

RURAL MUNICIPALITY OF BLUCHER NO. 343
Consolidated Financial Statements
Year Ended December 31, 2020

RURAL MUNICIPALITY OF BLUCHER NO. 343
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Year Ended December 31, 2020

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Management's Responsibility

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

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

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

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



R. Doran Scott, Chief Administrative Officer



Mr Blair Cummins, Reeve

Bradwell, SK

Date: June 25, 2021

INDEPENDENT AUDITOR'S REPORT

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

Qualified Opinion

We have audited the consolidated financial statements of the Rural Municipality of Blucher No. 343 (the Municipality), which comprise the consolidated statement of financial position as at December 31, 2020, and the consolidated statements of operations and accumulated surplus, changes in net financial assets and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Municipality as at December 31, 2020, 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

The Municipality was not recording its 33.33% interest in the Highway 41 Water Utility, a government partnership, in its consolidated financial statements, which constitutes a departure from Canadian public sector accounting standards. Our opinion on the financial statements for the year ended December 31, 2019 was modified as a result of this departure from Canadian public accounting standards. As discussed in Note 11 to the consolidated financial statements the Municipality corrected this error in the December 31, 2020 consolidated financial statements. This is in accordance with Canadian public sector accounting standards which require that an error identified by a government's auditor in one period but not corrected by the government until a subsequent period be accounted for in the period in which the correction is made rather than correcting the prior period retrospectively. As a result, our opinion on the current year's consolidated financial statements is also modified because of the effects of this matter on the comparability of the current year's figures and the comparative information.

We were not able to observe the counting of inventories at January 1, 2020 or December 31, 2020 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 consolidated financial statements for the year ended December 31, 2020 is modified because of the possible effects of this limitation in scope.

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 Consolidated Financial Statements* section of our report. We are independent of the Municipality in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with those requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Other Matter

Supplemental Information

Our audit was conducted for the purposes of forming an opinion on the consolidated 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 consolidated 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 consolidated financial statements taken as a whole.

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

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

In preparing the consolidated financial statements, management is responsible for assessing the Municipality's ability to continue as a going concern, disclosing, as applicable, matters 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 Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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 consolidated financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

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

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



Saskatoon, Canada
June 25, 2021

Chartered Professional Accountants

RURAL MUNICIPALITY OF BLUCHER NO. 343**Consolidated Statement of Financial Position****As at December 31, 2020****Statement 1**

	2020	2019
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	\$ 6,233,761	\$ 4,378,419
Taxes Receivable - Municipal (Note 3)	281,091	296,664
Other Accounts Receivable (Note 4)	161,646	385,126
Land for Resale	-	-
Long-Term Investments (Note 5)	324,166	302,034
Debt Charges Recoverable	-	-
Other - Loans receivable	49,117	-
Total financial assets	7,049,781	5,362,243
LIABILITIES		
Bank indebtedness	-	-
Accounts Payable	49,329	11,838
Accrued Liabilities Payable	-	-
Deposits	17,921	5,300
Deferred Revenue (Note 6)	434,138	(4,405)
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	-	-
Other Liabilities (Development)	-	-
Long-Term Debt (Note 7)	-	-
Lease Obligations	-	-
Total liabilities	501,388	12,733
NET FINANCIAL ASSETS	6,548,393	5,349,510
NON-FINANCIAL ASSETS		
Tangible Capital Assets(Schedule 6, 7)	11,430,124	8,048,635
Prepayments and Deferred Charges	(2,402)	19,283
Stock and Supplies	631,618	367,460
Other	-	-
Total Non-Financial Assets	12,059,340	8,435,378
ACCUMULATED SURPLUS (Schedule 8)	\$ 18,607,733	\$ 13,784,888

See notes to financial statements

RURAL MUNICIPALITY OF BLUCHER NO. 343**Consolidated Statement of Operations and Accumulated Surplus****As at December 31, 2020****Statement 2**

	Budget	2020	2019
REVENUES OTHER THAN PROVINCIAL/FEDERAL CAPITAL GRANTS AND CONTRIBUTIONS			
Taxes and Other Unconditional Revenue (Schedule 1)	\$ 3,069,916	\$ 3,318,351	\$ 3,088,041
Fees and Charges (Schedule 4, 5)	1,111,341	1,267,863	929,993
Conditional Grants (Schedule 4, 5)	226,538	39,356	133,973
Tangible Capital Assets Sales - Gain (Loss) (Schedule 4, 5)	-	-	(62,880)
Land Sales - Gain (Loss) (Schedule 4, 5)	-	-	-
Investment Income and Commissions (Schedule 4, 5)	85,000	77,318	100,063
Restructurings (Schedule 4, 5)	-	-	-
Other Revenues (Schedule 4, 5)	1,000	80	-
Total Revenues other than Provincial/Federal Capital Grants and Contributions	4,493,795	4,702,968	4,189,190
EXPENSES			
General Government Services (Schedule 3)	657,654	652,816	587,405
Protective Services (Schedule 3)	276,462	354,997	296,910
Transportation Services (Schedule 3)	2,327,821	1,927,462	2,119,286
Environmental and Public Health Services (Schedule 3)	183,475	168,076	154,854
Planning and Development Services (Schedule 3)	14,017	1,850	2,008
Recreation and Cultural Services (Schedule 3)	39,000	50,215	21,066
Utility Services (Schedule 3)	683,041	638,547	306,002
Restructurings (Schedule 3)	-	-	-
Total Expenses	4,181,470	3,793,963	3,487,531
Surplus (Deficit) of Revenues over Expenses before Provincial/Federal Capital Grants and Contributions and Error Correction	312,325	909,005	701,659
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	120,000	31,908	237,209
Error Correction (Note 11)	-	3,881,932	-
	120,000	3,913,840	237,209
Surplus (Deficit) of Revenues over Expenses	432,325	4,822,845	938,868
Accumulated Surplus (Deficit), Beginning of Year	13,784,888	13,784,888	12,846,020
ACCUMULATED SURPLUS - END OF YEAR	\$ 14,217,213	\$ 18,607,733	\$ 13,784,888

See notes to financial statements

RURAL MUNICIPALITY OF BLUCHER NO. 343

Consolidated Statement of Change in Net Financial Assets

As at December 31, 2020

Statement 3

	Budget 2020	2020	2019
Surplus (Deficit)	\$ 432,325	\$ 4,822,846	\$ 938,868
(Acquisition) of tangible capital assets	(795,000)	(500,779)	(2,014,428)
Amortization of tangible capital assets	509,400	480,625	513,580
Proceeds on disposal of tangible capital assets	-	-	897,460
Loss (gain) on the disposal of tangible capital assets	-	-	62,880
Error Correction (Note 11)	-	(3,361,335)	-
Surplus (Deficit) of capital expenses over expenditures	(285,600)	(3,381,489)	(540,508)
(Acquisition) of supplies inventories	-	(631,618)	(367,460)
(Acquisition) of prepaid expense	-	2,402	(19,283)
Consumption of supplies inventory	-	367,460	658,346
Use of prepaid expense	-	19,282	11,928
Surplus (Deficit) of expenses of other non-financial over expenditures	-	(242,474)	283,531
Increase/Decrease in Net Financial Assets	146,725	1,198,883	681,891
Net Financial Assets (Debt) - Beginning of Year	5,349,510	5,349,510	4,667,619
Net Financial Assets (Debt) - End of Year	\$ 5,496,235	\$ 6,548,393	\$ 5,349,510

RURAL MUNICIPALITY OF BLUCHER NO. 343**Consolidated Statement of Cash Flows****As at December 31, 2020****Statement 4****Cash provided by (used for) the following activities**

	2020	2019
Operating:		
Surplus (Deficit)	\$ 4,822,845	\$ 938,868
Items not affecting cash:		
Amortization	480,625	513,580
Loss (gain) on disposal of tangible capital assets	-	62,880
Error Correction (Note 11)	(3,361,335)	-
	1,942,135	1,515,328
Change in assets/liabilities		
Taxes Receivable - Municipal	15,573	(1,417)
Other Receivables	223,480	(208,548)
Accounts Payable	37,491	5,085
Deferred Revenue	438,543	(11,844)
Prepayments and Deferred Charges	21,687	(7,356)
Stock and Supplies	(264,160)	290,886
Loans receivable	(49,117)	-
Deposits	12,621	(7,316)
	436,118	59,490
Cash provided by operating transactions	2,378,253	1,574,818
Capital:		
Acquisition of capital assets	(500,779)	(2,014,428)
Proceeds from the disposal of capital assets	-	897,461
	(500,779)	(1,116,967)
Cash applied to capital transactions	(500,779)	(1,116,967)
Investing:		
Long-Term Investments	(22,132)	190,912
Other	-	-
	(22,132)	190,912
Cash provided by (applied to) investing transactions	(22,132)	190,912
Financing:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	-	-
Other financing	-	-
	-	-
Cash provided by (applied to) financing transactions	-	-
Change in Cash and Temporary Investments during the year	1,855,342	648,763
Cash and Temporary Investments - Beginning of Year	4,378,419	3,729,656
Cash and Temporary Investments - End of Year (Note 2)	\$ 6,233,761	\$ 4,378,419

See notes to financial statements

1. **Significant accounting policies**

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

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

(a) **Reporting Entity:**

The consolidated financial statements consolidate the assets, liabilities and flow of resources of the municipality. The entity is comprised of all of the organizations that are owned or controlled by the municipality and are, therefore, accountable to the Council for the administration of their financial affairs and resources. There are no organizations owned or controlled by the municipality.

Membership in government partnerships are recorded using proportional consolidation based on the membership percentage held. Financial assets, financial liabilities, non-financial assets, accumulated surplus, revenues, and expenses of the government partnership are proportionally consolidated into the financial statement line items that represent the nature of the amounts in the government partnership. Government partnerships included in these financial statements are as follows:

- Highway 41 Water Utility (1/3 share)

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.

(continues)

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

(g) **Non-financial assets:**

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

(h) **Appropriated Reserves:**

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

(i) **Property Tax Revenue:**

Property tax revenue is based on assessments determined in accordance with Saskatchewan Legislation and the formulas, principles, and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually by council following the guidance of the Government of Saskatchewan. Tax revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred, 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)

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 consolidated 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) **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.

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

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

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

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

(continues)

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

(p) **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.

(q) **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.

(r) **Budget Information:**

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on May 13, 2020.

(continues)

1. Significant accounting policies (continued)

(s) **New Accounting Standards and Amendments to Standards:****Future Accounting Standards, Effective for fiscal years beginning on or after April 1, 2022:**

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

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

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

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

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

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

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

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

2. **Cash and Temporary Investments**

	<u>2020</u>	<u>2019</u>
Cash	\$ 5,730,601	\$ 4,172,319
Temporary Investments	-	206,100
Restricted Cash	<u>503,160</u>	-
Total Cash and Temporary Investments	\$ 6,233,761	\$ 4,378,419

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.

Restricted Cash includes the municipality's share of funds held by the Highway 41 Water Utility.

RURAL MUNICIPALITY OF BLUCHER NO. 343

Notes to Consolidated Financial Statements

As at December 31, 2020

3. Taxes Receivable - Municipal

	2020	2019
<u>Municipal</u>		
- current	\$ 97,123	\$ 264,958
- arrears	226,589	78,101
	<u>323,713</u>	<u>343,059</u>
Less - allowance for uncollectibles	(42,621)	(46,395)
Total municipal taxes receivable	<u>281,091</u>	<u>296,664</u>
<u>School</u>		
- current	91,979	117,052
- arrears	70,155	48,906
Total school taxes receivable	<u>162,134</u>	<u>165,958</u>
Other (Hail)	<u>5,803</u>	<u>1,691</u>
Total taxes and grants in lieu receivable	<u>449,028</u>	<u>464,313</u>
Deduct taxes receivable to be collected on behalf of other organizations	<u>(167,937)</u>	<u>(167,649)</u>
Total Taxes Receivable - Municipal	<u>\$ 281,091</u>	<u>\$ 296,664</u>

4. Other Accounts Receivable

	2020	2019
Federal Government	\$ 74,180	\$ 77,674
Provincial Government	-	-
Local Government	-	62
Utility	11,425	9,995
Trade	53,317	297,395
Other (Share of Highway 41 Water Utility)	<u>22,724</u>	<u>-</u>
Total Other Accounts Receivable	<u>161,646</u>	<u>385,126</u>
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Net Other Accounts Receivable	<u>\$ 161,646</u>	<u>\$ 385,126</u>

5. Investments

	2020	2019
Term Deposit	\$ 218,588	\$ 214,291
S.A.R.M. General Ins. Investment	59,647	43,675
S.A.R.M. Liability Ins. Investment	45,910	44,047
Co-op Shares	21	21
Total Investments	<u>\$ 324,166</u>	<u>\$ 302,034</u>

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.

RURAL MUNICIPALITY OF BLUCHER NO. 343

Notes to Consolidated Financial Statements

As at December 31, 2020

6. Deferred Revenue

	<u>2020</u>	<u>2019</u>
<u>Federal Gas Tax Fund Program</u>		
Balance - Beginning of Year	\$ -	\$ -
Add: Amounts received during the year	177,531	-
Less: Amounts recognized as revenue during the year	(18,853)	-
Balance - End of Year	158,678	-
<u>Municipal Economic Enhancement Program (MEEP)</u>		
Balance - Beginning of Year	-	-
Add: Amounts received during the year	288,319	-
Less: Amounts recognized as revenue during the year	(12,859)	-
Balance - End of Year	275,460	-
<u>Prepaid Taxes</u>		
Balance - Beginning of Year	(4,405)	-
Additions during the year	4,405	-
Reductions during the year	-	(4,405)
Balance - End of Year	-	(4,405)
Grand total	\$ 434,138	\$ (4,405)

7. Long-term Debt

The debt limit of the municipality is \$3,793,514. 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)).

RURAL MUNICIPALITY OF BLUCHER NO. 343

Notes to Consolidated Financial Statements

As at December 31, 2020

8. 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 2020 was \$76,467. The benefits accrued to the municipality's employees from MEPP are calculated using the following: pensionable years of service, highest average salary, and the plan accrual rate.

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

	<u>2020</u>	<u>2019</u>
<u>Details of MEPP</u>		
Number of active members	8	6
Member contribution rates (percentage of salary):		
Employee contribution - general members	9.00%	9.00%
Employer contribution - general members	9.00%	9.00%
Member contributions for the year	76,467	75,021
Employer contributions for the year	76,467	75,021
Financial position of the plan:		
Plan assets	3,221,426,000	2,819,222,000
Plan liabilities	2,382,526,000	2,160,754,000
Accounting pension surplus	\$ 838,900,000	\$ 658,468,000

2020 year's maximum pensionable amount (YMPE) \$58,700

9. Budget Data

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

	<u>2020</u>
Budget surplus per Statement of Operations	432,325
Less: Capital expenditures	(795,000)
Less: Transfers for reserves	(217,000)
Add: Amortization	506,400
Add: Share of Highway 41 Water Board budgeted deficit	75,320
Approved Cash Budget	\$ 2,045

10. Impacts of COVID-19

The outbreak of a novel strain of coronavirus ("COVID-19") was declared a global pandemic by the World Health Organization in March 2020. COVID-19 has severely impacted many economies around the globe. In many countries, including Canada, businesses were forced to cease or limit operations for long 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.

Impacts to the Rural Municipality of Blucher in 2020 were minimal. To adhere to the public health orders, the municipality limited access to its office, staggered staff scheduling, and increased purchases and use of personal protective equipment and cleaning supplies. No layoffs occurred because of the pandemic and meetings were moved to a larger space in order to follow the social distancing requirements of the public health orders.

Further anticipated impacts to the municipality are expected to be minimal. The municipality intends to continue operating in the same manner as it has been operating in fiscal 2020 while the global pandemic persists.

RURAL MUNICIPALITY OF BLUCHER NO. 343**Notes to Consolidated Financial Statements****As at December 31, 2020**

11. Error Correction

During 2020 the Municipality corrected their financial statements for an error raised by its auditor in the prior year. Public sector accounting standards require that such errors be accounted for in the period in which the correction is made. The correction relates to an error in the Municipality's accounting for their interests in the Highway 41 Water Utility, a government partnership. The Municipality is required to include in its financial statements its proportionate share of the financial position and results of operations of this partnership (see Note 12). As the correction of this error was made in 2020, the January 1, 2020 figures were adjusted as follows to account for this partnership;

	January 1, 2020, before adjustment	Error Correction	January 1, 2020, as adjusted
Cash and Temporary Investments	\$ 4,378,419	\$ 360,501	\$ 4,738,920
Taxes Receivable - Municipal	296,664	-	296,664
Other Accounts Receivable	385,126	36,876	422,002
Long-Term Investments	302,034	86,491	388,525
Loans Receivable	-	56,751	56,751
Accounts Payable	(11,838)	(18,857)	(30,695)
Deposits	(5,300)	(1,165)	(6,465)
Deferred revenue	4,405	-	4,405
Tangible Capital Assets	8,048,635	3,361,335	11,409,970
Stock and Supplies	367,460	-	367,460
Prepayments and Deferred Charges	19,283	-	19,283
Net charge due to error correction	<u>\$ 13,784,888</u>	<u>\$ 3,881,932</u>	<u>\$ 17,666,820</u>

RURAL MUNICIPALITY OF BLUCHER NO. 343

Notes to Consolidated Financial Statements

As at December 31, 2020

12. Government Partnerships

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 following is 100% of the financial position and results of operations of the Utility, a non-business government partnership, of which 33.33% has been proportionately consolidated into the financial statements of the R.M.

	Highway 41 Water Utility (100% of operations)	Highway 41 Water Utility (1/3 share)	R.M. of Blucher (pre- consolidation)	R.M. of Blucher (conso- lidated)
Statement of Financial Position - 2020				
Financial assets				
Cash and temporary investments	\$ 1,509,481	\$ 503,160	\$ 5,730,601	\$ 6,233,761
Taxes receivable	-	-	281,091	281,091
Other receivables	68,176	22,725	138,921	161,646
Long-term investments	-	-	324,166	324,166
Other - loans receivable	147,351	49,117	-	49,117
Total financial assets	1,725,008	575,002	6,474,779	7,049,781
Liabilities				
Accounts payable	(42,509)	(13,721)	(35,608)	(49,329)
Deposits	(3,494)	(1,165)	(83,256)	(84,421)
Deferred revenue	-	-	(434,138)	(434,138)
Other Liabilities	-	-	-	-
Total liabilities	(46,003)	(14,886)	(553,002)	(567,888)
Non-financial assets				
Tangible capital assets	10,276,113	3,342,238	8,087,886	11,430,124
Prepayments	-	-	(2,402)	(2,402)
Stock and Supplies	-	-	631,618	631,618
Total non-financial assets	10,276,113	3,342,238	8,717,102	12,059,340
Accumulated surplus	\$ 11,955,118	\$ 3,902,354	\$ 14,638,879	\$ 18,541,233
Statement of Operations - 2020				
Total revenues	\$ 1,091,378	\$ 353,708	\$ 4,381,168	\$ 4,734,876
Total expenses	(1,007,007)	(333,286)	(3,527,177)	(3,860,463)
Error correction (Note 11)	-	3,881,932	-	3,881,932
Surplus of revenues over expenses	\$ 84,371	\$ 3,902,354	\$ 853,991	\$ 4,756,345

RURAL MUNICIPALITY OF BLUCHER NO. 343

Schedule of Taxes and Other Unconditional Revenue

As at December 31, 2020

Schedule 1

	Budget 2020	2020	2019
TAXES			
General municipal tax levy	\$ 1,637,986	\$ 1,694,216	\$ 1,790,778
Abatements and adjustments	(5,000)	(374)	(109,058)
Discount on current year taxes	(24,000)	(19,739)	(23,537)
Net Municipal Taxes	1,608,986	1,674,103	1,658,183
Potash tax share	1,075,000	982,374	1,040,469
Trailer license fees	35,000	42,387	34,728
Penalties on tax arrears	15,000	24,586	25,481
Special tax levy	-	-	-
Other	-	-	-
Total Taxes	2,733,986	2,723,450	2,758,861
UNCONDITIONAL GRANTS			
Revenue Sharing	331,330	465,268	324,492
Organized Hamlet	-	-	-
Other (Safe Restart Program)	-	119,666	-
Total Unconditional Grants	331,330	584,934	324,492
GRANTS IN LIEU OF TAXES			
Federal	-	-	-
Provincial			
S.P.C. Electrical	-	-	179
SaskEnergy Gas	-	-	-
Transgas	2,000	9,967	2,000
Central Services	-	-	-
SaskTel	2,600	-	2,318
Other	-	-	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	9,967	4,688
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 3,069,916	\$ 3,318,351	\$ 3,088,041

RURAL MUNICIPALITY OF BLUCHER NO. 343

Schedule of Operating and Capital Revenue by Function

As at December 31, 2020

Schedule 2 - 1

	Budget 2020	2020	2019
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and charges	\$ -	\$ -	\$ -
- Custom work	12,800	13,367	13,064
- Sales of supplies	32,420	38,858	31,544
- Other - Permits	30,000	50,331	42,047
Total Fees and Charges	75,220	102,556	86,655
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain (loss)	-	-	-
- Investment income and commissions	85,000	77,318	100,063
- Other - Expense recoveries	1,000	80	-
Total Other Segmented Revenue	161,220	179,954	186,718
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	161,220	179,954	186,718
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total General Government Services	161,220	179,954	186,718
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and charges	20,000	-	938
- Other	7,000	-	12,000
Total Fees and Charges	27,000	-	12,938
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	27,000	-	12,938
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other - Donations	-	-	-
Total Conditional Grants	-	-	-
Total Operating	27,000	-	12,938
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Protective Services	\$ 27,000	\$ -	\$ 12,938

See notes to financial statements

RURAL MUNICIPALITY OF BLUCHER NO. 343

Schedule of Operating and Capital Revenue by Function

As at December 31, 2020

Schedule 2 - 2

	Budget 2020	2020	2019
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Custom work	20,000	25,673	17,355
- Sales of supplies	250,000	375,071	403,028
- Road Maintenance and Restoration			
Agreements	35,000	26,950	4,775
- Frontage	-	-	-
- Other	-	-	-
Total Fees and Charges	305,000	427,694	425,158
- Tangible capital asset sales - gain (loss)	-	-	(62,880)
- Other	-	-	-
Total Other Segmented Revenue	305,000	427,694	362,278
Conditional Grants			
- MREP (CTP)	211,538	22,018	116,539
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	211,538	22,018	116,539
Total Operating	516,538	449,712	478,817
Capital			
Conditional Grants			
- Federal Gas Tax	-	18,853	-
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (MEEP)	-	12,859	-
Total Capital	-	31,712	-
Total Transportation Services	516,538	481,424	478,817
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	-	-	-
- Waste and Disposal Fees	5,000	2,630	4,490
- Other - Pest control	600	857	824
Total Fees and Charges	5,600	3,487	5,314
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	5,600	3,487	5,314
Conditional Grants			
- Student Employment	-	-	-
- Local government	15,000	17,338	17,434
- Other	-	-	-
Total Conditional Grants	15,000	17,338	17,434
Total Operating	20,600	20,825	22,748
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- ICIP	-	-	-
- TAPD	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Environmental and Public Health Services	\$ 20,600	\$ 20,825	\$ 22,748

RURAL MUNICIPALITY OF BLUCHER NO. 343

Schedule of Operating and Capital Revenue by Function

As at December 31, 2020

Schedule 2 - 3

	Budget 2020	2020	2019
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Maintenance and Development Charges	111,000	73,204	112,555
- Other	-	-	-
Total Fees and Charges	111,000	73,204	112,555
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	111,000	73,204	112,555
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	111,000	73,204	112,555
Capital			
Conditional Grants			
- Federal Gas Tax	120,000	196	237,209
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	120,000	196	237,209
	-	-	-
Total Planning and Development Services	231,000	73,400	349,764
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	-	-	-
- ICIP	-	-	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
	-	-	-
Total Recreation and Cultural Services	\$ -	\$ -	\$ -

RURAL MUNICIPALITY OF BLUCHER NO. 343

Schedule of Operating and Capital Revenue by Function

As at December 31, 2020

Schedule 2 - 4

	Budget 2020	2020	2019
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Water	290,000	305,400	287,373
- Sewer	-	-	-
- Other (Highway 41 Water Utility)	297,521	355,522	-
Total Fees and Charges	587,521	660,922	287,373
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	587,521	660,922	287,373
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	587,521	660,922	287,373
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- ICIP	-	-	-
- New Building Canada Fund (SCF, NRP)	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Error Correction (Note 11)	-	3,881,932	-
Total Utility Services	587,521	4,542,854	287,373
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 1,543,879	\$ 5,298,457	\$ 1,338,358

SUMMARY

Total Other Segmented Revenue	\$ 1,345,261	\$ 967,176
Total Conditional Grants	39,356	133,973
Total Capital Grants and Contributions	31,908	237,209
Error Correction (Note 11)	3,881,932	-
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 5,298,457	\$ 1,338,358

RURAL MUNICIPALITY OF BLUCHER NO. 343

Total Expenses by Function

As at December 31, 2020

Schedule 3 - 1

	Budget 2020	2020	2019
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 121,000	\$ 103,733	\$ 99,001
Wages and benefits	348,000	321,347	326,641
Professional/Contractual services	95,000	97,572	78,177
Utilities	14,100	17,927	17,596
Maintenance, materials and supplies	44,250	41,208	32,204
Grants and contributions			
- operating	-	20,000	5,000
- capital	-	-	-
Amortization	4,804	6,449	4,804
Interest	2,000	3,844	1,767
Allowance For Uncollectibles	-	2,305	1,835
Other - Memberships	28,500	38,431	20,380
General Government Services	657,654	652,816	587,405
	-	-	-
Total General Government Services	657,654	652,816	587,405
PROTECTIVE SERVICES			
Police Protection			
Wages and benefits	68,000	57,392	63,959
Professional/Contractual Services	95,000	96,619	93,261
Utilities	1,000	593	638
Maintenance, Materials and Supplies	450	250	250
Grants and contributions			
- operating	-	-	-
- Capital	-	-	-
Other	-	-	-
Fire Protection			
Wages and benefits	-	-	-
Professional/Contractual Services	62,000	91,235	56,120
Utilities	3,500	1,140	1,920
Maintenance, Materials and Supplies	12,500	65,342	32,078
Grants and contributions			
- operating	4,012	-	11,003
- capital	-	-	-
Amortization	30,000	42,426	37,681
Interest	-	-	-
Other	-	-	-
Protective Services	276,462	354,997	296,910
	-	-	-
Total Protective Services	276,462	354,997	296,910
TRANSPORTATION SERVICES			
Wages and Benefits	855,000	801,262	776,132
Professional/Contractual Services	78,500	34,372	42,613
Utilities	32,000	30,336	27,419
Maintenance, Materials and Supplies	596,000	544,059	506,422
Gravel	300,000	178,781	300,378
Grants and contributions			
- operating	-	-	-
- capital	-	-	-
Amortization	466,321	338,652	466,322
Interest	-	-	-
Other	-	-	-
Transportation Services	2,327,821	1,927,462	2,119,286
	-	-	-
Total Transportation Services	\$ 2,327,821	\$ 1,927,462	\$ 2,119,286

RURAL MUNICIPALITY OF BLUCHER NO. 343

Total Expenses by Function

As at December 31, 2020

Schedule 3 - 2

	Budget 2020	2020	2019
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and Benefits	\$ -	\$ -	\$ -
Professional/Contractual Services	174,900	164,080	149,117
Utilities	1,300	1,218	952
Maintenance, Materials and Supplies	7,000	1,218	4,511
Grants and contributions			
- Operating	-	-	-
Waste disposal	-	-	-
Public Health	-	-	-
- Capital	-	-	-
Waste disposal	-	-	-
Public Health	-	-	-
Amortization	275	399	274
Interest	-	-	-
Other - Memberships	-	1,161	-
Environmental and Public Health Services	183,475	168,076	154,854
Total Environmental and Public Health Services	183,475	168,076	154,854
PLANNING AND DEVELOPMENT SERVICES			
Wages and Benefits	-	-	-
Professional/Contractual Services	10,517	1,850	-
Grants and contributions			
- operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other - Ag development	3,500	-	2,008
Planning and Development Services	14,017	1,850	2,008
Total Planning and Development Services	14,017	1,850	2,008
RECREATION AND CULTURAL SERVICES			
Wages and Benefits	-	-	-
Professional/Contractual Services	18,000	18,015	16,566
Utilities	-	-	-
Maintenance, Materials, and Supplies	-	-	-
Grants and contributions			
- operating	21,000	32,200	4,500
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other	-	-	-
Recreation and Cultural Services	39,000	50,215	21,066
Total Recreation and Cultural Services	\$ 39,000	\$ 50,215	\$ 21,066

RURAL MUNICIPALITY OF BLUCHER NO. 343

Total Expenses by Function

As at December 31, 2020

Schedule 3 - 3

	Budget 2020	2020	2019
UTILITY SERVICES			
Wages and Benefits	\$ 279,000	\$ -	\$ 1,153
Professional/Contractual Services	-	7,835	18,123
Utilities	10,900	281,878	275,931
Maintenance, Materials and Supplies	15,300	13,659	6,296
Grants and contributions			
- operating	-	-	-
- capital	-	-	-
Amortization	96,312	92,699	4,499
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other (Highway 41 Water Utility)	281,529	242,476	-
Utility Services	683,041	638,547	306,002
	-	-	-
Total Utility Services	683,041	638,547	306,002
TOTAL EXPENSES BY FUNCTION	\$ 4,181,470	\$ 3,793,963	\$ 3,487,531

RURAL MUNICIPALITY OF BLUCHER NO. 343

Consolidated Schedule of Segment Disclosure by Function

As at December 31, 2020

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	\$ 102,556	\$ -	\$ 427,694	\$ 3,487	\$ 73,204	\$ -	\$ 660,922	\$ 1,267,863
Tangible Capital Asset Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Land Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Investment Income and Commissions	77,318	-	-	-	-	-	-	77,318
Other Revenues	80	-	-	-	-	-	-	80
Grants - Conditional	-	-	22,018	17,338	-	-	-	39,356
- Capital	-	-	31,712	-	196	-	-	31,908
Error Correction (Note 11)	-	-	-	-	-	-	3,881,932	3,881,932
Total Revenues	179,954	-	481,424	20,825	73,400	-	4,542,854	5,298,457
Expenses (Schedule 3)								
Wages and Benefits	425,080	57,392	801,262	-	-	-	-	1,283,734
Professional/Contractual Services	97,572	187,854	34,372	164,080	1,850	18,015	7,835	511,578
Utilities	17,927	1,733	30,336	1,218	-	-	281,878	333,092
Maintenance Material and Supplies	41,208	65,592	722,840	1,218	-	-	13,659	844,517
Grants and Contributions	20,000	-	-	-	-	32,200	-	52,200
Amortization	6,449	42,426	338,652	399	-	-	92,699	480,625
Interest	3,844	-	-	-	-	-	-	3,844
Allowance for Uncollectibles	2,305	-	-	-	-	-	-	2,305
Restructurings	-	-	-	-	-	-	-	-
Other	38,431	-	-	1,161	-	-	242,476	282,068
Total Expenses	652,816	354,997	1,927,462	168,076	1,850	50,215	638,547	3,793,963
Surplus (Deficit) by Function	(472,862)	(354,997)	(1,446,038)	(147,251)	71,550	(50,215)	3,904,307	1,504,494
Taxes and other unconditional revenue (Schedule 1)								<u>3,318,351</u>
Net Surplus (Deficit)								<u>\$ 4,822,845</u>

See notes to financial statements

RURAL MUNICIPALITY OF BLUCHER NO. 343

Consolidated Schedule of Segment Disclosure by Function

As at December 31, 2019

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	\$ 86,655	\$ 12,938	\$ 425,158	\$ 5,314	\$ 112,555	\$ -	\$ 287,373	\$ 929,993
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	349,764	-	287,373	1,338,358
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	-	-	-	4,500	-	20,503
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	2,119,286	154,854	2,008	21,066	306,002	3,487,531
Surplus (Deficit) by Function	(400,687)	(283,972)	(1,640,469)	(132,106)	347,756	(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

Consolidated Schedule of Tangible Capital Assets by Object

As at December 31, 2020

Schedule 6

	2020								2019 Total
	General Assets					Infrastructure Assets	General/ Infrastructure	Total	
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets	Assets Under Construction		
Asset cost									
Opening 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
Additions during the year	-	-	-	52,612	188,402	116,548	71,503	429,065	2,014,428
Disposals and write-downs during the year	-	-	-	-	-	-	-	-	(1,345,175)
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
Error Correction (Note 12)	10,635	-	60,000	17,971	9,777	4,108,951	-	4,207,334	-
Closing Asset Costs	154,935	368,736	1,700,441	262,184	5,129,728	10,983,124	431,520	19,030,668	14,394,269
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	-	-	295,458	122,922	2,314,104	3,613,150	-	6,345,634	6,216,888
Add: Amortization taken	-	-	33,210	13,591	275,395	67,618	-	389,814	513,581
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	(384,835)
Error Correction (Note 12)	-	-	42,000	4,849	8,994	809,253	-	865,096	-
Closing Accumulated Amortization Costs	-	-	370,668	141,362	2,598,493	4,490,021	-	7,600,544	6,345,634
Net Book Value	\$ 154,935	\$ 368,736	\$ 1,329,773	\$ 120,822	\$ 2,531,235	\$ 6,493,103	\$ 431,520	\$ 11,430,124	\$ 8,048,635

1. Total contributed donated assets received in 2020: \$ -
2. List of assets recognized at nominal value in 2020 are:
 - a) Infrastructure Assets \$ -
 - b) Vehicles \$ -
 - c) Machinery and Equipment \$ -
3. Amount of interest capitalized in 2020: \$ -

See notes to financial statements

RURAL MUNICIPALITY OF BLUCHER NO. 343

Consolidated Schedule of Tangible Capital Assets by Function

As at December 31, 2020

Schedule 7

	2020								2019
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
Asset cost									
Opening Asset costs	\$ 185,797	\$ 515,502	\$ 12,288,256	\$ 16,224	\$ -	\$ -	\$ 1,388,490	\$ 14,394,269	\$ 13,725,016
Additions during the year	51,815	51,036	305,527	-	-	-	20,687	429,065	2,014,428
Disposals and write-downs during the year	-	-	-	-	-	-	-	-	(1,345,175)
Error Correction (Note 12)	-	-	-	-	-	-	4,207,334	4,207,334	-
Closing Asset Costs	237,612	566,538	12,593,783	16,224	-	-	5,616,511	19,030,668	14,394,269
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	108,339	228,819	5,797,470	4,405	-	-	206,601	6,345,634	6,216,888
Add: Amortization taken	6,449	42,426	338,652	399	-	-	1,888	389,814	513,581
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	(384,835)
Error Correction (Note 12)	-	-	-	-	-	-	865,096	865,096	-
Closing Accumulated Amortization Costs	114,788	271,245	6,136,122	4,804	-	-	1,073,585	7,600,544	6,345,634
Net Book Value	\$ 122,824	\$ 295,293	\$ 6,457,661	\$ 11,420	\$ -	\$ -	\$ 4,542,926	\$ 11,430,124	\$ 8,048,635

See notes to financial statements

RURAL MUNICIPALITY OF BLUCHER NO. 343

Consolidated Schedule of Accumulated Surplus

As at December 31, 2020

Schedule 8

UNAPPROPRIATED SURPLUS	\$ 2,113,577	\$ 814,740	\$ 2,928,317
APPROPRIATED RESERVES			
Machinery and Equipment	358,112	-	358,112
Public Reserve	220,253	-	220,253
Capital Trust	205,000	-	205,000
Utility	-	-	-
Other (Development, Capital and other appropriate reserves)	2,737,516	66,500	2,804,016
Other (Highway 41 Water Utility)	-	3,902,354	3,902,354
Total Appropriated	3,520,881	3,968,854	7,489,735
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)	8,048,635	3,381,489	11,430,124
Less: Tangible capital assets of Highway 41			
Water Utility	-	(3,342,238)	(3,342,238)
Less: Related debt	-	-	-
Net Investment in Tangible Capital Assets	8,048,635	39,251	8,087,886
Total Accumulated Surplus	\$ 13,784,888	\$ 4,822,845	\$ 18,607,733

RURAL MUNICIPALITY OF BLUCHER NO. 343

Schedule of Mill Rates and Assessments

As at December 31, 2020

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	\$107,852,600	\$172,072,580	\$ -	\$ -	\$120,480,445	\$ -	\$400,405,625
Regional Park Assessment	-	-	-	-	-	-	-
Total Assessment	107,852,600	172,072,580	-	-	120,480,445	-	400,405,625
Mill Rate Factor(s)	0.4252	0.4317	-	-	1.0000	-	-
Total Base/Minimum Tax (generated for each property class)	-	8,600	-	-	1,250	-	9,850
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 321,016	\$ 528,587	\$ -	\$ -	\$ 844,613	\$ -	\$ 1,694,216

MILL RATES:

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

MILLS
4.2275
6.3958
6.5209
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, 2020

Schedule 10

	Name	Remuneration	Reimbursed Costs	Total
Reeve	Blair Cummins	\$ 9,250	\$ 6,570	\$ 15,820
Former Reeve	Dan Greschuk	12,000	8,274	20,274
Councillor	Francis Boelm	12,675	5,963	18,638
Councillor	Dale Chysyk	5,000	8,110	13,110
Councillor	Robin Wilson	750	248	998
Councillor	Quintin Senger	10,000	1,641	11,641
Councillor	James Appelt	8,500	2,648	11,148
Councillor	Nicole DeCorby	6,000	1,529	7,529
Total		\$ 64,175	\$ 34,982	\$ 99,157