

VILLAGE OF TANTALLON

FINANCIAL STATEMENTS

For the year ended December 31, 2021

VILLAGE OF TANTALLON
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STATEMENT OF RESPONSIBILITY

To the Ratepayers of the Village of Tantallon:

The Village'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 principles and methods, and making decisions affecting the measurement of transactions in which objective judgments and estimates by management are required.

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

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

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



Mayor



Administrator

INDEPENDENT AUDITOR'S REPORT

To the Mayor and Council of:
Village of Tantallon
Tantallon, Saskatchewan

Opinion

We have audited the financial statements of the Village of Tantallon, which comprise the statement of financial position as at December 31, 2021 and the statement of operations, statement of changes in net financial assets, and statement of 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 Village of Tantallon as at December 31, 2021, and the results of its operations 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 Auditor's Responsibilities for the audit of the financial statements section of our report. We are independent of the Village of Tantallon in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we 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 Village of Tantallon'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 Village of Tantallon or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Village of Tantallon's financial reporting process.

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

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

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

Yorkton, Saskatchewan
May 11, 2022



Chartered Professional Accountants Ltd.

VILLAGE OF TANTALLON
STATEMENT OF FINANCIAL POSITION
As at December 31, 2021

	2021	2020
FINANCIAL ASSETS		
Cash	\$ 299,952	\$ 225,680
Taxes receivable - municipal (Note 2)	7,563	6,518
Amounts receivable (Note 3)	15,288	18,257
TOTAL FINANCIAL ASSETS	322,803	250,455
LIABILITIES		
Accounts payable and accrued liabilities	8,379	9,011
TOTAL LIABILITIES	8,379	9,011
NET FINANCIAL ASSETS	314,424	241,444
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedules 6 and 7)	809,000	828,447
Inventories	3,182	3,182
Land for resale (Note 4)	17,251	17,251
Prepaid expenses	1,614	1,523
TOTAL NON-FINANCIAL ASSETS	831,047	850,403
ACCUMULATED SURPLUS (Schedule 8)	\$ 1,145,471	\$ 1,091,847

VILLAGE OF TANTALLON
STATEMENT OF OPERATIONS
For the year ended December 31, 2021

	2021 Budget Unaudited (Note 1)	2021 Actual	2020 Actual
REVENUE			
Taxes and other unconditional revenue (Schedule 1)	\$ 115,581	\$ 119,111	\$ 121,080
Fees and charges (Schedules 4 and 5)	48,080	50,229	47,415
Conditional grants (Schedules 4 and 5)	1,750	1,616	14,695
Tangible capital asset sales - loss (Schedules 4 and 5)			(3,410)
Land sales - gain (Schedules 4 and 5)	500		722
Investment income and commissions (Schedules 4 and 5)	800	53	749
Other revenues (Schedules 4 and 5)	3,520	2,838	50,604
	170,231	173,847	231,855
EXPENSES			
General government services (Schedule 3)	47,185	43,167	38,244
Protective services (Schedule 3)	7,564	6,228	5,639
Transportation services (Schedule 3)	25,658	18,586	22,549
Environmental and public health services (Schedule 3)	11,687	11,613	11,737
Recreation and cultural services (Schedule 3)	4,552	6,290	64,183
Utility services (Schedule 3)	37,077	47,177	46,697
	133,723	133,061	189,049
SURPLUS BEFORE OTHER CAPITAL CONTRIBUTIONS	36,508	40,786	42,806
Provincial/Federal capital grants and contributions (Schedules 4 and 5)	8,054	12,838	8,804
ANNUAL SURPLUS	44,562	53,624	51,610
ACCUMULATED SURPLUS, BEGINNING OF YEAR	1,091,847	1,091,847	1,040,237
ACCUMULATED SURPLUS, END OF YEAR	\$ 1,136,409	\$ 1,145,471	\$ 1,091,847

VILLAGE OF TANTALLON
STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the year ended December 31, 2021

	2021 Budget Unaudited (Note 1)	2021 Actual	2020 Actual
ANNUAL SURPLUS	\$ 44,562	\$ 53,624	\$ 51,610
Acquisition of tangible capital assets		(4,129)	(31,657)
Amortization of tangible capital assets	9,925	23,576	23,216
Loss on sale of tangible capital assets			3,410
Increase in prepaid expenses		(91)	(62)
	9,925	19,356	(5,093)
CHANGE IN NET FINANCIAL ASSETS	\$ 54,487	72,980	46,517
NET FINANCIAL ASSETS, BEGINNING OF YEAR		241,444	194,927
NET FINANCIAL ASSETS, END OF YEAR		\$ 314,424	\$ 241,444

VILLAGE OF TANTALLON
STATEMENT OF CASH FLOWS
For the year ended December 31, 2021

	2021	2020
OPERATING TRANSACTIONS		
Annual surplus	\$ 53,624	\$ 51,610
Changes in non-cash items:		
Taxes receivable - municipal	(1,045)	532
Amounts receivable	2,969	(1,815)
Prepaid expenses	(91)	(62)
Accounts payable and accrued liabilities	(632)	1,375
Loss on sale of tangible capital assets		3,410
Gain on sale of land for resale		(722)
Amortization	23,576	23,216
Cash (used for) provided by operating transactions	78,401	77,544
CAPITAL TRANSACTIONS		
Acquisition of tangible capital assets	(4,129)	(31,657)
Cash applied to capital transactions	(4,129)	(31,657)
INVESTING TRANSACTIONS		
Proceeds on sale of land for resale		722
Disposal (acquisition) of real estate properties		(91)
Cash applied to investing transactions		631
CHANGE IN CASH	74,272	46,518
CASH, BEGINNING OF YEAR	225,680	179,162
CASH, END OF YEAR	\$ 299,952	\$ 225,680

VILLAGE OF TANTALLON
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Village are 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 are as follows:

Basis of Accounting

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

Reporting Entity

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

Collection of Funds for Other Authorities

Collection of funds by the Village for the school board, municipal hall, and conservation and development authorities are collected and remitted in accordance with relevant legislation. The amounts collected are disclosed in Note 2.

Government Transfers

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

- a) the transfers are authorized
- b) any eligibility criteria have been met; and
- c) reasonable estimates of the amounts 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.

Deferred Revenue

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.

Local Improvement Charges

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

VILLAGE OF TANTALLON
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net-Financial Assets

Net-financial assets at the end of the 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.

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.

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.

Property Tax Revenue

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

Portfolio Investments

Portfolio investments are valued at the lower of cost and market value, less any provisions for other than temporary impairment. The long-term investments in the Saskatchewan Rural Municipalities - Self Insurance Fund are accounted for on the equity basis.

Inventories

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

VILLAGE OF TANTALLON
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Tangible Capital Assets

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

<u>Asset</u>	<u>Useful Life</u>
General assets	
Land	Indefinite
Buildings	10 - 50 years
Vehicles and equipment	
Vehicles	5 - 10 years
Machinery and equipment	5 - 10 years
Infrastructure Assets	
Infrastructure Assets	30 - 75 years
Water & Sewer	45 - 75 years
Road Network Assets	30 - 60 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 Village does not capitalize interest incurred while a tangible capital asset is under construction.

VILLAGE OF TANTALLON
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Leases

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

Landfill Liability

The Village of Tantallon does not maintain a waste disposal site and utilizes the Loraas Disposal landfill. No amount has been recorded as an asset or liability.

Trust Funds

Funds held in trust for others, under a trust agreement or statute, and not included in the financial statements as they are not controlled by the Village.

Employee Benefit Plans

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

Liability for Contaminated Sites

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

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

VILLAGE OF TANTALLON
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 revenue and expenditures during the period. Accounts receivable are stated after evaluation as to their collectibility 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.

Basis of Segmentation/Segment Report

The Village has adopted the new 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 attributable 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 administration of the Village.

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

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

Planning and development: Provides for neighbourhood development and sustainability.

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

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

Budget Information

Budget information is presented on a basis consistent with that used for the actual results. The budget was approved by Council on June 16, 2021.

VILLAGE OF TANTALLON
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

New Standards and Amendments to Standards

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

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

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

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

PS 3450 Financial Instruments, a new standard establishing guidance on the recognition, measurement, presentation and disclosure of financial instruments, including derivatives. This 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 arising from financial instruments and clarification is given for the de-recognition of financial liabilities.

PS 3280 Asset Retirement Obligations, a new standard establishing guidance on the accounting and reporting of legal obligations associated with the retirement of tangible capital assets controlled by a government or a 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 the 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 TANTALLON
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2021

2. TAXES AND GRANTS-IN-LIEU RECEIVABLE

	2021	2020
Municipal		
- Current	\$ 4,089	\$ 3,749
- Arrears	3,474	2,769
Total municipal taxes receivable	<u>7,563</u>	<u>6,518</u>
School		
- Current	1,035	592
- Arrears	661	556
Total school taxes receivable	<u>1,696</u>	<u>1,148</u>
Total taxes and grants-in-lieu receivable	<u>9,259</u>	<u>7,666</u>
Deduct taxes receivable to be collected on behalf of other organizations	<u>(1,696)</u>	<u>(1,148)</u>
Municipal and grants-in-lieu taxes receivable	<u>\$ 7,563</u>	<u>\$ 6,518</u>

3. AMOUNTS RECEIVABLE

Amounts receivable are valued at their net realized value.

	2021	2020
Utility	\$ 12,255	\$ 13,043
Federal government	2,137	4,818
Provincial government	896	396
	<u>\$ 15,288</u>	<u>\$ 18,257</u>

4. LAND FOR RESALE

	2021	2020
Tax Title Property	\$ 93,509	\$ 93,509
Allowance for market value adjustment	(76,258)	(76,258)
Total Land for Resale	<u>\$ 17,251</u>	<u>\$ 17,251</u>

5. LONG-TERM DEBT

The debt limit of the Village is \$165,439. The debt limit for a Village is the total amount of the Village's own source revenues for the preceding year per section 161(1) of the Municipalities Act.

VILLAGE OF TANTALLON
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2021

6. PENSION PLAN

The Village is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration benefits. The Village's pension expense in 2021 was \$713 (2020 - \$715). The benefits accrued to the Village's employees from MEPP are calculated using the following: Pensionable Years of Service, Highest Average Salary, and the plan accrual rate. The costs of the retirement plan are not allocated to the individual entities within the related group. As a result, individual entities within the related group are not able to identify their share of the underlying assets and liabilities. Therefore, the plan is accounted for as a defined contribution plan in accordance with the requirements of the Chartered Professional Accountants of Canada Handbook Section PS 3250.

7. RELATED PARTIES

The maintenance and water contractor is considered a related party to the Village of Tantallon as he is a councilor of the Village. Included in operations are transactions totaling \$19,596 (2020 - \$20,845) for maintenance and water fees. The transactions are in the normal course of operations and are measured at the exchange value (the amount of consideration established and agreed to by the related parties), which approximates the arm's length equivalent value.

8. GOVERNMENT ASSISTANCE

In response to the pandemic in the prior year, the Provincial and Federal governments had provided funds to municipalities in order to stimulate economic recovery and enhance infection protection and control measures in their operations. Through the Municipal Economic Enhancement Program (MEEP), the Village received funds of 2021 - \$Nil (2020 - \$13,079). In the prior year, these funds were approved to be spent on engineering fees to replace a water main line. As of December 31, 2020, \$25,702 was spent on this project. In addition, during 2020 the Safe Restart Program provided \$5,429 of unconditional funds to the Village.

9. OTHER MATTERS

The COVID-19 pandemic impacted Canada and caused significant disruptions to the Canadian economy. As of the audit report date, the organization has not suffered any significant disruptions as they were able to operate within the restrictions. We are therefore unable to estimate the effect of the pandemic on the organization's operations. While the disruption is currently expected to be temporary, there is considerable uncertainty about the duration of this disruption. As a result, the related financial impact and duration cannot be reasonably estimated at this time.

VILLAGE OF TANTALLON**SCHEDULE 1 - SCHEDULE OF TAXES AND OTHER UNCONDITIONAL REVENUES**

For the year ended December 31, 2021

	2021 Budget Unaudited (Note 1)	2021 Actual	2020 Actual
TAXES			
General municipal tax levy	\$ 71,624	\$ 71,624	\$ 69,492
Abatements and adjustments		(318)	(1,217)
Discount on current year taxes	(1,600)	(1,606)	(1,604)
Net Municipal Taxes	70,024	69,700	66,671
Potash tax share	18,377	18,377	16,970
Penalties on tax arrears	757	758	1,491
Total Taxes	89,158	88,835	85,132
UNCONDITIONAL GRANTS			
Revenue Sharing	18,377	22,441	22,627
Safe Restart			5,429
Total Unconditional Grants	18,377	22,441	28,056
GRANTS-IN-LIEU OF TAXES			
Provincial			
Sasktel	146	122	146
Other Government Transfers			
S.P.C. Surcharge	5,500	5,420	5,399
SaskEnergy Surcharge	2,400	2,293	2,347
Total Grants-in-Lieu of Taxes	8,046	7,835	7,892
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 115,581	\$ 119,111	\$ 121,080

VILLAGE OF TANTALLON

SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

For the year ended December 31, 2021

	2021 Budget Unaudited (Note 1)	2021 Actual	2020 Actual
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Sales of supplies	\$ 20	\$ 30	\$ 20
Total Fees and Charges	20	30	20
- Land sales - gain (loss)	500		722
- Investment income and commissions	800	53	749
Total Other Segmented Revenue	1,320	83	1,491
Total Operating	1,320	83	1,491
Total General Government Services	1,320	83	1,491
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	560	346	335
Total Fees and Charges	560	346	335
Total Other Segmented Revenue	560	346	335
Total Operating	560	346	335
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	8,054	11,088	8,054
Total Capital	8,054	11,088	8,054
Total Transportation Services	8,614	11,434	8,389

VILLAGE OF TANTALLON**SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION**

For the year ended December 31, 2021

	2021 Budget Unaudited (Note 1)	2021 Actual	2020 Actual
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and disposal fees	\$ 5,980	\$ 6,222	\$ 6,009
Total Fees and Charges	5,980	6,222	6,009
Total Other Segmented Revenue	5,980	6,222	6,009
Total Operating	5,980	6,222	6,009
Total Environmental and Public Health Services	5,980	6,222	6,009
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Rentals	3,500	5,575	3,035
Total Fees and Charges	3,500	5,575	3,035
- Donations	3,520	2,838	50,604
Total Other Segmented Revenue	7,020	8,413	53,639
Conditional Grants			
- Saskatchewan Lotteries		1,616	1,616
Total Conditional Grants		1,616	1,616
Total Operating	7,020	10,029	55,255
Capital			
Conditional Grants			
- Local government	1,750	1,750	750
Total Capital	1,750	1,750	750
Total Recreation and Cultural Services	8,770	11,779	56,005

VILLAGE OF TANTALLON**SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION**

For the year ended December 31, 2021

	2021 Budget Unaudited (Note 1)	2021 Actual	2020 Actual
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	\$ 27,700	\$ 27,725	\$ 27,696
- Sewer	10,320	10,331	10,320
Total Fees and Charges	38,020	38,056	38,016
- Tangible capital asset sales - gain (loss)			(3,410)
Total Other Segmented Revenue	38,020	38,056	34,606
Conditional Grants			
- Municipal Economic Enhancement Program			13,079
Total Conditional Grants			13,079
Total Operating	38,020	38,056	47,685
Total Utility Services	38,020	38,056	47,685
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 62,704	\$ 67,574	\$ 119,579
SUMMARY			
Total Other Segmented Revenue	\$ 52,900	\$ 53,120	\$ 96,080
Total Conditional Grants		1,616	14,695
Total Capital Grants and Contributions	9,804	12,838	8,804
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 62,704	\$ 67,574	\$ 119,579

VILLAGE OF TANTALLON
SCHEDULE 3 - SCHEDULE OF EXPENSES BY FUNCTION
For the year ended December 31, 2021

	2021 Budget Unaudited (Note 1)	2021 Actual	2020 Actual
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 2,500	\$ 2,020	\$ 2,000
Wages and benefits	20,530	18,928	19,327
Professional/Contractual services	17,000	14,816	14,259
Utilities	4,500	4,257	4,277
Maintenance, materials, and supplies	1,150	1,448	881
Grants and contributions - Operating	400	200	
Amortization	1,105	1,498	1,387
Allowance for uncollectibles			(3,887)
Total General Government Services	47,185	43,167	38,244
PROTECTIVE SERVICES			
Police protection			
Professional/Contractual services	4,400	4,501	4,383
Fire protection			
Professional/Contractual services	620	614	119
Utilities	887	863	887
Grants and contributions			
- Capital		250	250
Amortization	1,657		
Total Protective Services	7,564	6,228	5,639
TRANSPORTATION SERVICES			
Professional/Contractual services	16,500	11,936	14,328
Utilities	5,200	4,702	5,110
Maintenance, materials, and supplies	1,200	306	463
Gravel	2,500	1,384	2,390
Amortization	258	258	258
Total Transportation Services	25,658	18,586	22,549
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Professional/Contractual services	11,587	11,491	11,587
Grants and contributions			
- Operating			
• Public Health	100	122	150
Total Environmental and Public Health Services	11,687	11,613	11,737

VILLAGE OF TANTALLON
SCHEDULE 3 - SCHEDULE OF EXPENSES BY FUNCTION
For the year ended December 31, 2021

	2021 Budget Unaudited (Note 1)	2021 Actual	2020 Actual
RECREATION AND CULTURAL SERVICES			
Utilities	\$ 900	\$ 1,069	\$ 879
Maintenance, materials, and supplies	2,000	403	6,182
Grants and contributions - Operating	1,224	4,390	3,590
- Capital			53,104
Amortization	428	428	428
Total Recreation and Cultural Services	4,552	6,290	64,183
UTILITY SERVICES			
Professional/Contractual services	18,900	16,009	13,761
Utilities	4,000	4,284	3,780
Maintenance, materials, and supplies	7,700	4,906	7,863
Amortization	6,477	21,392	21,143
Other		586	150
Total Utility Services	37,077	47,177	46,697
TOTAL EXPENSES BY FUNCTION	\$ 133,723	\$ 133,061	\$ 189,049

VILLAGE OF TANTALLON
SCHEDULE 4 - SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION
For the year ended December 31, 2021

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 30	\$	\$ 346	\$ 6,222	\$	\$ 5,575	\$ 38,056	\$ 50,229
Tangible Capital Asset Sale - Gain (Loss)								
Land Sales - Gain (Loss)								
Investment Income & Commissions	53							53
Other Revenues						2,838		2,838
Grants - Conditional						1,616		1,616
- Capital			11,088			1,750		12,838
Total revenues	83		11,434	6,222		11,779	38,056	67,574
Expenses (Schedule 3)								
Wages & Benefits	20,948							20,948
Professional/Contractual Services	14,816	5,115	11,936	11,491			16,009	59,367
Utilities	4,257	863	4,702			1,069	4,284	15,175
Maintenance, Materials, Supplies	1,448		1,690			403	4,906	8,447
Grants and Contributions	200	250		122		4,390		4,962
Amortization	1,498		258			428	21,392	23,576
Interest								
Allowance for Uncollectibles								
Other							586	586
Total expenses	43,167	6,228	18,586	11,613		6,290	47,177	133,061
Surplus (Deficit) by Function	(43,084)	(6,228)	(7,152)	(5,391)		5,489	(9,121)	(65,487)
Taxation and other unconditional revenue (Schedule 1)								119,111
Net Surplus (Deficit)								\$ 53,624

VILLAGE OF TANTALLON
SCHEDULE 5 - SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION
For the year ended December 31, 2020

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 20	\$	\$ 335	\$ 6,009	\$	\$ 3,035	\$ 38,016	\$ 47,415
Tangible Capital Asset Sale - Gain (Loss)							(3,410)	(3,410)
Land Sales - Gain (Loss)	722							722
Investment Income & Commissions	749							749
Other Revenues						50,604		50,604
Grants - Conditional						1,616	13,079	14,695
- Capital			8,054			750		8,804
Total revenues	1,491		8,389	6,009		56,005	47,685	119,579
Expenses (Schedule 3)								
Wages & Benefits	21,327							21,327
Professional/Contractual Services	14,259	4,502	14,328	11,587			13,761	58,437
Utilities	4,277	887	5,110			879	3,780	14,933
Maintenance, Materials, Supplies	881		2,853			6,182	7,863	17,779
Grants and Contributions		250		150		56,694		57,094
Amortization	1,387		258			428	21,143	23,216
Interest								
Allowance for Uncollectibles	(3,887)							(3,887)
Other							150	150
Total expenses	38,244	5,639	22,549	11,737		64,183	46,697	189,049
Surplus (Deficit) by Function	(36,753)	(5,639)	(14,160)	(5,728)		(8,178)	988	(69,470)
Taxation and other unconditional revenue (Schedule 1)								121,080
Net Surplus (Deficit)								\$ 51,610

VILLAGE OF TANTALLON
SCHEDULE 6 - SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT
For the year ended December 31, 2021

	General Assets					Infrastructure Assets	General/ Infrastructure	Totals	
Cost	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets	Assets Under Construction	2021	2020
Opening costs	\$ 5,957		561,826		21,834	758,061		\$1,347,678	\$1,325,858
Additions during the year			4,129					4,129	31,657
Disposals and write downs									(9,837)
Closing costs	5,957		565,955		21,834	758,061		1,351,807	1,347,678
Accumulated Amortization									
Opening accumulated amortization			62,774		20,046	436,411		519,231	502,442
Amortization			12,149		1,405	10,022		23,576	23,216
Disposals and write downs									(6,427)
Closing accumulated amortization			74,923		21,451	446,433		542,807	519,231
Net Book Value	\$ 5,957		491,032		383	311,628		\$ 809,000	\$ 828,447

VILLAGE OF TANTALLON
SCHEDULE 7 - SCHEDULE OF TANGIBLE CAPITAL ASSETS BY FUNCTION
For the year ended December 31, 2021

Cost	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Totals	
								2021	2020
Opening costs	\$ 27,820	13,083	150,816			21,378	1,134,581	\$1,347,678	\$1,325,858
Additions during the year	4,129							4,129	31,657
Disposals and write downs									(9,837)
Closing costs	31,949	13,083	150,816			21,378	1,134,581	1,351,807	1,347,678
Accumulated Amortization									
Opening accumulated amortization	13,577	13,083	148,236			16,675	327,660	519,231	502,442
Amortization	1,498		258			428	21,392	23,576	23,216
Disposals and write downs									(6,427)
Closing accumulated amortization	15,075	13,083	148,494			17,103	349,052	542,807	519,231
Net Book Value	\$ 16,874		2,322			4,275	785,529	\$ 809,000	\$ 828,447

VILLAGE OF TANTALLON
SCHEDULE 8 - SCHEDULE OF ACCUMULATED SURPLUS
For the year ended December 31, 2021

	2020	Changes	2021
UNAPPROPRIATED SURPLUS	\$ 262,143	73,071	\$ 335,214
APPROPRIATED RESERVES			
Recreation Reserve	1,257		1,257
Total appropriated	1,257		1,257
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6)	828,447	(19,447)	809,000
Net Investment in Tangible capital assets	828,447	(19,447)	809,000
Total Accumulated Surplus	\$ 1,091,847	53,624	\$ 1,145,471

VILLAGE OF TANTALLON

SCHEDULE 9 - SCHEDULE OF MILL RATES AND ASSESSMENTS

For the year ended December 31, 2021

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable assessment	16,290	4,541,280			24,820		4,582,390
Regional Park Assessment							
Total Assessment							4,582,390
Mill Rate Factor(s)	1.00	1.00			1.00		
Total Base/Minimum Tax		25,800					25,800
Total Municipal Tax Levy	163	71,213			248		71,624

MILL RATES:

MILLS

Average Municipal	15.6302
Average School	4.4614
Potash Mill Rate	
Uniform Municipal Mill Rate	10.0000

VILLAGE OF TANTALLON
SCHEDULE 10 - SCHEDULE OF COUNCIL REMUNERATION
For the year ended December 31, 2021

<u>Position - Name</u>	<u>Remuneration</u>	<u>Reimbursed Costs</u>	<u>Total</u>
Jim Johnson - Mayor	\$ 900	\$	900
Ron Henderson - Deputy Mayor	840		840
Clayton Babyak - Councilor	280		280
	<hr/>		
	\$ 2,020	\$	2,020
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