

Village of Rama
CONSOLIDATED FINANCIAL STATEMENTS
Year Ended December 31, 2021

Village of Rama

Rama, Saskatchewan

December 31, 2021

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Management's Responsibility

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

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

The council is composed of elected officials who are not employees of the 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.

Baker Tilly SK LLP, an independent firm of chartered professional accountants, is appointed by the council to audit the consolidated financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the council and management to discuss their audit findings.



Mayor



Administrator



Independent Auditors' Report

To the Council
Village of Rama

Qualified Opinion

We have audited the consolidated financial statements of Village of Rama, (the municipality), which comprise the consolidated Statement of Financial Position as at December 31, 2021 and the consolidated Statements of Operations, Change in Net Financial Assets and Cash Flow for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

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

Basis for Qualified Opinion

The municipality is contingently liable for the landfill closure and post-closure care requirements as defined in accordance with The Environmental Act. These costs include final covering and landscaping of the landfill, pumping the grounds, methane gas and leachate management, and ongoing environmental monitoring, site inspection and maintenance. The estimated costs associated with the landfill closure and post closure is \$30,000, the municipality has recognized a liability in the amount of \$8,220.

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 consolidated 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 consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

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

In preparing the consolidated financial statements, management is responsible for assessing the 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 either intends to liquidate the municipality or to cease operations, or has no realistic alternative but to do so.

Council is responsible for overseeing the municipality's financial reporting process.



Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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 a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our 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 consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the municipality to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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

Yorkton, SK
May 18, 2022

Baker Tilly SK LLP

Baker Tilly SK LLP

Village of Rama
Rama, Saskatchewan
Consolidated Statement of Financial Position as at December 31, 2021

Statement 1

	2021	2020
Assets		
Financial Assets		
Cash and temporary investments - note 2	195,013	179,826
Taxes receivable - municipal - note 3	19,267	22,773
Other accounts receivable - note 4	41,158	18,260
Land for resale - note 5	8,864	8,864
Long-term investments - note 6	4,188	4,188
Total Financial Assets	<u>268,490</u>	<u>233,911</u>
Liabilities		
Trade accounts payable - note 9	11,660	4,081
Utility deposits	3,326	3,763
Deferred revenue - note 7	23,026	13,278
Accrued landfill costs - note 8	8,220	7,567
Total Liabilities	<u>46,232</u>	<u>28,689</u>
Net Financial Assets	<u>222,258</u>	<u>205,222</u>
Non-Financial Assets		
Tangible capital assets - schedules 6 and 7	322,459	288,559
Prepayments and deferred charges	2,019	9,298
Stock and supplies	7,280	10,671
Total Non-Financial Assets	<u>331,758</u>	<u>308,528</u>
Accumulated Surplus - schedule 8	<u>\$ 554,016</u>	<u>\$ 513,750</u>

Approved on behalf of the council:

Mayor

Councillor

*The notes to consolidated financial statements are an integral
part of these consolidated financial statements.*

Village of Rama
Consolidated Statement of Operations
For the year ended December 31, 2021

Statement 2

	2021 Budget (Note 1(t))	2021 Actual	2020 Actual
Revenues			
Taxes and other unconditional revenue - schedule 1	125,215	127,143	127,940
Fees and charges - schedules 4 and 5	52,553	53,091	51,879
Conditional grants - schedules 4 and 5	61,500		44,916
Investment income and commissions - schedules 4 and 5	500	149	536
Total Revenue	<u>239,768</u>	<u>180,383</u>	<u>225,271</u>
Expenses - schedule 3			
General government services	83,226	79,195	72,954
Protective services	5,796	5,807	5,603
Transportation services	17,940	25,457	31,597
Environmental and public health services	97,077	14,243	34,145
Recreation and cultural services	64,510	3,126	3,491
Utilities services	50,175	46,686	51,358
Total Expenses	<u>318,724</u>	<u>174,514</u>	<u>199,148</u>
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	(78,956)	5,869	26,123
Provincial/Federal Capital Grants and Contributions - schedules 4 and 5	80,000	34,397	0
Surplus of Revenue over Expenses	1,044	40,266	26,123
Accumulated Surplus, Beginning of Year	<u>513,750</u>	<u>513,750</u>	<u>487,627</u>
Accumulated Surplus, End of Year	<u>\$ 514,794</u>	<u>\$ 554,016</u>	<u>\$ 513,750</u>

*The notes to consolidated financial statements are an integral
part of these consolidated financial statements.*

Village of Rama
Consolidated Statement of Change in Net Financial Assets
For the year ended December 31, 2021

Statement 3

	2021 Budget (Note 1(t))	2021 Actual	2020 Actual
Surplus	<u>1,044</u>	<u>40,266</u>	<u>26,123</u>
(Acquisition) of tangible capital assets		(48,257)	(6,025)
Amortization of tangible capital assets		<u>14,357</u>	<u>14,214</u>
Surplus (Deficit) of Capital Expenses over Expenditures	<u>0</u>	<u>(33,900)</u>	<u>8,189</u>
(Acquisition) of supplies inventories			(1,921)
(Acquisition) of prepaid expense			(9,298)
Consumption of supplies inventory		3,391	
Use of prepaid expense		<u>7,279</u>	
Surplus (Deficit) of Expenses of Other Non-Financial over Expenditures	<u>0</u>	<u>10,670</u>	<u>(11,219)</u>
Increase in Net Financial Assets	1,044	17,036	23,093
Net Financial Assets, beginning of year	<u>205,222</u>	<u>205,222</u>	<u>182,129</u>
Net Financial Assets, End of Year	<u>\$ 206,266</u>	<u>\$ 222,258</u>	<u>\$ 205,222</u>

*The notes to consolidated financial statements are an integral
part of these consolidated financial statements.*

Village of Rama
Consolidated Statement of Cash Flow
For the year ended December 31, 2021

Statement 4

	2021	2020
Cash Provided by (used for) the Following Activities		
Operating:		
Surplus	40,266	26,123
Amortization	<u>14,357</u>	<u>14,214</u>
	54,623	40,337
Change in Assets/Liabilities		
Taxes receivable - municipal	3,505	2,407
Other receivables	(22,898)	24,364
Land for resale		3,536
Trade accounts payable	7,580	(28,862)
Utility deposits	(437)	
Deferred revenue	9,748	216
Other liabilities	653	613
Stock and supplies for use	3,391	(1,921)
Prepayments and deferred charges	<u>7,279</u>	<u>(9,298)</u>
Cash Provided by Operating Transactions	<u>63,444</u>	<u>31,392</u>
Capital:		
Acquisition of capital assets	<u>(48,257)</u>	<u>(6,025)</u>
Investing:		
Proceeds on disposal of long-term investments	<u>0</u>	<u>(32)</u>
Change in Cash and Temporary Investments During the Year	15,187	25,335
Cash and temporary investments, beginning of year	<u>179,826</u>	<u>154,491</u>
Cash and Temporary Investments, End of Year	<u>\$ 195,013</u>	<u>\$ 179,826</u>

*The notes to consolidated financial statements are an integral
part of these consolidated financial statements.*

Village of Rama
Notes to Consolidated Financial Statements
For the year ended December 31, 2021

1. Significant Accounting Policies

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

(a) Basis of accounting

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

(b) Reporting entity

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

Entities included in these consolidated financial statements are as follows:

Entity	Basis of Recording
Rama Recreation Board	Full Consolidation

All inter-organizational transactions and balances have been eliminated.

(c) Collection of funds for other authorities

Collection of funds by the municipality for the school board, municipal hail and conservation and development authorities are collected and remitted in accordance with relevant legislation. 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 are the result of a direct financial return. Government transfers are recognized as revenue in the period that the events giving rise to the transfer occur, providing:

- (i) the transfers are authorized;
- (ii) any eligibility criteria have been met; and
- (iii) a reasonable estimate of the amount can be made.

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

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

(e) Deferred revenue - fees and charges

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

Village of Rama
Notes to Consolidated Financial Statements
For the year ended December 31, 2021

1. Significant Accounting Policies - continued

(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) 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 Urban Municipalities Self-Insurance Fund are accounted for on the equity basis.

(j) 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 first in first out method. Net realizable value is the estimated selling price in the ordinary course of business.

Village of Rama
Notes to Consolidated Financial Statements
For the year ended December 31, 2021

1. Significant Accounting Policies - continued

(k) Tangible capital assets

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

General Assets	
Land	Indefinite
Land improvements	15 years
Buildings	15-60 years
Machinery and equipment	15-30 years
Infrastructure Assets	
Paving, sidewalks and roadways	20-25 years
Linear assets	20-100 years

(l) Government contributions

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

(m) Capitalization of interest

The municipality does not capitalize interest incurred while a tangible capital asset is under construction.

(n) Leases

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

(o) Landfill liability

The municipality maintains a waste disposal site. The annual provision is reported as an expense and the accumulated provision is reported on the consolidated statement of financial position. Recommended disclosure is provided in note 8.

Village of Rama
Notes to Consolidated Financial Statements
For the year ended December 31, 2021

1. Significant Accounting Policies - continued

(p) Employee benefit plans

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

(q) 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. Penalties on overdue taxes are recorded in the period levied.

Utility revenue is recognized in the period in which the service has been provided.

All other revenue is recorded when received, or receivable, collection is likely, and the amount can be reasonably determined.

(r) Measurement uncertainty

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

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

The opening asset costs of tangible capital assets have been estimated where actual costs were not available.

Amortization is based on the estimated useful lives of tangible capital assets.

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

Village of Rama
Notes to Consolidated Financial Statements
For the year ended December 31, 2021

1. Significant Accounting Policies - continued

(s) 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: provides for the administration of the municipality.

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

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

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

Planning and development: provides for neighbourhood development and sustainability.

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

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

(t) Budget information

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on March 20, 2021.

(u) 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:

- (i) An environmental standard exists;
- (ii) Contamination exceeds the environmental standard;
- (iii) The municipality:
 - a) Is directly responsible; or
 - b) Accepts responsibility;
- (iv) It is expected that future economic benefits will be given up; and
- (v) A reasonable estimate of the amount can be made.

Village of Rama
Notes to Consolidated Financial Statements
For the year ended December 31, 2021

1. Significant Accounting Policies - continued

(v) New standards and amendments to standards

Effective for fiscal years beginning on or after April 1, 2022:

PS 1201 Financial statement presentation, replaces PS 1200 with revised general reporting principles and standards of presentation and disclosure in government financial statements. Requires a new statement of remeasurement gains and losses separate from the statement of operations arising from the remeasurement 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 remeasurement gains and losses.

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

PS 3450 Financial instruments, a new standard establishing guidance on the recognition, measurement, presentation and disclosure of financial instruments, including derivatives. The standard requires fair value measurement of derivatives and equity instrument that are quoted in an active market; all other financial instruments can be measured at cost/amortized cost or fair value at the election of the government. Unrealized gains and losses are presented in a new statement of remeasurement 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 derecognition of financial liabilities.

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

Effective for fiscal years beginning on or after April 1, 2023:

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

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

Village of Rama
Notes to Consolidated Financial Statements
For the year ended December 31, 2021

	2021	2020
2. Cash and Temporary Investments		
Cash	<u>\$ 195,013</u>	<u>\$ 179,826</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		
Municipal - current	19,984	21,941
Municipal - arrears	<u>111,349</u>	<u>86,189</u>
	131,333	108,130
Less: Allowance for uncollectibles	<u>112,066</u>	<u>85,357</u>
Total municipal taxes receivable	<u>19,267</u>	<u>22,773</u>
School - current	2,092	2,104
School - arrears	<u>2,678</u>	<u>1,761</u>
Total school taxes receivable	<u>4,770</u>	<u>3,865</u>
Total taxes and grants in lieu receivable	24,037	26,638
Less: Taxes receivable to be collected on behalf of other organizations	<u>4,770</u>	<u>3,865</u>
Municipal and Grants In Lieu Taxes Receivable	<u>\$ 19,267</u>	<u>\$ 22,773</u>
4. Other Accounts Receivable		
Provincial government	20,244	582
Utility	10,279	9,931
Trade	<u>10,635</u>	<u>7,747</u>
Net Other Accounts Receivable	<u>\$ 41,158</u>	<u>\$ 18,260</u>
5. Land for Resale		
Tax title property	50,788	50,788
Less: Allowance for market value adjustment	<u>41,924</u>	<u>41,924</u>
Total Land for Resale	<u>\$ 8,864</u>	<u>\$ 8,864</u>
6. Long-Term Investments		
Rama Co-op. equity	<u>\$ 4,188</u>	<u>\$ 4,188</u>

Village of Rama

Notes to Consolidated Financial Statements
For the year ended December 31, 2021

7. Deferred Revenue

	Balance, Beginning of Year	Plus Amount Received	Less Amount Recognized	Balance, End of Year
Municipal Economic Enhancement	11,498			11,498
Canada Community Building Fund		9,748		9,748
Other	1,780	1,780	1,780	1,780
	<u>\$ 13,278</u>	<u>\$ 11,528</u>	<u>\$ 1,780</u>	<u>\$ 23,026</u>

8. Accrued Landfill Costs

	2021	2020
Accrued landfill costs	<u>\$ 8,220</u>	<u>\$ 7,567</u>

In 2021, the municipality has accrued an overall liability for environmental matters in the amount of \$8,220 (2020 - \$7,567) which represents management's best estimate of this liability. By their nature, these estimates are subject to measurement uncertainty and the effect on the consolidated financial statements of changes in such estimates in future periods could be significant.

Included in environmental liabilities is \$8,220 (2020 - \$7,567) of the estimated total landfill closure and post-closure care expenses. The estimated liability for these expenses is recognized as the landfill site's capacity is used and the reported liability represents the portion of the estimated total expenses recognized as at December 31, 2021 based on the cumulative capacity used at that date, compared to the total estimated landfill capacity. Estimated total expenditures represent the sum of the discounted future cash flows for closure and post-closure care activities discounted at the municipality's average long-term borrowing rate of 5% (2020 - 5%).

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

The site is currently inactive.

9. Accounts Payable

Accounts payable are comprised of the following items:

	2021	2020
Trade accounts payable	9,177	266
Due to School	<u>2,483</u>	<u>3,815</u>
	<u>\$ 11,660</u>	<u>\$ 4,081</u>

Village of Rama
Notes to Consolidated Financial Statements
For the year ended December 31, 2021

10. Long-Term Debt

- (a) The debt limit of the municipality for 2022 is \$136,677. 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).

11. Employee Benefit Plans

The municipality participates in a contributory defined benefit pension plan for all its employees. For defined benefit plans considered to be multi-employer plans, contributions are expensed when they are due and payable. The municipality currently participates in the Municipal Employees Pension Plan.

The contributions by the participating employers are not segregated in separate accounts or restricted to provide benefits to the employees of a particular employer. The portion of the annual benefit costs and of the asset surpluses (deficits) that are attributable to the municipality cannot be easily determined.

Accordingly, the multi-employer plans are accounted for on the defined contribution basis. No portion of the asset (deficit) surplus of the plan is recognized in these consolidated financial statements. The benefit expense reflected in the consolidated financial statements is equal to the municipality's contributions for the year.

All contributions by employees are matched equally by the employer. The contribution rates were updated on July 1, 2018. Employee contribution rates in effect for the year are as follows:

	2021	2020
General members	9.00 %	9.00 %
Designated members	12.50 %	12.50 %

Contributions to the plan during the year were as follows:

Benefit expense	\$ 1,786	\$ 2,118
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As per the most recently audited consolidated financial statements dated December 31, 2020, the plan surplus is \$838,900,000.

12. Budget

The figures shown under the "Budget" column in the statement of operations and attached schedules have not been audited and are provided for information purposes only.

13. Impact of COVID-19

On March 11, 2020, the World Health Organization categorized COVID-19 as a pandemic. The potential economic effects within the municipality's environment and in the global markets, possible disruption in supply chains and measures being introduced at various levels of government to curtail the spread of the virus (such as travel restrictions, closures of non-essential municipal and private operations, imposition of quarantines and social distancing) could have a material impact on the municipality's operations. The extent of this outbreak and related containment measures on the municipality's operations cannot be reliably estimated at this time.

Village of Rama
Notes to Consolidated Financial Statements
For the year ended December 31, 2021

14. Commitments

The village received the Investing in Canada Infrastructure grant for a playground project. The grant stipulates that the village must retain title to the asset for a minimum period. If the asset is sold, leased or dispursed, the village may be required to repay the funds received.

Village of Rama

Consolidated Schedule of Taxes and Other Unconditional Revenue For the year ended December 31, 2021

Schedule 1

	2021 Budget (Note 1(t))	2021 Actual	2020 Actual
Taxes			
General municipal tax levy	83,770	83,770	84,037
Abatements and adjustments	<u> </u>	(333)	(1,960)
Net municipal taxes	83,770	83,437	82,077
Penalties on tax arrears	<u>12,927</u>	<u>16,077</u>	<u>12,927</u>
Total Taxes	<u>96,697</u>	<u>99,514</u>	<u>95,004</u>
Unconditional Grants			
Equalization (revenue sharing)	20,137	19,973	20,137
Safe Restart	<u> </u>	<u> </u>	<u>4,772</u>
Total Unconditional Grants	<u>20,137</u>	<u>19,973</u>	<u>24,909</u>
Grants In Lieu of Taxes			
Provincial			
SaskTel	963	963	963
S.P.C. surcharge	5,471	4,968	5,210
Sask Energy surcharge	<u>1,947</u>	<u>1,725</u>	<u>1,854</u>
Total Grants In Lieu of Taxes	<u>8,381</u>	<u>7,656</u>	<u>8,027</u>
Total Taxes and Other Unconditional Revenue	<u>\$ 125,215</u>	<u>\$ 127,143</u>	<u>\$ 127,940</u>

*The notes to consolidated financial statements are an integral
part of these consolidated financial statements.*

Village of Rama

Consolidated Schedule of Operating and Capital Revenue by Function Schedule 2-1
For the year ended December 31, 2021

	2021 Budget (Note 1(t))	2021 Actual	2020 Actual
General Government Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Custom work	1,355		1,250
Other	3,426	2,713	3,392
Total Fees and Charges	4,781	2,713	4,642
Investment income and commissions	500	149	536
Total Other Segmented Revenue	5,281	2,862	5,178
Total General Government Services	\$ 5,281	\$ 2,862	\$ 5,178
Transportation Services			
Conditional Grants			
Saskatchewan Government Insurance	16,402		6,547
Canada Community Building Fund			15,038
Total Conditional Grants	16,402	0	21,585
Total Transportation Services	\$ 16,402	\$ 0	\$ 21,585
Environmental and Public Health Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Waste disposal fees	7,452	6,752	6,629
Total Other Segmented Revenue	7,452	6,752	6,629
Conditional Grants			
Landfill Environmental Site Assessment	45,098		21,551
Total Conditional Grants	45,098	0	21,551
Total Environmental and Public Health Services	\$ 52,550	\$ 6,752	\$ 28,180

*The notes to consolidated financial statements are an integral
part of these consolidated financial statements.*

Village of Rama

Consolidated Schedule of Operating and Capital Revenue by Function Schedule 2-2
For the year ended December 31, 2021

	2021 Budget (Note 1(t))	2021 Actual	2020 Actual
Recreation and Cultural Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Donations		3,020	309
Total Other Segmented Revenue	<u>0</u>	<u>3,020</u>	<u>309</u>
Conditional Grants			
Saskatchewan Lotteries			1,780
Total Conditional Grants	<u>0</u>	<u>0</u>	<u>1,780</u>
Total Operating	<u>0</u>	<u>3,020</u>	<u>2,089</u>
Capital			
Conditional Grants			
Investing in Canada Infrastructure Program	80,000	34,397	
Total Capital	<u>80,000</u>	<u>34,397</u>	<u>0</u>
Total Recreation and Cultural Services	<u>\$ 80,000</u>	<u>\$ 37,417</u>	<u>\$ 2,089</u>
Utility Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Water	26,400	26,948	26,384
Sewer	13,530	13,383	13,526
Other utilities	390	275	389
Total Fees and Charges	<u>40,320</u>	<u>40,606</u>	<u>40,299</u>
Total Other Segmented Revenue	<u>40,320</u>	<u>40,606</u>	<u>40,299</u>
Total Utility Services	<u>\$ 40,320</u>	<u>\$ 40,606</u>	<u>\$ 40,299</u>
Total Operating and Capital Revenue by Function	<u>\$ 194,553</u>	<u>\$ 87,637</u>	<u>\$ 97,331</u>
Summary			
Total Other Segmented Revenue	53,053	53,240	52,415
Total Conditional Grants	61,500		44,916
Total Capital Grants and Contributions	<u>80,000</u>	<u>34,397</u>	
Total Operating and Capital Revenue by Function	<u>\$ 194,553</u>	<u>\$ 87,637</u>	<u>\$ 97,331</u>

*The notes to consolidated financial statements are an integral
part of these consolidated financial statements.*

Village of Rama
Total Expenses by Function
For the year ended December 31, 2021

Schedule 3-1

	2021 Budget (Note 1(t))	2021 Actual	2020 Actual
General Government Services			
Council remuneration and travel	7,188	7,772	7,290
Wages and benefits	18,664	12,310	10,991
Contractual services - assessment	2,049	2,173	1,951
Contractual services - other	14,631	14,946	12,496
Utilities	3,332	3,369	3,174
Maintenance, materials and supplies	1,451	1,529	1,096
Grants and contributions - operating			100
Amortization		1,108	1,108
Insurance	6,954	8,137	6,623
Allowance for uncollectibles	27,370	26,709	26,067
Other	<u>1,587</u>	<u>1,142</u>	<u>2,058</u>
Total General Government Services	<u>\$ 83,226</u>	<u>\$ 79,195</u>	<u>\$ 72,954</u>
Protective Services			
Police protection			
Contractual services	4,046	3,957	3,853
Fire protection			
Contractual services	<u>1,750</u>	<u>1,850</u>	<u>1,750</u>
Total Protective Services	<u>\$ 5,796</u>	<u>\$ 5,807</u>	<u>\$ 5,603</u>
Transportation Services			
Wages and benefits	2,735	2,795	2,606
Contractual services - maintenance	6,189	5,395	12,636
Utilities	7,460	6,973	7,104
Machinery costs/fuel/blades	884	466	842
Culverts/drainage		827	515
Amortization		6,347	6,807
Other materials and supplies	<u>672</u>	<u>2,654</u>	<u>1,087</u>
Total Transportation Services	<u>\$ 17,940</u>	<u>\$ 25,457</u>	<u>\$ 31,597</u>

*The notes to consolidated financial statements are an integral
part of these consolidated financial statements.*

Village of Rama
Total Expenses by Function
For the year ended December 31, 2021

Schedule 3-2

	2021 Budget (Note 1(t))	2021 Actual	2020 Actual
Environmental and Public Health Services			
Wages and benefits	3,880	1,029	3,695
Contractual services	92,697	12,714	29,950
Grants and contributions - operating	<u>500</u>	<u>500</u>	<u>500</u>
Total Environmental and Public Health Services	<u>\$ 97,077</u>	<u>\$ 14,243</u>	<u>\$ 34,145</u>
Recreation and Cultural Services			
Contractual services	1,780	594	1,713
Maintenance, materials and supplies	61,500	1,008	154
Grants and contributions - operating	100		100
Amortization		448	448
Libraries	<u>1,130</u>	<u>1,076</u>	<u>1,076</u>
Total Recreation and Cultural Services	<u>\$ 64,510</u>	<u>\$ 3,126</u>	<u>\$ 3,491</u>
Utility Services			
Wages and benefits	15,584	12,161	13,475
Contractual services	5,219	2,973	4,774
Utilities	4,542	3,368	4,326
Maintenance, materials and supplies	7,870	4,598	6,780
Amortization		6,454	5,851
Water purchases and other pipeline fees	<u>16,960</u>	<u>17,132</u>	<u>16,152</u>
Total Utility Services	<u>\$ 50,175</u>	<u>\$ 46,686</u>	<u>\$ 51,358</u>
Total Expenses by Function	<u>\$ 318,724</u>	<u>\$ 174,514</u>	<u>\$ 199,148</u>

Village of Rama
Consolidated Schedule of Segment Disclosure by Function
For the year ended December 31, 2021

Schedule 4

	General Government	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Utilities Services	Total
Revenues - schedule 2								
Fees and charges	2,713			6,752		3,020	40,606	53,091
Investment income and commissions	149							149
Grants - capital						34,397		34,397
Total Revenues	2,862	0	0	6,752	0	37,417	40,606	87,637
Expenses - schedule 3								
Wages and benefits	12,310		2,795	1,029			12,161	28,295
Professional/contractual services	24,891	5,807	5,395	12,714		594	2,973	52,374
Utilities	3,369		6,973				3,368	13,710
Maintenance materials and supplies	1,529					1,008	4,598	7,135
Machinery costs/fuel/blades			466					466
Culverts/drainage			827					827
Grants and contributions				500				500
Amortization	1,108		6,347			448	6,454	14,357
Insurance	8,137							8,137
Libraries						1,076		1,076
Allowance for uncollectibles	26,709							26,709
Other	1,142		2,654				17,132	20,928
Total Expenses	79,195	5,807	25,457	14,243	0	3,126	46,686	174,514
Surplus (Deficit) by Function	\$(76,333)	\$(5,807)	\$(25,457)	\$(7,491)	\$ 0	\$ 34,291	\$(6,080)	(86,877)
Taxation and other unconditional revenue - schedule 1								127,143
Net Surplus								\$ 40,266

*The notes to consolidated financial statements are an integral
part of these consolidated financial statements.*

Village of Rama
Consolidated Schedule of Segment Disclosure by Function
For the year ended December 31, 2020

Schedule 5

	General Government	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Utilities Services	Total
Revenues - schedule 2								
Fees and charges	4,642			6,629		309	40,299	51,879
Investment income and commissions	536							536
Grants - conditional			21,585	21,551		1,780		44,916
Total Revenues	5,178	0	21,585	28,180	0	2,089	40,299	97,331
Expenses - schedule 3								
Wages and benefits	10,991		2,606	3,695			13,475	30,767
Professional/contractual services	21,737	5,603	12,636	29,950		1,713	4,774	76,413
Utilities	3,174		7,104				4,326	14,604
Maintenance materials and supplies	1,096					154	6,780	8,030
Machinery costs/fuel/blades			842					842
Culverts/drainage			515					515
Grants and contributions	100			500		100		700
Amortization	1,108		6,807			448	5,851	14,214
Insurance	6,623							6,623
Libraries						1,076		1,076
Allowance for uncollectibles	26,067							26,067
Other	2,058		1,087				16,152	19,297
Total Expenses	72,954	5,603	31,597	34,145	0	3,491	51,358	199,148
Surplus (Deficit) by Function	\$ (67,776)	\$ (5,603)	\$ (10,012)	\$ (5,965)	\$ 0	\$ (1,402)	\$ (11,059)	(101,817)
Taxation and other unconditional revenue - schedule 1								127,940
Net Surplus								\$ 26,123

*The notes to consolidated financial statements are an integral
part of these consolidated financial statements.*

Village of Rama
Consolidated 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 Constr.	
	Land	Land Improve.	Buildings	Vehicles	Machinery & Equipment	Linear Assets		Total
Asset Cost								
Opening Asset Cost	13,261	0	95,973	0	36,168	599,724	0	745,126
Additions during the year		48,257						48,257
Closing Asset Costs	13,261	48,257	95,973	0	36,168	599,724	0	793,383
Accumulated Amortization Cost								
Opening Accumulated Amortization Costs	0	0	69,798	0	22,428	364,341	0	456,567
Add: Amortization taken			1,992		2,004	10,361		14,357
Closing Accumulated Amortization Costs	0	0	71,790	0	24,432	374,702	0	470,924
Net Book Value	\$ 13,261	\$ 48,257	\$ 24,183	\$ 0	\$ 11,736	\$ 225,022	\$ 0	\$ 322,459

The notes to consolidated financial statements are an integral part of these consolidated financial statements.

Village of Rama

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

Schedule 7

	2021							2020	
	General Government	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Water & Sewer	Total	Total
Asset Cost									
Opening Asset Cost	54,902	0	179,917	0	0	24,848	485,459	745,126	739,101
Additions during the year						48,257		48,257	6,025
Closing Asset Costs	<u>54,902</u>	<u>0</u>	<u>179,917</u>	<u>0</u>	<u>0</u>	<u>73,105</u>	<u>485,459</u>	<u>793,383</u>	<u>745,126</u>
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	34,127	0	102,787	0	0	14,511	305,142	456,567	442,353
Add: Amortization taken	<u>1,108</u>	<u></u>	<u>6,347</u>	<u></u>	<u></u>	<u>448</u>	<u>6,454</u>	<u>14,357</u>	<u>14,214</u>
Closing Accumulated Amortization Costs	<u>35,235</u>	<u>0</u>	<u>109,134</u>	<u>0</u>	<u>0</u>	<u>14,959</u>	<u>311,596</u>	<u>470,924</u>	<u>456,567</u>
Net Book Value	<u>\$ 19,667</u>	<u>\$ 0</u>	<u>\$ 70,783</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 58,146</u>	<u>\$ 173,863</u>	<u>\$ 322,459</u>	<u>\$ 288,559</u>

*The notes to consolidated financial statements are an integral
part of these consolidated financial statements.*

Village of Rama
Consolidated Schedule of Accumulated Surplus
For the year ended December 31, 2021

Schedule 8

	2020	Changes	2021
Unappropriated Surplus	<u>171,503</u>	<u>(23,634)</u>	<u>147,869</u>
Appropriated Surplus			
Utility			
Water reserve	13,133		13,133
Sewer reserve	<u>9,081</u>		<u>9,081</u>
	<u>22,214</u>	<u>0</u>	<u>22,214</u>
Other			
Landfill reserve	11,960		11,960
Recreation reserve	19,514		19,514
General		30,000	30,000
	<u>31,474</u>	<u>30,000</u>	<u>61,474</u>
Total Appropriated	<u>53,688</u>	<u>30,000</u>	<u>83,688</u>
Net Investments in Tangible Capital Assets			
Tangible capital assets - schedule 6	<u>288,559</u>	<u>33,900</u>	<u>322,459</u>
Net Investment in Tangible Capital Assets	<u>288,559</u>	<u>33,900</u>	<u>322,459</u>
Total Accumulated Surplus	<u>\$ 513,750</u>	<u>\$ 40,266</u>	<u>\$ 554,016</u>

*The notes to consolidated financial statements are an integral
part of these consolidated financial statements.*

Village of Rama
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	47,465	1,655,040			433,755	2,136,260
Regional Park Assessment						
Total Assessment						2,136,260
Mill Rate Factor(s)	1	1.0			1.0	
Total Base/Minimum Tax (generated for each property class)	2,292	51,380			8,668	62,340
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	2,292	66,933			14,545	83,770
Mill Rates:	Mills					
Average Municipal*	39.2134					
Average School*	4.8600					
Potash Mill Rate						
Uniform Municipal Mill Rate	18.0000					

*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).

Village of Rama
Schedule of Council Remuneration
For the year ended December 31, 2021

Schedule 10

Name	Remuneration	Reimbursed Costs	Total
Phillip Shewchuk	3,262		3,262
Scott Steranka	2,351		2,351
Donna Pasloski	4,108		4,108
	<u>9,721</u>	<u>0</u>	<u>9,721</u>
	\$ 9,721	\$ 0	\$ 9,721