & Benefits	184,844	-	316,466	-	83,808	-	-	585,118
Professional/Contractual Services	101,459	15,162	586,172	58,186	20,241	-	-	781,220
Utilities	10,451	-	13,887	568	-	-	-	24,906
Maintenance, materials and supplies	13,331	-	436,168	8,390	-	-	-	457,889
Grants and contributions	-	3,695	-	11,906	-	14,269	-	29,870
Amortization	3,752	-	664,416	365	-	-	-	668,533
Interest	-	-	-	-	-	-	-	-
Allowance for uncollectibles	-	-	-	-	-	-	-	-
Other	-	-	435	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	435
Total expenses	<u>313,837</u>	<u>18,857</u>	<u>2,017,544</u>	<u>79,415</u>	<u>104,049</u>	<u>14,269</u>	<u>-</u>	<u>2,547,971</u>
Surplus (deficit) by function	(219,115)	(18,857)	(1,673,325)	(64,030)	(17,516)	(14,269)	-	(2,007,112)
Taxation and other unconditional revenue (Schedule 1)								<u>1,303,738</u>
Net Surplus (Deficit)								<u>\$ (703,374)</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF PRAIRIE ROSE NO. 309

SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT

Year ended December 31, 2021
with comparative figures for 2020

	2021							2020		
	General Assets					Infrastructure Assets	General / Infrastructure Assets Under Construction		Total	Total
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets	Total			
Asset cost										
Opening asset costs	\$ 100,667	-	958,577	-	1,304,195	20,897,631	-	23,261,070	23,198,339	
Additions during the year	-	-	-	-	206,451	-	-	206,451	88,706	
Disposals and write-downs during the year	-	-	-	-	(5,500)	-	-	(5,500)	(25,975)	
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-	
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-	
Closing asset costs	<u>100,667</u>	<u>-</u>	<u>958,577</u>	<u>-</u>	<u>1,505,146</u>	<u>20,897,631</u>	<u>-</u>	<u>23,462,021</u>	<u>23,261,070</u>	
Accumulated amortization cost										
Opening accumulated amortization costs	-	-	194,658	-	575,193	5,073,564	-	5,843,415	5,187,870	
Add: Amortization taken	-	-	23,964	-	115,187	490,565	-	629,716	668,532	
Less: Accumulated amortization on disposals	-	-	-	-	(2,750)	-	-	(2,750)	(12,987)	
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-	
Closing accumulated amortization costs	<u>-</u>	<u>-</u>	<u>218,622</u>	<u>-</u>	<u>687,630</u>	<u>5,564,129</u>	<u>-</u>	<u>6,470,381</u>	<u>5,843,415</u>	
Net book value	<u>\$ 100,667</u>	<u>-</u>	<u>739,955</u>	<u>-</u>	<u>817,516</u>	<u>15,333,502</u>	<u>-</u>	<u>16,991,640</u>	<u>17,417,655</u>	

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

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF PRAIRIE ROSE NO. 309

SCHEDULE OF TANGIBLE CAPITAL ASSETS BY FUNCTION

Year ended December 31, 2021
with comparative figures for 2020

	2021							2020	
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
Asset cost									
Opening asset costs	\$ 169,055	-	23,033,595	14,585	43,835	-	-	23,261,070	23,198,339
Additions during the year	-	-	206,451	-	-	-	-	206,451	88,706
Disposals and write-downs during the year	-	-	(5,500)	-	-	-	-	(5,500)	(25,975)
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing asset costs	<u>169,055</u>	<u>-</u>	<u>23,234,546</u>	<u>14,585</u>	<u>43,835</u>	<u>-</u>	<u>-</u>	<u>23,462,021</u>	<u>23,261,070</u>
Accumulated amortization cost									
Opening accumulated amortization costs	158,082	-	5,673,662	11,671	-	-	-	5,843,415	5,187,870
Add: Amortization taken	3,752	-	621,218	362	4,384	-	-	629,716	668,532
Less: Accumulated amortization on disposals	-	-	(2,750)	-	-	-	-	(2,750)	(12,987)
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing accumulated amortization costs	<u>161,834</u>	<u>-</u>	<u>6,292,130</u>	<u>12,033</u>	<u>4,384</u>	<u>-</u>	<u>-</u>	<u>6,470,381</u>	<u>5,843,415</u>
Net book value	<u>\$ 7,221</u>	<u>-</u>	<u>16,942,416</u>	<u>2,552</u>	<u>39,451</u>	<u>-</u>	<u>-</u>	<u>16,991,640</u>	<u>17,417,655</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF PRAIRIE ROSE NO. 309

SCHEDULE OF ACCUMULATED SURPLUS

Year ended December 31, 2021

	<u>2020</u>	<u>Changes</u>	<u>2021</u>
UNAPPROPRIATED SURPLUS	\$ <u>1,038,810</u>	<u>350,607</u>	<u>1,389,417</u>
APPROPRIATED RESERVES			
Machinery and equipment	50,000	-	50,000
Public reserve	247	-	247
Capital trust	-	-	-
Utility	-	-	-
Other	<u>1,718,510</u>	<u>-</u>	<u>1,718,510</u>
Total Appropriated	<u>1,768,757</u>	<u>-</u>	<u>1,768,757</u>
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6)	17,417,655	(426,015)	16,991,640
Less: Related debt	<u>-</u>	<u>(182,122)</u>	<u>(182,122)</u>
Net Investment in Tangible Capital Assets	<u>17,417,655</u>	<u>(608,137)</u>	<u>16,809,518</u>
Total Accumulated Surplus	\$ <u>20,225,222</u>	<u>(257,530)</u>	<u>19,967,692</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF PRAIRIE ROSE NO. 309

SCHEDULE OF MILL RATES AND ASSESSMENTS

Year ended December 31, 2021

	<u>PROPERTY CLASS</u>						<u>Total</u>
	<u>Agriculture</u>	<u>Residential</u>	<u>Residential Condominium</u>	<u>Seasonal Residential</u>	<u>Commercial & Industrial</u>	<u>Potash Mine(s)</u>	
Taxable Assessment	\$ 112,751,830	5,038,160	-	-	8,658,015	-	\$ 126,448,005
Regional Park Assessment							-
Total Assessment							<u>\$ 126,448,005</u>
Mill Rate Factor(s)	0.9500	1.0000	1.0000	1.0000	2.4000		
Total Base/Minimum Tax (generated for each property class)	-	-	-	-	-		-
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	<u>\$ 856,914</u>	<u>40,305</u>	<u>-</u>	<u>-</u>	<u>166,234</u>		<u>1,063,453</u>

<u>MILL RATES:</u>	<u>MILLS</u>
Average Municipal*	8.410
Average School*	1.852
Potash Mill Rate	-
Uniform Municipal Mill Rate	8.000

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

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF PRAIRIE ROSE NO. 309

SCHEDULE OF COUNCIL REMUNERATION

Year ended December 31, 2021

Position	Name	<u>Remuneration</u>	<u>Reimbursed Costs</u>	<u>Total</u>
Reeve	Darin Pedersen	\$ 9,008	1,220	10,228
Councillor	Terry Rinz	550	47	597
Councillor	Dustin Lynch	4,533	342	4,875
Councillor	Trevor Blair	5,063	421	5,484
Councillor	Garnet Zerbin	4,300	198	4,498
Councillor	Corey Kinzel	5,225	317	5,542
Councillor	Tom Bergen	5,763	408	6,171
Councillor	Jonathon Krause	2,645	126	2,771
Total		<u>\$ 37,087</u>	<u>3,079</u>	<u>40,166</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF PRAIRIE ROSE NO. 309

SCHEDULE OF RESTRUCTURING

Year ended December 31, 2021

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

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

See accompanying notes to the financial statements.