

R.M. OF SHERWOOD NO. 159
Financial Statements
December 31, 2021

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Management's Responsibility

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

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

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

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



Council



Administration

INDEPENDENT AUDITORS' REPORT

To the Reeve and Councillors
R.M. of Sherwood No. 159

Opinion

We have audited the financial statements of the **R.M. OF SHERWOOD NO. 159**, which comprise the statement of financial position as at December 31, 2021 and the statements of operations, changes in net debt and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

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

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the municipality in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

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

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

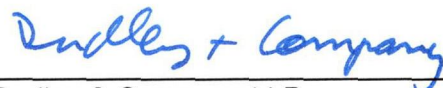
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee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

Independent Auditors' Report (continued)

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

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

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



Dudley & Company LLP
Chartered Professional Accountants

Regina, Saskatchewan
September 22, 2022

R.M. OF SHERWOOD NO. 159

Statement of Financial Position

As at December 31, 2021

Statement 1

	2021	2020
ASSETS		
Financial Assets		
Cash & Temporary Investments (Note 2)	\$ 10,804,195	\$ 9,541,860
Taxes Receivable - Municipal (Note 3)	325,413	312,343
Other Accounts Receivable (Note 4)	247,637	253,445
Land for Resale (Note 5)	5,381	5,381
SARM (Note 6)	166,363	152,111
Other Investments (Note 6)	12,433	12,433
Local Improvement Long-Term Receivable	884,902	1,118,505
Total Financial Assets	12,446,324	11,396,078
LIABILITIES		
Bank Indebtedness (Note 7)	-	-
Accounts Payable (Note 8)	430,345	494,874
Accrued Liabilities Payable	-	-
Deposits	62,089	52,507
Deferred Revenue (Note 9)	23,918	155,209
Accrued Landfill Costs	-	-
Other Liabilities	102,660	87,019
Long-Term Debt (Note 10)	19,051,685	19,771,951
Lease Obligations	-	-
Liability for Contaminated Sites	-	-
Total Liabilities	19,670,697	20,561,560
NET FINANCIAL ASSETS (NET DEBT)	(7,224,373)	(9,165,482)
Tangible Capital Assets (Schedules 6, 7)	40,503,591	41,355,976
Prepayment and Deferred Charges	22,308	43,985
Stock and Supplies	122,775	174,131
Other	-	-
Total Non-Financial Assets	40,648,674	41,574,092
Accumulated Surplus (Deficit) (Schedule 8)	\$ 33,424,301	\$ 32,408,610

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

R.M. OF SHERWOOD NO. 159
Statement of Operations
For the year ended December 31, 2021

Statement 2

		2021 Budget	2021	2020
Revenues				
Taxes and Other Unconditional Revenue	(Schedule 1)	\$ 6,771,343	\$ 6,562,535	\$ 6,054,605
Fees and Charges	(Schedule 4, 5)	1,913,383	1,700,196	1,072,937
Conditional Grants	(Schedule 4, 5)	28,600	38,441	31,731
Tangible Capital Assets Sales - Gain (Loss)	(Schedule 4, 5)	-	(228,074)	-
Land Sales - Gain	(Schedule 4, 5)	-	-	-
Investment Income and Commissions	(Schedule 4, 5)	51,100	123,105	132,711
Other Revenues	(Schedule 4, 5)	1,000	8,269	315,911
Restructurings	(Schedule 4, 5)	-	-	-
Total Revenues		8,765,426	8,204,472	7,607,895
Expenses				
General Government Services	(Schedule 3)	1,313,599	1,102,209	1,212,004
Protective Services	(Schedule 3)	416,000	328,335	363,875
Transportation Services	(Schedule 3)	2,854,390	3,982,816	3,600,306
Environmental and Public Health Services	(Schedule 3)	35,100	35,867	32,757
Planning and Development Services	(Schedule 3)	305,834	312,407	340,704
Recreation and Cultural Services	(Schedule 3)	17,000	14,606	17,384
Utility Services	(Schedule 3)	1,138,650	1,564,439	631,054
Restructurings	(Schedule 3)	-	-	-
Total Expenses		6,080,573	7,340,679	6,198,084
Surplus (Deficit) before Other Capital Contributions		2,684,853	863,793	1,409,811
Capital Grants and Other Capital Contributions (Schedule 4, 5)		460,466	151,898	2,069,406
Surplus (Deficit) of Revenues over Expenses		3,145,319	1,015,691	3,479,217
Accumulated Surplus (Deficit), Beginning of Year		32,408,610	32,408,610	28,929,393
Accumulated Surplus (Deficit), End of Year		\$ 35,553,929	\$ 33,424,301	\$ 32,408,610

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

R.M. OF SHERWOOD NO. 159
Statement of Changes in Net Debt
For the year ended December 31, 2021

Statement 3

	2021 Budget	2021	2020
Surplus (Deficit)	\$ 3,145,319	\$ 1,015,691	\$ 3,479,217
(Acquisition) of tangible capital assets	(2,876,047)	(1,453,206)	(546,018)
Amortization of tangible capital assets	-	2,013,186	1,276,678
Proceeds on disposal of tangible capital assets	-	64,330	-
Loss (gain) on disposal of tangible capital assets	-	228,075	-
Surplus (Deficit) of capital expenses over expenditures	(2,876,047)	852,385	730,660
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expense	-	-	(37,683)
Consumption of supplies inventory	-	51,356	42,689
Use of prepaid expense	-	21,677	-
Surplus (Deficit) of expenses of other non-financial over expenditures	-	73,033	5,006
Change in Net Debt	269,272	1,941,109	4,214,883
Net Financial Assets - Beginning of Year	(9,165,482)	(9,165,482)	(13,380,365)
Net Debt - End of Year	\$ (8,896,210)	\$ (7,224,373)	\$ (9,165,482)

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

R.M. OF SHERWOOD NO. 159
Statement of Cash Flows
For the year ended December 31, 2021

Statement 4

	2021	2020
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	\$ 1,015,691	\$ 3,479,217
Amortization	2,013,186	1,276,678
Loss (gain) on disposal of tangible capital assets	228,075	-
	3,256,952	4,755,895
Changes in assets / liabilities		
Taxes Receivable - Municipal	(13,070)	175,790
Other Receivables	5,808	226,827
Land for Resale	-	-
Other Financial Assets	-	(632)
Accounts and Accrued Liabilities Payable	(64,529)	286,217
Deposits	9,582	6,048
Deferred Revenues	(131,291)	49,414
Other Liabilities	15,641	4,647
Stock and Supplies for Use	51,356	42,689
Prepayments and Deferred Charges	21,677	(37,683)
Other	233,603	(1,118,505)
Net cash from (used for) operations	3,385,729	4,390,707
Capital:		
Acquisition of Capital Assets	(1,453,206)	(546,018)
Proceeds from the Disposal of Capital Assets	64,330	-
Other Capital	-	-
Net cash from (used for) capital	(1,388,876)	(546,018)
Investing:		
Long-Term Investments	(14,252)	(14,259)
Other Investments	-	-
Net cash from (used for) investing	(14,252)	(14,259)
Financing:		
Long-Term Debt Issued	-	19,218,505
Long-Term Debt Repaid	(720,266)	(19,712,727)
Other Financing	-	-
Net cash from (used for) financing	(720,266)	(494,222)
Increase (Decrease) in cash resources	1,262,335	3,336,208
Cash and Investments - Beginning of Year	9,541,860	6,205,652
Cash and Investments - End of Year	\$ 10,804,195	\$ 9,541,860

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Significant aspects of the accounting policies adopted by the municipality are as follows:

Basis of Accounting:

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

(a) Reporting Entity:

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

(b) Collection of Funds for Other Authorities:

Collection of funds by the municipality for the school board, municipal hall and conservation and development authorities are collected and remitted in accordance with relevant legislation.

(c) Government Transfers:

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

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

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

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

(d) Deferred Revenue:

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

(e) Local Improvement Charges:

Local improvement projects financed by frontage taxes recognize the taxes as capital revenue once the project is complete and the prepayments period has concluded. Any frontage taxes not prepaid are then reported as a long-term asset to be reduced by the principle portion of each annual frontage tax levy.

R.M. OF SHERWOOD NO. 159
Notes to the Financial Statements
For the year ended December 31, 2021

(f) Net Financial Assets:

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

(g) Non-Financial Assets:

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

(h) Appropriated Reserves:

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

(i) Property Tax Revenue:

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

(j) Investments:

Portfolio investments are valued at cost, less any provision for other than temporary impairment. Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment.

The long term investments in the Saskatchewan Rural Municipalities - Self Insurance Fund are accounted for on the modified equity basis.

(k) Inventories:

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

R.M. OF SHERWOOD NO. 159
Notes to the Financial Statements
For the year ended December 31, 2021

(l) Tangible Capital Assets:

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

<u>Assets</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	15 years
Buildings	20 to 45 years
Vehicles and Equipment	
Vehicles	10 years
Machinery and Equipment	5 to 20 years
Infrastructure Assets	
Infrastructure Assets	25 to 75 years
Water and Sewer	25 to 75 years
Road Network Assets	40 years

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

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

Capitalization of Interest: The municipality capitalizes interest incurred while a tangible capital asset is under construction.

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

(m) Landfill Liability:

The municipality of **R.M. OF SHERWOOD NO. 159** does not maintain a waste disposal site.

(n) Employee Benefit Plans:

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

R.M. OF SHERWOOD NO. 159
Notes to the Financial Statements
For the year ended December 31, 2021

(o) Measurement Uncertainty:

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

The measurement of stock and supplies inventories, if any, are based on estimates of volume and quality.

The "Opening Assets Costs" of tangible capital assets have been estimated where actual costs were not available.

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

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

(p) Basis of Segmentation / Segment Report:

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

The segments (functions) are as follows:

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

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

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

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

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

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

Utility Services: The Utility Services segment provides for delivery of water.

R.M. OF SHERWOOD NO. 159
Notes to the Financial Statements
For the year ended December 31, 2021

(q) Budget Information:

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

(r) New Accounting Standards:

Effective for Fiscal Years Beginning On or After April 1, 2022:

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

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

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

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

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

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

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

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

R.M. OF SHERWOOD NO. 159
Notes to the Financial Statements
For the year ended December 31, 2021

2. Cash and Temporary Investments	2021	2020
Cash on hand	\$ 150	\$ 150
Chequing	2,932,519	2,996,396
Savings	7,871,526	6,545,314
Total Cash and Temporary Investments	\$ 10,804,195	\$ 9,541,860

Cash and temporary investments include balances with banks, redeemable term deposits, marketable securities and other short-term investments with maturities of three months or less. If applicable, cash subject to external restrictions that prevent its use for current purposes would be included in restricted cash.

3. Taxes and Grants in Lieu Receivable	2021	2020
Municipal - Current	\$ 258,931	\$ 279,823
- Arrears	86,482	52,520
	345,413	332,343
- Less Allowance for Uncollectables	(20,000)	(20,000)
Total Municipal Taxes Receivable	325,413	312,343

School - Current	208,505	252,238
- Arrears	60,018	31,258
Total School Taxes Receivable	268,523	283,496

Other	75,955	106,402
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Total Taxes and Grants in Lieu Receivable	669,891	702,241
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Deduct taxes to be collected on behalf of other organizations	(344,478)	(389,898)
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Total Taxes and Grants in Lieu Receivable	\$ 325,413	\$ 312,343
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4. Other Accounts Receivable	2021	2020
Provincial government and agencies	\$ -	\$ 328
GST rebate	172,741	124,686
Other	15,443	67,764
Utility accounts receivable	59,453	78,967
Total Other Accounts Receivable	247,637	271,745
Less Allowance for Uncollectables	-	18,300
Net Other Accounts Receivable	\$ 247,637	\$ 253,445

R.M. OF SHERWOOD NO. 159
Notes to the Financial Statements
For the year ended December 31, 2021

5. Land for Resale	2021	2020
Tax title Property - municipal share	\$ 5,081	\$ 5,081
Allowance for market value adjustment	-	-
Net Tax Title Property	5,081	5,081
Other land	300	300
Allowance for market value adjustment	-	-
Net Other Land	300	300
Total Land for Resale	\$ 5,381	\$ 5,381

6. SARM and Other Long-Term Investments	2021	2020
SARM self-insurance plans	\$ 166,363	\$ 152,111
Credit union equity	11,801	11,801
Security deposit	632	632
Total SARM and Other Long-Term Investments	\$ 178,796	\$ 164,544

The long term investments in the Saskatchewan Association of Rural Municipalities - Self Insurance Funds are accounted for on the modified equity basis.

7. Credit Arrangements

At December 31, 2021, the Municipality had an authorized Conexus Credit Union line of credit of \$1,000,000, none of which was drawn. The following has been collateralized in connection with this line of credit:

- General security agreement.

8. Accounts Payable	2021	2020
Trade payables	\$ 94,335	\$ 151,577
Holdbacks	-	7,214
Sales tax collections	655	635
Accrued interest payable	280,819	285,075
Other taxing authorities	48,130	26,459
East Cottonwood Watershed	6,406	23,914
Total Accounts Payable	\$ 430,345	\$ 494,874

9. Deferred Revenue	2021	2020
Overpaid taxes	\$ -	\$ 465
Prepaid utilities	23,918	22
Prepaid local improvement levies	-	154,722
Total Deferred Revenue	\$ 23,918	\$ 155,209

R.M. OF SHERWOOD NO. 159
Notes to the Financial Statements
For the year ended December 31, 2021

10. Long-Term Debt

a) The debt limit of the municipality is \$6,928,112. The debt limit for a municipality is the total amount of the municipality's own source revenues for the preceding year (*The Municipalities Act* Section 161(1)). Municipalities require Saskatchewan Municipal Board approval to incur future debt in excess of their limit.

b) Loans: Two loans are repayable to Conexus Credit Union; the first at \$10,424 per month (including interest at P +1.25%), for the purpose of financing the cost of a road resurfacing project (capital), and the second at \$10,775 per month (including interest at P +0.5%), for the purpose of financing the unprepaid owners' share of a local improvement project (operating).

Future principal and interest payments to the Credit Union are estimated as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2021	\$ -	\$ -	\$ -	\$ 203,955
2022	210,874	43,509	254,383	210,874
2023	218,031	36,352	254,383	218,031
2024	225,434	28,949	254,383	225,434
2025	222,286	21,293	243,579	222,286
2026	113,374	15,921	129,295	113,374
Thereafter	477,991	28,753	506,744	477,997
Balance	\$ 1,467,990	\$ 174,777	\$ 1,642,767	\$ 1,671,951

c) Debenture debt: Debenture debt is repayable to Municipal Financing Corporation of Saskatchewan at \$1,005,007 per year for 25 years (including interest at 2.7%), for the purpose of financing the water treatment plant and water main expansion in the Sherwood Industrial Park. The project's construction was previously interim-financed with a Bank of Nova Scotia interest-only short-term construction loan, which was paid out with the proceeds from this long-term debenture of the same amount.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2021	\$ -	\$ -	\$ -	\$ 516,307
2022	530,247	474,760	1,005,007	530,247
2023	544,564	460,443	1,005,007	544,564
2024	559,267	445,740	1,005,007	559,267
2025	574,367	430,640	1,005,007	574,367
2026	589,875	415,132	1,005,007	589,875
Thereafter	14,785,375	4,309,760	19,095,135	14,785,373
Balance	\$17,583,695	\$ 6,536,475	\$ 24,120,170	\$ 18,100,000

R.M. OF SHERWOOD NO. 159
Notes to the Financial Statements
For the year ended December 31, 2021

11. 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.

12. Pension Plan

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. Employees and employers each make plan contributions of 9% of salary (subject to an annually adjusted maximum pensionable earnings amount). The municipality's pension expense in 2021 was \$117,970 (2020 - \$121,118). The benefits accrued to the municipality's employees from MEPP are calculated using the following: pensionable years of service, highest average salary, and the plan accrual rate.

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

The most recent available information reports, in total, plan assets of \$3,568,400,000, plan liabilities, including pension obligations, of \$2,424,014,000, and a resulting surplus of \$1,144,386,000.

13. Related Parties

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

14. Fair Value

The fair value of the financial assets and liabilities approximates their carrying value due to their short-term nature. The fair value of the municipality's long term debt approximates the carrying value as the terms and conditions are comparable to current market conditions, or they are due in a relatively short period of time.

15. Interest Rate Risk

The rural municipality is not exposed to significant interest rate risk of its monetary current assets and current liabilities due to their short-term maturity. The rural municipality is exposed to interest rate cash flow risk on its long-term liabilities with a floating interest rate that is reset as market rates change. The interest rates and maturity dates of the debts are disclosed in Note 10.

R.M. OF SHERWOOD NO. 159
Notes to the Financial Statements
For the year ended December 31, 2021

16. Credit Risk

The municipality is exposed to credit risk on the accounts receivable. The municipality does not have significant exposure to any individual creditor. Accounts receivable by type/source are disclosed in Notes 3 and 4.

17. Contractual Rights

Contractual rights are rights to economic resources arising from contracts or agreements that will result in an asset and revenue in the future. Significant contractual rights of the municipality include current development agreements that include provisions for future fees, such as:

Agreement 1 contains \$882,375 in fees, with \$497,330 for drainage and roadways and \$3,329 for planning, both due within 14 days of the date of the building permit application, and \$381,716 for water and sewer, due within 10 years or when the municipality provides those services whichever comes first.

Agreement 2 contains \$698,444 in fees, with \$281,302 for water, drainage and roadways which is due within 14 days of plan approval (this amount was received in 2021), \$281,302 for water, drainage and roadways due within one year of the plan approval, and \$135,840 for sewer, due within 10 years or when the municipality provides that service whichever comes first.

Agreement 3 contains \$1,265,773 in fees, with \$41,610 for roadways and planning which is due within 14 days of plan approval, \$41,610 for roadways and planning payable within 180 days plan approval, \$419,647 for roadways and planning due within 10 years or when the municipality provides those services whichever comes first, \$762,906 for water, drainage, and roadways, due within 15 years or when the municipality provides those services whichever comes first.

18. Significant Event - COVID-19 Pandemic

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

R.M. OF SHERWOOD NO. 159
Schedule of Taxes and Other Unconditional Revenue
For the year ended December 31, 2021

Schedule 1

	2021 Budget	2021	2020
TAXES			
General municipal tax levy	\$ 6,293,061	\$ 6,207,360	\$ 5,580,581
Abatements and adjustments	(80,000)	(278)	(1,384)
Discount on current year taxes	(170,000)	(241,178)	(166,403)
Net Municipal Taxes	6,043,061	5,965,904	5,412,794
Potash tax share	71,000	74,448	71,681
Trailer license fees	7,200	5,786	5,702
Penalties on tax arrears	30,000	23,370	31,850
Special tax levy	144,852	-	-
Other - Tax loss compensation and retro B.O.R.	-	-	-
Total Taxes	6,296,113	6,069,508	5,522,027
UNCONDITIONAL GRANTS			
Revenue Sharing	208,230	206,151	208,252
Organized Hamlet	-	-	-
Other - Safe Restart	-	-	58,103
Total Unconditional Grants	208,230	206,151	266,355
GRANTS IN LIEU OF TAXES			
Federal	24,000	7,211	2,785
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	-	3,446	2,757
Central Services	213,000	227,785	228,434
SaskTel	-	6,355	4,814
Other - Wildlife and other	-	6,938	835
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	24,000	28,560	20,387
Treaty Land Entitlement	6,000	6,581	6,211
Other -	-	-	-
Other Government Transfers			
S.P.C. Surcharges	-	-	-
SaskEnergy Surcharge	-	-	-
Other -	-	-	-
Total Grants in Lieu of Taxes	267,000	286,876	266,223
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 6,771,343	\$ 6,562,535	\$ 6,054,605

R.M. OF SHERWOOD NO. 159
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2021

Schedule 2-1

	2021 Budget	2021	2020
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work (tax certificates, office services, assessment appeal fees)	\$ 16,500	\$ 18,753	\$ 24,045
- Sales of supplies and other	500	4,437	87
- Other - Licences and permits	101,500	183,912	96,563
Total Fees and Charges	118,500	207,102	120,695
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain	-	-	-
- Investment income and commissions	51,100	123,105	132,711
- Other - Insurance and other recoveries	1,000	8,269	315,911
Total Other Segmented Revenue	170,600	338,476	569,317
Conditional Grants			
- Employment/training	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	170,600	338,476	569,317
Capital			
Conditional Grants			
- Canada Community Building Fund	-	-	-
- Can/Sask Municipal Rural Infrastructure	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total General Government Services	\$ 170,600	\$ 338,476	\$ 569,317

PROTECTIVE SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Other - Fines and fire fees	\$ 170,000	\$ 161,220	\$ 187,986
Total Fees and Charges	170,000	161,220	187,986
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	170,000	161,220	187,986
Conditional Grants			
- Student Employment	-	-	-
- Local Government	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	170,000	161,220	187,986
Capital			
Conditional Grants			
- Canada Community Building Fund	-	-	-
- Can/Sask Municipal Rural Infrastructure	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total Protective Services	\$ 170,000	\$ 161,220	\$ 187,986

R.M. OF SHERWOOD NO. 159

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

Schedule 2-2

	2021 Budget	2021	2020
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 13,500	\$ 14,242	\$ 19,948
- Sales of supplies	5,750	19,508	5,493
- Road maintenance fees	30,000	57,115	32,985
- Mitigation	13,500	14,399	14,399
- Other -	-	-	-
Total Fees and Charges	62,750	105,264	72,825
- Tangible capital asset sales - gain (loss)	-	(228,074)	-
- Other -	-	-	-
Total Other Segmented Revenue	62,750	(122,810)	72,825
Conditional Grants			
- MREP (CTP)	12,600	18,192	12,600
- WSA - Drainage project	-	-	-
- Other - Sask Highways access maint. sharing	1,000	1,000	1,000
Total Conditional Grants	13,600	19,192	13,600
Total Operating	76,350	(103,618)	86,425
Capital			
Conditional Grants			
- Canada Community Building Fund	57,466	118,682	86,199
- Can/Sask Municipal Rural Infrastructure	-	-	-
- Heavy Haul	33,000	33,216	33,216
- Designated Municipal Roads and Bridges	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other - MEEP	370,000	-	139,991
- Other capital revenue - Local improvement	-	-	1,810,000
Total Capital	460,466	151,898	2,069,406
Total Transportation Services	\$ 536,816	\$ 48,280	\$ 2,155,831

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Cemetery fees	\$ -	\$ 1,815	\$ -
- Other - Sale of pest control supplies	500	543	839
Total Fees and Charges	500	2,358	839
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	500	2,358	839
Conditional Grants			
- Student Employment	-	-	-
- Local Government	-	-	-
- Other - Pest and weed control	10,000	10,681	11,946
Total Conditional Grants	10,000	10,681	11,946
Total Operating	10,500	13,039	12,785
Capital			
Conditional Grants			
- Canada Community Building Fund	-	-	-
- Can/Sask Municipal Rural Infrastructure	-	-	-
- TAPD	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total Environmental and Public Health Services	\$ 10,500	\$ 13,039	\$ 12,785

R.M. OF SHERWOOD NO. 159

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

Schedule 2-3

	2021 Budget	2021	2020
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Planning fees and planning services	\$ 17,000	\$ 21,241	\$ 15,363
- Development charges and municipal reserve	830,633	424,828	944
Total Fees and Charges	847,633	446,069	16,307
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	847,633	446,069	16,307
Conditional Grants			
- Student Employment	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	847,633	446,069	16,307
Capital			
Conditional Grants			
- Canada Community Building Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total Planning and Development Services	\$ 847,633	\$ 446,069	\$ 16,307

RECREATION AND CULTURAL SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Other -	\$ -	\$ -	\$ -
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- Local Government	-	-	-
- Donations	-	-	-
- Other - Saskatchewan Lotteries Trust	5,000	8,568	6,185
Total Conditional Grants	5,000	8,568	6,185
Total Operating	5,000	8,568	6,185
Capital			
Conditional Grants			
- Canada Community Building Fund	-	-	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total Recreation and Cultural Services	\$ 5,000	\$ 8,568	\$ 6,185

R.M. OF SHERWOOD NO. 159
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2021

Schedule 2-4

	2021 Budget	2021	2020
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water charges	\$ 602,500	\$ 681,809	\$ 579,475
- Infrastructure fees	105,000	90,993	81,199
- Other - Interest, connections, and other	6,500	5,381	13,611
Total Fees and Charges	714,000	778,183	674,285
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	714,000	778,183	674,285
Conditional Grants			
- Student Employment	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	714,000	778,183	674,285
Capital			
Conditional Grants			
- Canada Community Building Fund	-	-	-
- New Building Canada Fund (SCF, NRP)	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total Utility Services	\$ 714,000	\$ 778,183	\$ 674,285

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 2,454,549	\$ 1,793,835	\$ 3,622,696
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SUMMARY

Total Other Segmented Revenue	\$ 1,965,483	\$ 1,603,496	\$ 1,521,559
Total Conditional Grants	28,600	38,441	31,731
Total Capital Grants and Contributions	460,466	151,898	2,069,406

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 2,454,549	\$ 1,793,835	\$ 3,622,696
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R.M. OF SHERWOOD NO. 159
Schedule of Total Expenses by Function
For the year ended December 31, 2021

Schedule 3-1

	2021 Budget	2021	2020
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 146,430	\$ 128,473	\$ 133,230
Wages and benefits	579,519	518,991	502,166
Professional/Contractual services	417,850	221,434	358,160
Utilities	47,350	44,258	44,314
Maintenance, materials, and supplies	103,450	53,510	41,671
Grants and contributions - operating	500	-	-
- capital	-	-	-
Amortization	-	122,755	115,715
Interest and service charges	2,500	-	886
Allowance for Uncollectables	15,000	415	15,799
Other - Sales tax adjustments and other	1,000	12,373	63
Total General Government Services	\$ 1,313,599	\$ 1,102,209	\$ 1,212,004

PROTECTIVE SERVICES

Police Protection and Bylaw Enforcement

Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services - police	47,000	48,172	46,913
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Other - Bylaw enforcement	24,000	-	-

Fire Protection

Wages and benefits	-	-	-
Professional/Contractual services (fire calls)	220,000	157,457	195,230
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions - operating (standby retainer)	125,000	122,706	121,732
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other -	-	-	-

Total Protective Services	\$ 416,000	\$ 328,335	\$ 363,875
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TRANSPORTATION SERVICES

Wages and benefits	\$ 1,032,487	\$ 1,031,911	\$ 1,058,389
Council remuneration and travel	-	-	-
Professional/Contractual services	432,653	528,780	282,557
Utilities	52,250	32,034	39,769
Maintenance, materials, and supplies	637,000	575,822	424,859
Gravel	625,000	646,845	580,168
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	1,113,233	1,140,613
Interest	75,000	54,191	73,951
Other -	-	-	-

Total Transportation Services	\$ 2,854,390	\$ 3,982,816	\$ 3,600,306
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R.M. OF SHERWOOD NO. 159
Schedule of Total Expenses by Function
For the year ended December 31, 2021

Schedule 3-2

	2021 Budget	2021	2020
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	22,800	25,385	21,685
Utilities	-	-	-
Maintenance, materials, and supplies	10,300	8,482	9,072
Grants and contributions - operating	-	-	-
- Waste disposal	-	-	-
- Public health	2,000	2,000	2,000
- capital	-	-	-
- Waste disposal	-	-	-
- Public health	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other -	-	-	-
Total Environmental and Public Health Services	\$ 35,100	\$ 35,867	\$ 32,757

PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	\$ 167,284	\$ 167,659	\$ 195,831
Professional/Contractual services	138,300	144,684	144,843
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other - Maintenance, materials, and supplies	250	64	30
Other -	-	-	-
Total Planning and Development Services	\$ 305,834	\$ 312,407	\$ 340,704

RECREATION AND CULTURAL SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services (library)	12,000	11,152	11,199
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions - operating	5,000	3,454	6,185
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance for Uncollectables	-	-	-
Other -	-	-	-
Total Recreation and Cultural Services	\$ 17,000	\$ 14,606	\$ 17,384

R.M. OF SHERWOOD NO. 159
Schedule of Total Expenses by Function
For the year ended December 31, 2021

Schedule 3-3

	2021 Budget	2021	2020
UTILITY SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	556,250	257,448	268,594
Utilities	62,700	38,421	43,410
Maintenance, materials, and supplies	31,000	10,694	13,625
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	777,199	20,350
Interest	488,700	480,677	285,075
Allowance for uncollectables	-	-	-
Other -	-	-	-
Total Utility Services	\$ 1,138,650	\$ 1,564,439	\$ 631,054
TOTAL EXPENSES BY FUNCTION	\$ 6,080,573	\$ 7,340,679	\$ 6,198,084

R.M. OF SHERWOOD NO. 159
Schedule of Segment Disclosure by Function
For the year ended December 31, 2021

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 207,102	\$ 161,220	\$ 105,264	\$ 2,358	\$ 446,069	\$ -	\$ 778,183	\$ 1,700,196
Tangible Capital Asset Sales- Gain(loss)	-	-	(228,074)	-	-	-	-	(228,074)
Investment Income and Commissions	123,105	-	-	-	-	-	-	123,105
Other Revenues	8,269	-	-	-	-	-	-	8,269
Grants - Conditional	-	-	19,192	10,681	-	8,568	-	38,441
- Capital	-	-	151,898	-	-	-	-	151,898
Total Revenues	338,476	161,220	48,280	13,039	446,069	8,568	778,183	1,793,835
Expenses (Schedule 3)								
Wages and Benefits	647,464	-	1,031,911	-	167,659	-	-	1,847,034
Professional/Contractual Services	221,434	205,629	528,780	25,385	144,684	11,152	257,448	1,394,512
Utilities	44,258	-	32,034	-	-	-	38,421	114,713
Maintenance, Materials, and Supplies	53,510	-	1,222,667	8,482	64	-	10,694	1,295,417
Grants and Contributions	-	122,706	-	2,000	-	3,454	-	128,160
Amortization	122,755	-	1,113,233	-	-	-	777,199	2,013,187
Interest	-	-	54,191	-	-	-	480,677	534,868
Allowance for Uncollectables	415	-	-	-	-	-	-	415
Other	12,373	-	-	-	-	-	-	12,373
Total Expenses	1,102,209	328,335	3,982,816	35,867	312,407	14,606	1,564,439	7,340,679
Surplus (Deficit) by Function	\$ (763,733)	\$ (167,115)	\$ (3,934,536)	\$ (22,828)	\$ 133,662	\$ (6,038)	\$ (786,256)	\$ (5,546,844)

Taxation and Other Unconditional Revenue (Schedule 1)

\$ 6,562,535

Net Surplus (Deficit)

\$ 1,015,691

R.M. OF SHERWOOD NO. 159
Schedule of Segment Disclosure by Function
For the year ended December 31, 2020

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 120,695	\$ 187,986	\$ 72,825	\$ 839	\$ 16,307	\$ -	\$ 674,285	\$ 1,072,937
Investment Income and Commissions	132,711	-	-	-	-	-	-	132,711
Other Revenues	315,911	-	-	-	-	-	-	315,911
Grants - Conditional	-	-	13,600	11,946	-	6,185	-	31,731
- Capital	-	-	2,069,406	-	-	-	-	2,069,406
Total Revenues	569,317	187,986	2,155,831	12,785	16,307	6,185	674,285	3,622,696
Expenses (Schedule 3)								
Wages and Benefits	635,396	-	1,058,389	-	195,831	-	-	1,889,616
Professional/Contractual Services	358,160	242,143	282,557	21,685	144,843	11,199	268,594	1,329,181
Utilities	44,314	-	39,769	-	-	-	43,410	127,493
Maintenance, Materials, and Supplies	41,671	-	1,005,027	9,072	30	-	13,625	1,069,425
Grants and Contributions	-	121,732	-	2,000	-	6,185	-	129,917
Amortization	115,715	-	1,140,613	-	-	-	20,350	1,276,678
Interest	886	-	73,951	-	-	-	285,075	359,912
Allowance for Uncollectables	15,799	-	-	-	-	-	-	15,799
Other	63	-	-	-	-	-	-	63
Total Expenses	1,212,004	363,875	3,600,306	32,757	340,704	17,384	631,054	6,198,084
Surplus (Deficit) by Function	\$ (642,687)	\$ (175,889)	\$ (1,444,475)	\$ (19,972)	\$ (324,397)	\$ (11,199)	\$ 43,231	\$ (2,575,388)

Taxation and Other Unconditional Revenue (Schedule 1)

\$ 6,054,605

Net Surplus (Deficit)

\$ 3,479,217

R.M. OF SHERWOOD NO. 159
Schedule of Tangible Capital Assets by Object
For the year ended December 31, 2021

Schedule 6

	2021						2020		
	General Assets						General / Infrastructure Assets Under Construction	Total	Total
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Infrastructure Assets Linear Assets			
Asset Cost									
Opening Asset Costs	\$ 1,352,316	\$ 415,334	\$ 10,189,206	\$ 251,208	\$ 6,512,768	\$ 35,460,994	\$ 485,514	\$ 54,667,340	\$ 54,121,322
Additions during the year	-	43,468	-	55,877	479,135	874,726	-	1,453,206	546,018
Disposals and write-downs during the year	-	-	-	(17,588)	(315,948)	(360,193)	-	(693,729)	-
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
Closing Asset Costs	\$ 1,352,316	\$ 458,802	\$ 10,189,206	\$ 289,497	\$ 6,675,955	\$ 35,975,527	\$ 485,514	\$ 55,426,817	\$ 54,667,340
Accumulated Amortization									
Opening Accum. Amort. Cost	\$ -	\$ -	\$ 394,687	\$ 85,907	\$ 1,389,795	\$ 11,440,975	\$ -	\$ 13,311,364	\$ 12,034,686
Add: Amortization taken	-	-	253,757	21,712	548,085	1,189,632	-	2,013,186	1,276,678
Less: Accum. Amort. on Disposals	-	-	-	(7,035)	(158,103)	(236,186)	-	(401,324)	-
Closing Accumulated Amort.	\$ -	\$ -	\$ 648,444	\$ 100,584	\$ 1,779,777	\$ 12,394,421	\$ -	\$ 14,923,226	\$ 13,311,364
Net Book Value	\$ 1,352,316	\$ 458,802	\$ 9,540,762	\$ 188,913	\$ 4,896,178	\$ 23,581,106	\$ 485,514	\$ 40,503,591	\$ 41,355,976

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

R.M. OF SHERWOOD NO. 159
Schedule of Tangible Capital Assets by Function
For the year ended December 31, 2021

Schedule 7

	2021							Total	2020 Total
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer		
Asset Cost									
Opening Asset Costs	\$ 2,501,012	\$ -	\$ 28,331,333	\$ -	\$ 11,152	\$ -	\$ 23,823,843	\$ 54,667,340	\$ 54,121,322
Additions during the year	7,754	-	1,436,230	-	-	-	9,222	1,453,206	546,018
Disposals and adjustments during the year	(6,842)	-	(686,887)	-	-	-	-	(693,729)	-
Closing Asset Costs	\$ 2,501,924	\$ -	\$ 29,080,676	\$ -	\$ 11,152	\$ -	\$ 23,833,065	\$ 55,426,817	\$ 54,667,340
Accumulated Amortization									
Opening Accum. Amort. Costs	\$ 445,473	\$ -	\$ 12,309,496	\$ -	\$ 11,152	\$ -	\$ 545,243	\$ 13,311,364	\$ 12,034,686
Add: Amortization taken	122,755	-	1,113,232	-	-	-	777,199	2,013,186	1,276,678
Disposals and adjustments during the year	(6,842)	-	(394,482)	-	-	-	-	(401,324)	-
Closing Accumulated Amortization	\$ 561,386	\$ -	\$ 13,028,246	\$ -	\$ 11,152	\$ -	\$ 1,322,442	\$ 14,923,226	\$ 13,311,364
Net Book Value	\$ 1,940,538	\$ -	\$ 16,052,430	\$ -	\$ -	\$ -	\$ 22,510,623	\$ 40,503,591	\$ 41,355,976

R.M. OF SHERWOOD NO. 159
Schedule of Accumulated Surplus
For the year ended December 31, 2021

Schedule 8

	2020	Changes	2021
UNAPPROPRIATED SURPLUS	\$ 3,167,388	\$ (79,406)	\$ 3,087,982
APPROPRIATED RESERVES			
Bridges	1	-	1
Specific Municipal Office	4,000	(4,000)	-
Utility Reserves	636,764	464,569	1,101,333
General Reserve	3,621,235	430,175	4,051,410
Cash-in-lieu/Development charges	2,284,459	434,318	2,718,777
Total Appropriated	6,546,459	1,325,062	7,871,521
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible Capital Assets (Schedule 6)	41,355,976	(852,385)	40,503,591
Less: Related debt	(18,661,213)	622,420	(18,038,793)
Net Investment in Tangible Capital Assets	22,694,763	(229,965)	22,464,798
OTHER	-	-	-
Total Accumulated Surplus	\$ 32,408,610	\$ 1,015,691	\$ 33,424,301

R.M. OF SHERWOOD NO. 159
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	\$ 163,385,245	\$ 69,165,960	\$ 1,627,600	\$ 68,080	\$ 784,326,559	\$ -	\$ 1,018,573,444
Regional Park Assessment							-
Total Assessment							1,018,573,444
Mill Rate Factor(s)	1.000	1.100	1.100	1.100	1.010		
Total Minimum Tax	270	-	-	-	-		270
Total Municipal Tax Levy	\$ 980,453	\$ 456,495	\$ 10,742	\$ 449	\$ 4,759,221		\$ 6,207,360

MILL RATES:

MILLS

Average Municipal*	6.094
Average School*	6.139
Potash Mill Rate	-
Uniform Municipal Mill Rate	6.000

* 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).

R.M. OF SHERWOOD NO. 159
Schedule of Council Remuneration
For the year ended December 31, 2021

Schedule 10

Name	Elected Officials' Indemnity	Reimbursed Travel Costs	Total
Oakley-Paul, Susan	\$ 24,300	\$ 502	\$ 24,802
Crassweller, Bradley	16,200	-	16,200
Reiger, Trent	13,500	-	13,500
Wilke, John	16,200	-	16,200
Husum, Carl	18,000	-	18,000
Culbert, Rod	16,200	-	16,200
Paul, Grant	16,200	-	16,200
Total	\$ 120,600	\$ 502	\$ 121,102