

RURAL MUNICIPALITY OF BLUCHER NO. 343
Financial Statements
Year Ended December 31, 2019

RURAL MUNICIPALITY OF BLUCHER NO. 343

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Year Ended December 31, 2019

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

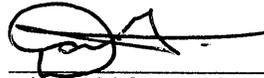
In discharging its responsibilities for the integrity and fair presentation of the financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately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

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

Grant Thornton 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 follows. The external auditors have full and free access to, and meet periodically and separately with, both the Council and management to discuss their audit findings.



R. Doran Scott, Administrator



Mr Daniel Greschuk, Reeve

Bradwell, SK

Date: August 12, 2020

INDEPENDENT AUDITOR'S REPORT

To the Council of the Rural Municipality of Blucher No. 343

Qualified Opinion

We have audited the financial statements of the Rural Municipality of Blucher No. 343 (the Municipality), which comprise the statement of financial position as at December 31, 2019, and the statements of operations and accumulated surplus and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Municipality as at December 31, 2019, 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 Qualified Opinion

We were not able to observe the counting of inventories at January 1, 2019 or December 31, 2019 or satisfy ourselves by alternative means concerning inventory quantities as at those dates. Since opening and closing inventories enter into the determination of the financial performance and cash flows, we were unable to determine whether adjustments might have been necessary in respect of the surplus of revenues over expenses for the year reported in the statement of operations, inventory reported on the statement of financial position and the cash flows from operating activities reported in the statement of cash flows. As a result, our audit opinion on the financial statements for the year ended December 31, 2019 is modified because of the possible effects of this limitation in scope.

As discussed in Note 23 to the financial statements, the municipality has an interest in the Highway 41 Water Utility which is a government partnership. The municipality has not recorded in its financial statements its 33.33% interest in this partnership using the proportionate consolidation method, which constitutes a departure from Canadian Public Sector Accounting Standards. This is the result of a decision taken by council to not record its interest in this government partnership. If the interests in Highway 41 Water Utility were included in the municipality's financial statements the annual surplus of revenue over expenses would decrease by \$81,940 to \$856,592 (2018 - surplus would decrease by \$51,893 to \$910,054, financial assets would increase by \$530,482 (2018 - \$540,392), liabilities would increase by \$20,021 (2018 - \$25,809), non-financial assets would increase by \$3,446,057 (2018 - \$3,524,279) and accumulated ending surplus would increase by \$3,956,519 (2018 - \$4,038,863).

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 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 those requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Emphasis of Matter

We draw attention to Note 24 to the financial statements, which explains that certain comparative information presented for the year ended December 31, 2018 has been restated. The financial statements for the year ended December 31, 2018 (prior to the adjustments that were applied to restate certain comparative information explained in Note 23) were audited by Cogent Chartered Professional Accountants LLP who expressed an unmodified conclusion on those financial statements on March 21, 2019. Our opinion is not modified in respect of this matter. The partners and staff of Cogent CPA LLP joined Grant Thornton LLP on November 1, 2019.

Other Matters

Supplemental Information

Our audit was conducted for the purposes of forming an opinion on the financial statements taken as a whole. Schedules 1, 2, 3, 7, 9 and 10 are presented for purposes of additional information and are not a required part of the financial statements. Such information has been subjected to the auditing procedures applied, only to the extent necessary to express an opinion, in the audit of the financial statements taken as a whole.

Predecessor Auditor

The financial statements of the Rural Municipality of Blucher No. 343 for the year ended December 31, 2018, were audited by Cogent Chartered Professional Accountants LLP who expressed an unmodified opinion on those consolidated statements on March 21, 2019. The partners and staff of Cogent Chartered Professional Accountants LLP joined Grant Thornton LLP subsequent to that on November 1, 2019.

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 relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Municipality or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Municipality'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 generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 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 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.

Grant Thornton LLP

Saskatoon, Canada
August 19, 2020

Chartered Professional Accountants

RURAL MUNICIPALITY OF BLUCHER NO. 343**Statement of Financial Position****As at December 31, 2019****Statement 1**

	2019	2018
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	\$ 4,378,419	\$ 3,729,656
Taxes Receivable - Municipal (Note 3)	296,664	295,247
Other Accounts Receivable (Note 4)	385,126	176,578
Land for Resale (Note 5)	-	-
Long-Term Investments (Note 6)	302,034	492,946
Debt Charges Recoverable (Note 7)	-	-
Other	-	-
	<hr/>	<hr/>
Total financial assets	5,362,243	4,694,427
LIABILITIES		
Bank indebtedness (Note 8)	-	-
Accounts Payable	11,838	6,753
Accrued Liabilities Payable	-	-
Deposits	5,300	12,616
Deferred Revenue (Note 9)	(4,405)	7,439
Accrued Landfill Costs (Note 10)	-	-
Liability for Contaminated Sites (Note 11)	-	-
Other Liabilities	-	-
Long-Term Debt (Note 12)	-	-
Lease Obligations (Note 13)	-	-
	<hr/>	<hr/>
Total liabilities	12,733	26,808
NET FINANCIAL ASSETS	5,349,510	4,667,619
NON-FINANCIAL ASSETS		
Tangible Capital Assets(Schedule 6, 7)	8,048,635	7,508,128
Prepayments and Deferred Charges	19,283	11,927
Stock and Supplies	367,460	658,346
Other (Note 14)	-	-
	<hr/>	<hr/>
Total Non-Financial Assets	8,435,378	8,178,401
ACCUMULATED SURPLUS (Schedule 8)	\$ 13,784,888	\$ 12,846,020

See notes to financial statements

RURAL MUNICIPALITY OF BLUCHER NO. 343
Statement of Operations and Accumulated Surplus
As at December 31, 2019

Statement 2

	Budget 2019	2019	2018
REVENUES OTHER THAN PROVINCIAL/FEDERAL CAPITAL GRANTS AND CONTRIBUTIONS			
Taxes and Other Unconditional Revenue (Schedule 1)	\$ 2,910,916	\$ 3,088,041	\$ 2,939,648
Fees and Charges (Schedule 4, 5)	713,820	1,029,993	1,150,104
Conditional Grants (Schedule 4, 5)	218,538	133,973	172,136
Tangible Capital Assets Sales - Gain (Loss) (Schedule 4, 5)	311,000	(62,880)	-
Land Sales - Gain (Loss) (Schedule 4, 5)	-	-	-
Investment Income and Commissions (Schedule 4, 5)	59,500	100,063	69,352
Restructurings (Schedule 4, 5)	-	-	-
Other Revenues (Schedule 4, 5)	1,000	-	3,057
Total Revenues other than Provincial/Federal Capital Grants and Contributions	4,214,774	4,289,190	4,334,297
EXPENSES			
General Government Services (Schedule 3)	677,264	587,405	585,186
Protective Services (Schedule 3)	276,462	296,910	399,563
Transportation Services (Schedule 3)	2,389,811	2,219,286	2,041,407
Environmental and Public Health Services (Schedule 3)	183,475	154,854	171,401
Planning and Development Services (Schedule 3)	14,017	2,008	36,586
Recreation and Cultural Services (Schedule 3)	18,000	21,066	45,113
Utility Services (Schedule 3)	290,200	306,002	268,914
Restructurings (Schedule 3)	-	-	-
Total Expenses	3,849,229	3,587,531	3,548,170
Surplus (Deficit) of Revenues over Expenses before Provincial/Federal Capital Grants and Contributions	365,545	701,659	786,127
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	120,000	237,209	175,820
Surplus (Deficit) of Revenues over Expenses	485,545	938,868	961,947
Accumulated Surplus (Deficit), Beginning of Year	12,846,020	12,846,020	11,884,073
ACCUMULATED SURPLUS - END OF YEAR	\$ 13,331,565	\$ 13,784,888	\$ 12,846,020

See notes to financial statements

RURAL MUNICIPALITY OF BLUCHER NO. 343

Statement of Change in Net Financial Assets

As at December 31, 2019

Statement 3

	Budget 2019	2019	2018
Surplus (Deficit)	\$ 485,545	\$ 938,868	\$ 961,947
(Acquisition) of tangible capital assets	(1,338,000)	(2,014,428)	(750,357)
Amortization of tangible capital assets	548,440	513,580	626,043
Proceeds on disposal of tangible capital assets	-	897,460	-
Loss (gain) on the disposal of tangible capital assets	-	62,880	-
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (Deficit) of capital expenses over expenditures	(789,560)	(540,508)	(124,314)
(Acquisition) of supplies inventories	-	(367,460)	(658,346)
(Acquisition) of prepaid expense	-	(19,283)	(11,928)
Consumption of supplies inventory	-	658,346	165,150
Use of prepaid expense	-	11,928	124,660
Surplus (Deficit) of expenses of other non-financial over expenditures	-	283,531	(380,464)
Increase/Decrease in Net Financial Assets	(304,015)	681,891	457,169
Net Financial Assets (Debt) - Beginning of Year	4,667,619	4,667,619	4,210,450
Net Financial Assets (Debt) - End of Year	\$ 4,363,604	\$ 5,349,510	\$ 4,667,619

RURAL MUNICIPALITY OF BLUCHER NO. 343

Statement of Cash Flows

As at December 31, 2019

Statement 4

Cash provided by (used for) the following activities

	2019	2018
Operating:		
Surplus (Deficit)	\$ 938,868	\$ 961,947
Amortization	513,580	626,043
Loss (gain) on disposal of tangible capital assets	62,880	-
	<u>1,515,328</u>	<u>1,587,990</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	(1,417)	(44,610)
Other Receivables	(208,548)	36,557
Accounts Payable	5,085	(16,027)
Deferred Revenue	(11,844)	(156,274)
Prepayments and Deferred Charges	(7,356)	112,733
Stock and Supplies	290,886	(493,196)
Deposits	(7,316)	625
	<u>59,490</u>	<u>(560,192)</u>
Cash provided by operating transactions	<u>1,574,818</u>	<u>1,027,798</u>
Capital:		
Acquisition of capital assets	(2,014,428)	(750,357)
Proceeds from the disposal of capital assets	897,461	-
Other capital	-	-
	<u>(1,116,967)</u>	<u>(750,357)</u>
Cash applied to capital transactions	<u>(1,116,967)</u>	<u>(750,357)</u>
Investing:		
Long-Term Investments	190,912	(209,679)
Other	-	-
	<u>190,912</u>	<u>(209,679)</u>
Cash provided by (applied to) investing transactions	<u>190,912</u>	<u>(209,679)</u>
Financing:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	-	-
Other financing	-	-
	<u>-</u>	<u>-</u>
Cash provided by (applied to) financing transactions	<u>-</u>	<u>-</u>
Change in Cash and Temporary Investments during the year	648,763	67,762
Cash and Temporary Investments - Beginning of Year	<u>3,729,656</u>	<u>3,661,894</u>
Cash and Temporary Investments - End of Year (Note 2)	\$ 4,378,419	\$ 3,729,656

See notes to financial statements

Notes to Financial Statements

As at December 31, 2019

1. **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 consolidate the assets, liabilities and flow of resources of the municipality. The entity is comprised of all of the organizations that are owned or controlled by the municipality and are, therefore, accountable to the Council for the administration of their financial affairs and resources. Entities included in these financial statements are as follows:

Entity:

N/A

All inter-organizational transactions and balances have been eliminated.

(b) **Collection of funds for other authorities:**

Collection of funds by the municipality for school boards, municipal hail 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 revenue in the period that the events giving rise to the transfer occur, providing:

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

Unearned government transfer amounts received will be recorded as deferred revenue until eligibility criteria or stipulations are met.

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

Government transfers to individuals and other entities are recognized as an expense when the transfers are authorized and all eligibility criteria have been met.

(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. Resources restricted by agreement with an external party are recognized as revenue in the municipality's financial statements in the period in which the resources are used for the purpose or purposes specified. An externally restricted inflow received before this criterion has been met is recorded as a liability until the resources are used for the purpose or purposes specified.

(e) **Local Improvement Charges:**

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

(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.

(continues)

Notes to Financial Statements

As at December 31, 2019

1. **Significant accounting policies** *(continued)*

(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, provided the revenues are expected to be collected. Requisitions operate as a flow through and are excluded from municipal revenue.

(j) **Investments:**

Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment. Investments with terms of 91 days to one year have been classified as other short-term investments and investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment.

The long term investments in the Saskatchewan Association of Rural Municipalities - Self insurance fund are accounted for on the equity basis. The balance represents the balances receivable should the municipality decide to leave the self-insurance program and includes upfront contributions to the plan, additional premium payments, allocations of investment income on the funds on deposit, self-insurance claims paid and other claims administration costs. The municipality has the ability to withdraw from the plan with notice. Beyond the return of the municipality's fund balance, it has no further claim to the residual net assets of SARM.

(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 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.

(continues)

Notes to Financial Statements

As at December 31, 2019

1. **Significant accounting policies** *(continued)*

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

<u>Asset</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	5 to 20 Years
Buildings	10 to 50 Years
Vehicles & Equipment	
Vehicles	5 to 10 Years
Machinery and Equipment	5 to 10 Years
Infrastructure Assets	
Infrastructure Assets	30 to 75 Years
Water & Sewer	30 to 75 Years
Road Network Assets	30 to 75 Years

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

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

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

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

(n) **Trust Funds:**

Funds held in trust for others, under a trust agreement or statute, are not included in the financial statements as they are not controlled by the municipality. Trust fund activities administered by the municipality are disclosed in Note 18.

(o) **Employee benefit plans:**

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

(continues)

Notes to Financial Statements

As at December 31, 2019

1. **Significant accounting policies** (continued)

(p) **Liability for Contaminated Sites:**

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

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

Any revisions to an amount previously recognized are accounted for in the period in which the revisions are made.

(q) **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 collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

The measurement of materials and supplies are based on estimates of volume and quality. The 'Opening Asset costs' of tangible capital assets have been estimated where actual costs were not available. Amortization is based on the estimated useful lives of tangible capital assets.

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

(r) **Basis of segmentation/Segment report:**

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

The segments (functions) are as follows:

General Government: Provides for the administration of the municipality.

Protective Services: Comprised of expenses for Police and Fire protection.

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

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

Planning and Development: Provides for neighbourhood development and sustainability.

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

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

(s) **Budget Information:**

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on March 20, 2019.

(continues)

Notes to Financial Statements

As at December 31, 2019

1. Significant accounting policies (continued)

(t) **New Accounting Standards:**

Effective January 1, 2019, the municipality adopted the following standard to comply with Canadian public sector accounting standards (PSAS). This standard applies to all public sector entities for years beginning on or after April 1, 2018. Adoption of this standard requires all public sector entities to assess information using definitions, criteria and exceptions provided in the standards and apply professional judgement to comply with the disclosure requirements of each standard.

PS 3430 Restructuring Transactions provides guidance on how to account for and report restructuring transactions by transferors and recipients of assets and/or liabilities. The new standard has been adopted on a prospective basis.

For more information refer to Note 21.

Future Accounting Standards, Effective on or after April 1, 2022:

PS 1201 Financial Statement Presentation, replaces PS 1200 with revised general reporting principles and standards of presentation and disclosure in government financial statements. 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.

PS 3041 Portfolio Investments, replaces PS 3040 with revised guidance on accounting for, and presentation and disclosure of, portfolio investments. 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.

PS 3280 Asset Retirement Obligations, a new standard establishing guidance on the recognition, measurement, presentation and disclosure of a liability for retirement of a tangible capital asset. 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 On or After April 1, 2023:

PS 3400, Revenue, a new standard establishing guidance on the recognition, measurement, presentation and disclosure of revenue.

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

2. Cash and Temporary Investments

	2019	2018
Cash	\$ 4,378,419	\$ 3,729,656
Temporary Investments		
Restricted Cash	-	-
Total Cash and Temporary Investments	\$ 4,378,419	\$ 3,729,656

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

RURAL MUNICIPALITY OF BLUCHER NO. 343

Notes to Financial Statements

As at December 31, 2019

3. Taxes Receivable - Municipal

	2019	2018
<u>Municipal</u>		
- current	\$ 264,958	\$ 136,597
- arrears	78,101	203,763
	<u>343,059</u>	<u>340,359</u>
Less - allowance for uncollectibles	(46,395)	(45,114)
Total municipal taxes receivable	<u>296,664</u>	<u>295,246</u>
<u>School</u>		
- current	117,052	104,863
- arrears	48,906	105,901
Total school taxes receivable	<u>165,958</u>	<u>210,764</u>
Other (Hail)	<u>1,691</u>	<u>3,486</u>
Total taxes and grants in lieu receivable	<u>464,313</u>	<u>509,496</u>
Deduct taxes receivable to be collected on behalf of other organizations	<u>(167,649)</u>	<u>(214,249)</u>
Total Taxes Receivable - Municipal	<u>\$ 296,664</u>	<u>\$ 295,247</u>

4. Other Accounts Receivable

	2019	2018
Federal Government	\$ 77,673	\$ 80,295
Provincial Government	-	-
Local Government	62	62
Utility	9,996	9,996
Trade	297,395	86,225
Other	-	-
Total Other Accounts Receivable	<u>385,126</u>	<u>176,578</u>
Less: allowance for uncollectibles	-	-
Net Other Accounts Receivable	<u>\$ 385,126</u>	<u>\$ 176,578</u>

5. Land for Resale

	2019	2018
Tax Title Property	\$ -	\$ -
Allowance for market value adjustment	-	-
Net Tax Title Property	<u>-</u>	<u>-</u>
Land for Resale	-	-
Allowance for market value adjustment	-	-
Net Other Land	<u>-</u>	<u>-</u>
Total Land for Resale	<u>\$ -</u>	<u>\$ -</u>

RURAL MUNICIPALITY OF BLUCHER NO. 343

Notes to Financial Statements

As at December 31, 2019

6. Investments

	2019	2018
Short-term Investments		
Long-term Investments		
Long Term Tem Deposits	\$ 214,291	\$ 410,090
Sask. Ass. of Rur. Mun. General Ins. Investment	43,675	40,636
Sask. Ass. of Rur. Mun. Liability Ins. Investment	44,047	42,199
Co-op Shares	21	21
Total Investments	\$ 302,034	\$ 492,946

The long term investments in the Saskatchewan Association of Rural Municipalities - Self Insurance Fund are accounted for on the equity basis. The balance represents the balances receivable should the municipality decide to leave the self-insurance program and includes upfront contributions to the plan, additional premium payments, allocations of investment income on the funds on deposit, self-insurance claims paid and other claims administration costs. The municipality has the ability to withdraw from the plan with notice. Beyond the return of the municipality's fund balance, it has no further claim to the residual net assets of SARM.

7. Debt Charges Recoverable

	2019	2018
Current debt charges recoverable	\$ -	\$ -
Non-current debt charges recoverable	-	-
Total Debt Charges Recoverable	\$ -	\$ -

This note does not pertain to this municipality.

8. Bank Indebtedness

This note does not pertain to this municipality.

9. Deferred Revenue

	2019	2018
<u>Prepaid Water Tokens</u>		
Balance - Beginning of Year	\$ -	\$ 14,326
Additions during the year	-	-
Reductions during the year	(12,505)	(14,326)
Balance - End of Year	(12,505)	-
<u>Prepaid Taxes</u>		
Balance - Beginning of Year	7,439	4,386
Additions during the year	661	3,053
Reductions during the year	-	-
Balance - End of Year	8,100	7,439
Grand total	\$ (4,405)	\$ 7,439

Notes to Financial Statements

As at December 31, 2019

10. **Accrued Landfill Costs**

	2019	2018
Environmental Liabilities	\$ -	\$ -

This note does not pertain to this municipality.

11. **Liability for Contaminated Sites**

The municipality does not currently have a liability for any contaminated sites in the community. All properties that have environmentally risky histories are still under the ownership of the corporation or individual that operated on the property and all property tax and/or other liabilities to the municipality are current. There is currently no risk that any of these properties will become the responsibility of the municipality.

12. **Long-term Debt**

The debt limit of the municipality is \$3,644,605. 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)).

The municipality has no long term debt.

13. **Lease Obligations**

This note does not pertain to this municipality.

14. **Other Non-financial Assets**

This note does not pertain to this municipality.

15. **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.

16. **Pension Plan**

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality pension expense in 2019 was \$150,042. 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.

Notes to Financial Statements

As at December 31, 2019

17. Comparative Figures / Subsequent Events

Since December 31, 2019, the spread of COVID-19 has severely impacted many local economies around the globe. In many countries, including Canada, businesses are being forced to cease or limit operations for long or indefinite periods of time. Measures taken to contain the spread of the virus, including travel bans, quarantines, social distancing, and closures of non-essential services have triggered significant disruptions to businesses worldwide, resulting in an economic slowdown. Global stock markets have also experienced great volatility and a significant weakening. Governments and central banks have responded with monetary and fiscal interventions to stabilize economic conditions.

It is unknown to what extent these factors will impact the municipality, however they could play a significant factor on the community in their ability to pay and service their taxes, as well as the utilization of taxes held by the municipality. The municipality has determined that these events are non-adjusting subsequent events. Accordingly, the financial position and results of operations as of and for the year ended December 31, 2019 have not been adjusted to reflect their impact. The duration and impact of the COVID-19 pandemic, as well as the effectiveness of government and central bank responses, remains unclear at this time. It is not possible to reliably estimate the duration and severity of these consequences, as well as their impact on the financial position and results of the municipality for future periods.

Certain of the prior year comparative figures may have been restated to conform to the current year's presentation.

18. Trusts Administered by the Municipality

A summary of trust fund activity by the municipality during the year is as follows:

	<u>2019</u>	<u>2018</u>
Balance - Beginning of Year	\$ -	\$ -
Revenue (specify)	-	-
Interest revenue	-	-
Subtotal	-	-
Expenditure (specify)	-	-
Balance - End of Year	\$ -	\$ -

This note does not pertain to this municipality.

19. Related Parties

The financial statements include transactions with related parties. The municipality is related to the Highway 41 Water Utility under the common control of the Council, but Council has chosen not to consolidate its proportionate share of the Utility.

20. Contingent Assets

This note does not pertain to this municipality.

21. Restructuring Transactions

This note does not pertain to this municipality.

22. Budget Data

The reconciliation of the approved budget for the current year to the budget figures reported in these financial statements is as follows:

Budget surplus per Statement of Operations	<u>485,545</u>
Less: Capital expenditures	<u>(1,338,000)</u>
	<u>\$ (852,455)</u>

RURAL MUNICIPALITY OF BLUCHER NO. 343

Notes to Financial Statements

As at December 31, 2019

23. Highway 41 Water Utility

The Rural Municipality of Blucher No. 343, the Rural Municipality of Aberdeen No. 373, and the Rural Municipality of Grant No. 372 (the "members") jointly share control of the Highway 41 Water Utility (the "Utility"), a public utility board created under the authority of The Municipalities Act of the Province of Saskatchewan by bylaw of the members. The Utility constitutes a government partnership under Canadian Public Sector Accounting Standards and as such the municipality is required to include in its financial statements its proportionate share of the financial position and results of operations of the Utility. The municipality has not recorded its proportionate share of the Utility in its financial statement which constitutes a departure from Canadian Public Sector Accounting Standards.

The following demonstrates the municipalities 33.33% of share of the financial position and results of operations of the Utility, a non-business government partnership, and the financial position and results of operations of the municipality had council consolidated its reporting entity.

	2019 33.33% of Utility	2019 Consolidated	2018 33.33% of Utility	2018 Consolidated
Financial Position:				
Financial Assets				
Cash	\$ 360,465	\$ 4,738,884	\$ 325,660	\$ 4,055,316
Taxes Receivable - Municipal	-	296,664	-	295,247
Other Accounts Receivable	26,789	411,915	23,452	200,030
Long-term investments	86,483	388,517	86,492	579,438
Subscriber Loans receivable	56,745	56,745	104,788	104,788
	<u>530,482</u>	<u>5,892,725</u>	<u>540,392</u>	<u>5,234,819</u>
Liabilities				
Accounts payable	18,856	30,694	14,986	21,739
Deposits	1,165	6,465	1,165	13,781
Deferred revenue	-	(4,405)	-	7,439
Long-term debt	-	-	9,658	9,658
	<u>20,021</u>	<u>32,754</u>	<u>25,809</u>	<u>52,617</u>
Net Financial Assets	510,462	5,859,972	514,584	5,182,203
Non-financial Assets				
Tangible Capital Assets	3,446,057	11,494,692	3,524,279	11,032,407
Prepayments	-	19,283	-	11,927
Stock and Supplies	-	367,460	-	658,346
Accumulated Surplus	<u>3,956,519</u>	<u>17,741,407</u>	<u>4,038,863</u>	<u>16,884,883</u>
Operations:				
Revenues	252,188	4,778,587	289,781	4,799,898
Expenses	(334,128)	(3,921,659)	(341,674)	(3,889,844)
Annual Deficit	(81,940)	856,928	(51,893)	910,054
Accumulated Surplus, opening	4,038,459	16,884,479	4,090,756	15,974,829
Accumulated Surplus, ending	<u>3,956,519</u>	<u>17,741,407</u>	<u>4,038,863</u>	<u>16,884,883</u>

RURAL MUNICIPALITY OF BLUCHER NO. 343

Notes to Financial Statements

As at December 31, 2019

24. Contractual Rights

This note does not pertain to this municipality.

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 are as follows: (all lease shown are net of GST)

	2019	2020	2021	2022	2023	Thereafter	Maturity Date	Current Year Total	Prior Year Total
Type, Nature, Time & Extent									

24. Contractual Obligations and Commitments

The municipality has entered into multiple-year contracts for the delivery of services and the construction of tangible capital assets [identify those that apply]. These contractual obligations will become liabilities in the future when the terms of the contracts are met. Significant contractual obligations and commitments of the municipality include:

Time, Nature, Time & Extent	2020	2021	2022	2023	2024	Thereafter	Maturity Date	Current Year Total	Prior Year Total

See Note 13 for Capital Lease Obligations

RURAL MUNICIPALITY OF BLUCHER NO. 343

Schedule of Taxes and Other Unconditional Revenue

As at December 31, 2019

Schedule 1

	Budget 2019	2019	2018
TAXES			
General municipal tax levy	\$ 1,637,986	\$ 1,790,778	\$ 1,638,966
Abatements and adjustments	(5,000)	(109,058)	(15,421)
Discount on current year taxes	(24,000)	(23,537)	(22,876)
Net Municipal Taxes	1,608,986	1,658,183	1,600,669
Potash tax share	936,000	1,040,469	966,423
Trailer license fees	35,000	34,728	34,559
Penalties on tax arrears	15,000	25,481	21,885
Special tax levy	-	-	-
Other	-	-	-
Total Taxes	2,594,986	2,758,861	2,623,536
UNCONDITIONAL GRANTS			
Revenue Sharing	311,330	324,492	311,425
Organized Hamlet	-	-	-
Total Unconditional Grants	311,330	324,492	311,425
GRANTS IN LIEU OF TAXES			
Federal	-	-	-
Provincial			
S.P.C. Electrical	-	179	178
SaskEnergy Gas	-	-	-
Transgas	2,000	2,000	2,000
Central Services	-	-	-
SaskTel	2,600	2,318	2,318
Other	-	191	191
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other	-	-	-
Other Government Transfers			
S.P.C. Surcharge	-	-	-
Sask Energy Surcharge	-	-	-
Other	-	-	-
Total Grants in Lieu of Taxes	4,600	4,688	4,687
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 2,910,916	\$ 3,088,041	\$ 2,939,648

RURAL MUNICIPALITY OF BLUCHER NO. 343

Schedule of Operating and Capital Revenue by Function

As at December 31, 2019

Schedule 2 - 1

	Budget 2019	2019	2018
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and charges	\$ -	\$ -	\$ -
- Custom work	12,800	13,064	13,696
- Sales of supplies	32,420	31,544	35,523
- Other - Rentals	30,000	42,047	39,449
Total Fees and Charges	75,220	86,655	88,668
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain (loss)	-	-	-
- Investment income and commissions	59,500	100,063	69,352
- Other - Expense recoveries	1,000	-	3,057
Total Other Segmented Revenue	135,720	186,718	161,077
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	135,720	186,718	161,077
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total General Government Services	135,720	186,718	161,077
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and charges	20,000	938	53,142
- Other	7,000	12,000	13,500
Total Fees and Charges	27,000	12,938	66,642
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	27,000	12,938	66,642
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other - Donations	-	-	145,000
Total Conditional Grants	-	-	145,000
Total Operating	27,000	12,938	211,642
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Protective Services	\$ 27,000	\$ 12,938	\$ 211,642

RURAL MUNICIPALITY OF BLUCHER NO. 343

Schedule of Operating and Capital Revenue by Function

As at December 31, 2019

Schedule 2 - 2

	Budget 2019	2019	2018
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Custom work	25,000	17,355	181,692
- Sales of supplies	200,000	403,028	273,775
- Road Maintenance and Restoration			
Agreements	35,000	4,775	36,991
- Frontage	-	-	-
- Other	-	-	-
Total Fees and Charges	260,000	425,158	492,458
- Tangible capital asset sales - gain (loss)	311,000	(62,880)	-
- Other	-	-	-
Total Other Segmented Revenue	571,000	362,278	492,458
Conditional Grants			
- MREP (CTP)	211,538	116,539	19,700
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	211,538	116,539	19,700
Total Operating	782,538	478,817	512,158
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	172,780
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Heavy Haul	-	-	-
- MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	172,780
Total Transportation Services	782,538	478,817	684,938
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	5,000	4,490	3,207
- Other - Pest control	600	824	594
Total Fees and Charges	5,600	5,314	3,801
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	5,600	5,314	3,801
Conditional Grants			
- Student Employment	-	-	-
- Local government	7,000	17,434	7,436
- Other	-	-	-
Total Conditional Grants	7,000	17,434	7,436
Total Operating	12,600	22,748	11,237
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- TAPD	-	-	-
- Transit for Disabled	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Environmental and Public Health Services	\$ 12,600	\$ 22,748	\$ 11,237

See notes to financial statements

RURAL MUNICIPALITY OF BLUCHER NO. 343

Schedule of Operating and Capital Revenue by Function

As at December 31, 2019

Schedule 2 - 3

	Budget 2019	2019	2018
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Maintenance and Development Charges	111,000	212,555	268,050
- Other	-	-	-
Total Fees and Charges	111,000	212,555	268,050
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	111,000	212,555	268,050
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	111,000	212,555	268,050
Capital			
Conditional Grants			
- Federal Gas Tax	120,000	237,209	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	120,000	237,209	-
Total Planning and Development Services	231,000	449,764	268,050
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenues			
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	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	3,040
Total Capital	-	-	3,040
Total Recreation and Cultural Services	\$ -	\$ -	\$ 3,040

RURAL MUNICIPALITY OF BLUCHER NO. 343

Schedule of Operating and Capital Revenue by Function

As at December 31, 2019

Schedule 2 - 4

	Budget 2019	2019	2018
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Water	235,000	287,373	230,485
- Sewer	-	-	-
- Other (Share of Hwy 41)	-	-	-
Total Fees and Charges	235,000	287,373	230,485
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	235,000	287,373	230,485
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	235,000	287,373	230,485
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Utility Services	235,000	287,373	230,485
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 1,423,858	\$ 1,438,358	\$ 1,570,469

SUMMARY

Total Other Segmented Revenue	\$ 1,085,320	\$ 1,067,176	\$ 1,222,513
Total Conditional Grants	218,538	133,973	172,136
Total Capital Grants and Contributions	120,000	237,209	175,820
Restructuring Revenue	-	-	-
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 1,423,858	\$ 1,438,358	\$ 1,570,469

RURAL MUNICIPALITY OF BLUCHER NO. 343

Total Expenses by Function

As at December 31, 2019

Schedule 3 - 1

	Budget 2019	2019	2018
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 153,000	\$ 99,001	\$ 102,603
Wages and benefits	335,000	326,641	319,416
Professional/Contractual services	101,610	78,177	90,966
Utilities	14,100	17,596	19,763
Maintenance, materials and supplies	44,250	32,204	31,027
Grants and contributions			
- operating	-	5,000	5,100
- capital	-	-	-
Amortization	4,804	4,804	4,804
Interest	1,500	1,767	1,452
Allowance For Uncollectibles	-	1,835	-
Other - Memberships	23,000	20,380	10,055
General Government Services	677,264	587,405	585,186
	-	-	-
Total General Government Services	677,264	587,405	585,186
PROTECTIVE SERVICES			
Police Protection			
Wages and benefits	68,000	63,959	65,541
Professional/Contractual Services	92,000	93,261	91,554
Utilities	1,000	638	590
Maintenance, Materials and Supplies	450	250	250
Grants and contributions			
- operating	-	-	-
- Capital	-	-	-
Other	-	-	-
Fire Protection			
Wages and benefits	-	-	-
Professional/Contractual Services	62,000	56,120	82,131
Utilities	1,500	1,920	720
Maintenance, Materials and Supplies	12,500	32,078	16,929
Grants and contributions			
- operating	9,012	11,003	112,003
- capital	-	-	-
Amortization	30,000	37,681	29,845
Interest	-	-	-
Other	-	-	-
Protective Services	276,462	296,910	399,563
	-	-	-
Total Protective Services	276,462	296,910	399,563
TRANSPORTATION SERVICES			
Wages and Benefits	842,000	776,132	786,752
Professional/Contractual Services	76,000	42,613	33,632
Utilities	30,950	27,419	28,300
Maintenance, Materials and Supplies	587,500	506,422	554,274
Gravel	300,000	300,378	(58,172)
Grants and contributions			
- operating	50,000	100,000	110,000
- capital	-	-	-
Amortization	503,361	466,322	586,621
Interest	-	-	-
Other	-	-	-
Transportation Services	2,389,811	2,219,286	2,041,407
	-	-	-
Total Transportation Services	\$ 2,389,811	\$ 2,219,286	\$ 2,041,407

RURAL MUNICIPALITY OF BLUCHER NO. 343

Total Expenses by Function

As at December 31, 2019

Schedule 3 - 2

	Budget 2019	2019	2018
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and Benefits	\$ -	\$ -	\$ -
Professional/Contractual Services	174,900	149,117	166,483
Utilities	1,300	952	1,096
Maintenance, Materials and Supplies	7,000	4,511	3,548
Grants and contributions			
- Operating	-	-	-
Waste disposal	-	-	-
Public Health	-	-	-
- Capital	-	-	-
Waste disposal	-	-	-
Public Health	-	-	-
Amortization	275	274	274
Interest	-	-	-
Other - Memberships	-	-	-
Environmental and Public Health Services	183,475	154,854	171,401
Total Environmental and Public Health Services	183,475	154,854	171,401
PLANNING AND DEVELOPMENT SERVICES			
Wages and Benefits	-	-	-
Professional/Contractual Services	10,517	-	33,944
Grants and contributions			
- operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other - Ag development	3,500	2,008	2,642
Planning and Development Services	14,017	2,008	36,586
Total Planning and Development Services	14,017	2,008	36,586
RECREATION AND CULTURAL SERVICES			
Wages and Benefits	-	-	-
Professional/Contractual Services	18,000	16,566	17,613
Utilities	-	-	-
Maintenance, Materials, and Supplies	-	-	-
Grants and contributions			
- operating	-	4,500	27,500
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other	-	-	-
Recreation and Cultural Services	18,000	21,066	45,113
Total Recreation and Cultural Services	\$ 18,000	\$ 21,066	\$ 45,113

RURAL MUNICIPALITY OF BLUCHER NO. 343

Total Expenses by Function

As at December 31, 2019

Schedule 3 - 3

	Budget 2019	2019	2018
UTILITY SERVICES			
Wages and Benefits	\$ 259,000	\$ 1,153	\$ 5,160
Professional/Contractual Services	-	18,123	4,436
Utilities	10,900	275,931	247,840
Maintenance, Materials and Supplies	10,300	6,296	6,979
Grants and contributions			
- operating	-	-	-
- capital	-	-	-
Amortization (including share of HWY 41)	10,000	4,499	4,499
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other (share of HWY 41)	-	-	-
Utility Services	290,200	306,002	268,914
	-	-	-
Total Utility Services	290,200	306,002	268,914
TOTAL EXPENSES BY FUNCTION	\$ 3,849,229	\$ 3,587,531	\$ 3,548,170

RURAL MUNICIPALITY OF BLUCHER NO. 343

Schedule of Segment Disclosure by Function

As at December 31, 2019

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	\$ 86,655	\$ 12,938	\$ 425,158	\$ 5,314	\$ 212,555	\$ -	\$ 287,373	\$ 1,029,993
Tangible Capital Asset Sales - Gain (Loss)	-	-	(62,880)	-	-	-	-	(62,880)
Land Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Investment Income and Commissions	100,063	-	-	-	-	-	-	100,063
Other Revenues	-	-	-	-	-	-	-	-
Grants - Conditional	-	-	116,539	17,434	-	-	-	133,973
- Capital	-	-	-	-	237,209	-	-	237,209
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	186,718	12,938	478,817	22,748	449,764	-	287,373	1,438,358
Expenses (Schedule 3)								
Wages and Benefits	425,642	63,959	776,132	-	-	-	1,153	1,266,886
Professional/Contractual Services	78,177	149,381	42,613	149,117	-	16,566	18,123	453,977
Utilities	17,596	2,558	27,419	952	-	-	275,931	324,456
Maintenance Material and Supplies	32,204	32,328	806,800	4,511	-	-	6,296	882,139
Grants and Contributions	5,000	11,003	100,000	-	-	4,500	-	120,503
Amortization	4,804	37,681	466,322	274	-	-	4,499	513,580
Interest	1,767	-	-	-	-	-	-	1,767
Allowance for Uncollectibles	1,835	-	-	-	-	-	-	1,835
Restructurings	-	-	-	-	-	-	-	-
Other	20,380	-	-	-	2,008	-	-	22,388
Total Expenses	587,405	296,910	2,219,286	154,854	2,008	21,066	306,002	3,587,531
Surplus (Deficit) by Function	(400,687)	(283,972)	(1,740,469)	(132,106)	447,756	(21,066)	(18,629)	(2,149,173)
Taxes and other unconditional revenue (Schedule 1)								<u>3,088,041</u>
Net Surplus (Deficit)								<u>\$ 938,868</u>

See notes to financial statements

RURAL MUNICIPALITY OF BLUCHER NO. 343

Schedule of Segment Disclosure by Function

As at December 31, 2018

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 88,668	\$ 66,642	\$ 492,458	\$ 3,801	\$ 268,050	\$ -	\$ 230,485	\$ 1,150,104
Tangible Capital Asset Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Land Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Investment Income and Commissions	69,352	-	-	-	-	-	-	69,352
Other Revenues	3,057	-	-	-	-	-	-	3,057
Grants - Conditional	-	145,000	19,700	7,436	-	-	-	172,136
- Capital	-	-	172,780	-	-	3,040	-	175,820
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	161,077	211,642	684,938	11,237	268,050	3,040	230,485	1,570,469
Expenses (Schedule 3)								
Wages and Benefits	422,019	65,541	786,752	-	-	-	5,160	1,279,472
Professional/ Contractual Services	90,966	173,685	33,632	166,483	33,944	17,613	4,436	520,759
Utilities	19,763	1,310	28,300	1,096	-	-	247,840	298,309
Maintenance Material and Supplies	31,027	17,179	496,102	3,548	-	-	6,979	554,835
Grants and Contributions	5,100	112,003	110,000	-	-	27,500	-	254,603
Amortization	4,804	29,845	586,621	274	-	-	4,499	626,043
Interest	1,452	-	-	-	-	-	-	1,452
Allowance for Uncollectibles	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	10,055	-	-	-	2,642	-	-	12,697
Total Expenses	585,186	399,563	2,041,407	171,401	36,586	45,113	268,914	3,548,170
Surplus (Deficit) by Function	(424,109)	(187,921)	(1,356,469)	(160,164)	231,464	(42,073)	(38,429)	(1,977,701)
Taxes and other unconditional revenue (Schedule 1)								<u>2,939,648</u>
Net Surplus (Deficit)								<u>\$ 961,947</u>

See notes to financial statements

RURAL MUNICIPALITY OF BLUCHER NO. 343
Schedule of Tangible Capital Assets by Object

As at December 31, 2019

Schedule 6

	2019								2018 Total
	General Assets					Infrastructure Assets	General/ Infrastructure Assets Under Construction	Total	
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets			
Asset cost									
Opening Asset costs	\$ 144,300	\$ 368,736	\$ 1,631,070	\$ 176,975	\$ 4,603,850	\$ 6,663,314	\$ 136,771	\$ 13,725,016	\$ 12,974,659
Additions during the year	-	-	9,371	357,884	1,323,921	94,311	228,941	2,014,428	750,357
Disposals and write-downs during the year	-	-	-	(343,258)	(1,001,917)	-	-	(1,345,175)	-
Transfers (from) assets under construction	-	-	-	-	5,695	-	(5,695)	-	-
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing Asset Costs	144,300	368,736	1,640,441	191,601	4,931,549	6,757,625	360,017	14,394,269	13,725,016
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	-	-	263,003	138,403	2,342,225	3,473,257	-	6,216,888	5,590,845
Add: Amortization taken	-	-	32,455	9,010	332,223	139,893	-	513,581	626,043
Less: Accumulated amortization on disposals	-	-	-	(24,491)	(360,344)	-	-	(384,835)	-
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing Accumulated Amortization Costs	-	-	295,458	122,922	2,314,104	3,613,150	-	6,345,634	6,216,888
Net Book Value	\$ 144,300	\$ 368,736	\$ 1,344,983	\$ 68,679	\$ 2,617,445	\$ 3,144,475	\$ 360,017	\$ 8,048,635	\$ 7,508,128

1. Total contributed donated assets received in 2019: \$ -
2. List of assets recognized at nominal value in 2019 are:
 - a) Infrastructure Assets \$ -
 - b) Vehicles \$ -
 - c) Machinery and Equipment \$ -
3. Amount of interest capitalized in 2019: \$ -

See notes to financial statements

RURAL MUNICIPALITY OF BLUCHER NO. 343
Schedule of Tangible Capital Assets by Function

As at December 31, 2019

Schedule 7

	2019							Total	2018 Total
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer		
Asset cost									
Opening Asset costs	\$ 176,426	\$ 500,877	\$ 11,976,020	\$ 16,224	\$ -	\$ -	\$ 1,055,469	\$ 13,725,016	\$ 12,974,659
Additions during the year	9,371	49,612	1,622,424	-	-	-	333,021	2,014,428	750,357
Disposals and write-downs during the year	-	(34,987)	(1,310,188)	-	-	-	-	(1,345,175)	-
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing Asset Costs	185,797	515,502	12,288,256	16,224	-	-	1,388,490	14,394,269	13,725,016
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	103,535	215,629	5,779,138	4,131	-	-	114,455	6,216,888	5,590,845
Add: Amortization taken	4,804	37,681	375,010	274	-	-	95,812	513,581	626,043
Less: Accumulated amortization on disposals	-	(24,491)	(356,678)	-	-	-	(3,666)	(384,835)	-
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing Accumulated Amortization Costs	108,339	228,819	5,797,470	4,405	-	-	206,601	6,345,634	6,216,888
Net Book Value	\$ 77,458	\$ 286,683	\$ 6,490,786	\$ 11,819	\$ -	\$ -	\$ 1,181,889	\$ 8,048,635	\$ 7,508,128

See notes to financial statements

RURAL MUNICIPALITY OF BLUCHER NO. 343

Schedule of Accumulated Surplus

As at December 31, 2019

Schedule 8

	2018	Changes	2019
UNAPPROPRIATED SURPLUS	\$ 1,785,216	\$ 328,361	\$ 2,113,577
APPROPRIATED RESERVES			
Machinery and Equipment	508,112	(150,000)	358,112
Public Reserve	180,253	40,000	220,253
Capital Trust	205,000	-	205,000
Utility	-	-	-
Other (Development, Capital and other appropriated reserves)	2,557,516	180,000	2,737,516
Total Appropriated	3,450,881	70,000	3,520,881
ORGANIZED HAMLETS			
Organized Hamlet of Elstow	101,795	-	101,795
Total Organized Hamlets	101,795	-	101,795
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6, 7)	7,508,128	540,507	8,048,635
Less: Related debt	-	-	-
Net Investment in Tangible Capital Assets	7,508,128	540,507	8,048,635
Total Accumulated Surplus	\$ 12,846,020	\$ 938,868	\$ 13,784,888

RURAL MUNICIPALITY OF BLUCHER NO. 343

Schedule of Mill Rates and Assessments

As at December 31, 2019

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	\$107,846,990	\$166,669,945	\$ -	\$ -	\$136,746,900	\$294,580,200	\$705,844,035
Regional Park Assessment	-	-	-	-	-	-	-
Total Assessment	107,846,990	166,669,945	-	-	136,746,900	294,580,200	705,844,035
Mill Rate Factor(s)	0.4200	0.4000	-	-	1.0000	-	-
Total Base/Minimum Tax (generated for each property class)	8,250	-	-	-	-	-	8,250
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 326,358	\$ 505,402	\$ -	\$ -	\$ 959,018	\$ -	\$ 1,790,778

MILL RATES:

Average Municipal *
 Average School
 Potash Mill Rate
 Uniform Municipal Mill Rate

MILLS
2.5371
1.1967
6.4000
7.0000

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

RURAL MUNICIPALITY OF BLUCHER NO. 343

Schedule of Council Remuneration

As at December 31, 2019

Schedule 10

	Name	Remuneration	Reimbursed Costs	Total
Position				
Reeve	Daniel Greschuk	\$ 13,500	\$ 6,539	\$ 20,039
Councillor	Nicole Decorby	4,750	5,388	10,138
Councillor	Quintin Senger	5,750	4,584	10,334
Councillor	Dale Chysyk	5,000	6,455	11,455
Councillor	Blair Cummins	5,250	7,445	12,695
Councillor	Francis Boehm	12,675	10,510	23,185
Councillor	Jim Appelt	6,175	4,980	11,155
Total		\$ 53,100	\$ 45,901	\$ 99,001

RURAL MUNICIPALITY OF BLUCHER NO. 343

Schedule of Restructuring

Year Ended December 31, 2019

2019

Carrying amount of Assets and Liabilities Transferred/Received at Restructuring Date:

Cash and Temporary Investments	\$	-
Taxes Receivable - Municipal		-
Other Accounts Receivable		-
Land for Resale		-
Long-Term Investments		-
Debt Charges Recoverable		-
Bank Indebtedness		-
Accounts Payable		-
Accrued Liabilities Payable		-
Deposits		-
Deferred Revenue		-
Accrued Landfill Costs		-
Liability for Contaminated Sites		-
Other Liabilities		-
Long-Term Debt		-
Lease Obligations		-
Tangible Capital Assets		-
Prepayments and Deferred Charges		-
Stock and Supplies		-
Other		-
		<hr/>
Total Net Carrying Amount Received (Transferred)	\$	-