

RURAL MUNICIPALITY OF VISCOUNT NO. 341

Auditor's Report

Financial Statements

December 31, 2019



MANAGEMENT'S RESPONSIBILITY

To the Ratepayers of
Rural Municipality of Viscount No. 341 :

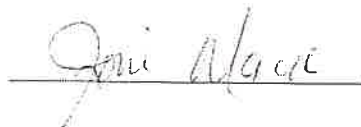
Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. The preparation of the statements necessarily includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgments and estimates by management is required.

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

The Council is composed of elected officials who are not employees of the 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 the administration and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the Municipality's external auditors.

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



Reeve

Administrator



Bill Jensen, C.P.A. Prof. Corp.
Jeff Stromberg, C.P.A. Prof. Corp.

INDEPENDENT AUDITOR'S REPORT

To the Reeve and Council of **Rural Municipality of Viscount No. 341**

Report on the Financial Statements

Opinion

We have audited the financial statements of **Rural Municipality of Viscount No. 341**, which comprise the statement of financial position as at **December 31, 2019** and the statements of financial activities, changes in net financial assets, and changes in financial position for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements, present fairly, in all material respects, the financial position of the Rural Municipality as at **December 31, 2019** and its financial performance and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

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

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

Management is responsible for the preparation and fair presentation of these 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 Rural Municipality's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and the use of the going concern basis of accounting unless management either intends to liquidate the Rural Municipality or cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibility 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 Rural 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 Rural 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 Rural 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.

Saskatoon, Saskatchewan
June 9, 2020



Chartered Professional Accountants

RURAL MUNICIPALITY OF VISCOUNT NO. 341**Statement 1****STATEMENT OF FINANCIAL POSITION**

December 31, 2019
with comparative figures for 2018

	<u>2019</u>	<u>2018</u>
<u>ASSETS</u>		
Financial assets:		
Cash and temporary investments (Note 2)	\$ 1,791,967	1,123,394
Taxes receivable - Municipal (Note 3)	34,300	41,188
Other accounts receivable (Note 4)	474,081	726,833
Land for re-sale	-	-
Long-term investments (Note 5)	79,320	71,110
Other	-	-
Total financial assets	2,379,668	1,962,525
<u>LIABILITIES</u>		
Bank indebtedness (Note 6)	-	-
Accounts payable	14,560	31,192
Accrued liabilities payable	-	-
Deposits	-	-
Deferred revenue	-	-
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Long-term debt (Note 7)	-	-
Lease obligations	-	-
Total liabilities	14,560	31,192
NET FINANCIAL ASSETS (DEBT)	2,365,108	1,931,333
Non-financial assets:		
Tangible capital assets (Schedule 6, 7)	7,920,421	8,051,035
Prepaid and deferred charges	7,219	-
Stock and supplies	197,568	266,511
Total non-financial assets	8,125,208	8,317,546
Accumulated Surplus (Deficit) (Schedule 8)	\$ 10,490,316	10,248,879

APPROVED ON BEHALF OF COUNCIL:

Reeve

Councillor

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF VISCOUNT NO. 341

Statement 2

STATEMENT OF FINANCIAL ACTIVITIES

Year ended December 31, 2019
with comparative figures for 2018

		<u>2019</u> <u>Budget</u>	<u>2019</u> <u>Actual</u>	<u>2018</u> <u>Actual</u>
Revenues:				
Taxes and other unconditional revenue	(Schedule 1)	\$ 1,468,700	1,465,453	1,363,855
Fees and charges	(Schedule 4, 5)	42,600	58,581	61,446
Conditional grants	(Schedule 4, 5)	6,000	5,273	7,218
Tangible capital asset sales - gain (loss)	(Schedule 4, 5)	-	-	(19,703)
Land sales - gain (loss)	(Schedule 4, 5)	-	-	-
Investment income and commissions	(Schedule 4, 5)	12,000	35,149	17,756
Restructurings	(Schedule 4, 5)	-	-	-
Other revenues	(Schedule 4, 5)	-	-	-
Total Revenues		<u>1,529,300</u>	<u>1,564,456</u>	<u>1,430,572</u>
Expenditures:				
General government services	(Schedule 3)	222,400	211,250	212,919
Protective services	(Schedule 3)	44,300	52,636	52,750
Transportation services	(Schedule 3)	1,077,200	1,054,334	1,116,745
Environmental and public health services	(Schedule 3)	35,800	31,292	41,977
Planning and development services	(Schedule 3)	-	-	-
Recreation and cultural services	(Schedule 3)	12,700	14,965	20,882
Utility services	(Schedule 3)	8,800	3,721	13,977
Restructurings	(Schedule 3)	-	-	-
Total Expenditures		<u>1,401,200</u>	<u>1,368,198</u>	<u>1,459,250</u>
Surplus (deficit) of revenues over expenditures before other capital contributions		<u>128,100</u>	<u>196,258</u>	<u>(28,678)</u>
Provincial/Federal capital grants and contributions	(Schedule 4, 5)	<u>22,000</u>	<u>45,179</u>	<u>35,823</u>
Surplus (deficit) of revenues over expenditures		150,100	241,437	7,145
Accumulated surplus (deficit), beginning of year		<u>10,248,879</u>	<u>10,248,879</u>	<u>10,241,734</u>
Accumulated surplus (deficit), end of year		<u>\$ 10,398,979</u>	<u>10,490,316</u>	<u>10,248,879</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF VISCOUNT NO. 341

Statement 3

STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

Year ended December 31, 2019
with comparative figures for 2018

	<u>2019</u> <u>Budget</u>	<u>2019</u> <u>Actual</u>	<u>2018</u> <u>Actual</u>
Surplus (deficit)	\$ 150,100	241,437	7,145
(Acquisition) of tangible capital assets	-	(236,235)	(284,732)
Amortization of tangible capital assets	-	366,849	362,471
Proceeds on disposal of tangible capital assets	-	-	-
Loss (gain) on disposal of tangible capital assets	-	-	19,703
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (deficit) of capital expenses over expenditures	-	130,614	97,442
(Acquisition) of supplies inventories	-	68,944	(118,235)
(Acquisition) of prepaid expenses	-	(7,220)	-
Consumption of supplies inventories	-	-	235,323
Use of prepaid expenses	-	-	-
Surplus (deficit) of expenses of other non-financial over expenditures	-	61,724	117,088
Increase (decrease) in Net Financial Assets	150,100	433,775	221,675
Net Financial Assets (Debt) - Beginning of the year	1,931,333	1,931,333	1,709,658
Net Financial Assets (Debt)- End of year	\$ 2,081,433	2,365,108	1,931,333

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF VISCOUNT NO. 341

Statement 4

STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 2019
with comparative figures for 2018

Cash provided by (used in) the following activities:	<u>2019</u>	<u>2018</u>
Operating:		
Surplus (deficit)	\$ 241,437	7,145
Amortization	366,849	362,471
Loss (gain) on disposal of tangible capital assets	<u>-</u>	<u>19,703</u>
	608,286	389,319
Change in assets/liabilities		
Taxes receivable - Municipal	6,889	(3,327)
Other accounts receivable	252,750	211,564
Land for re-sale	-	-
Other financial assets	-	-
Accounts and accrued liabilities payable	(16,632)	(6,564)
Deposits	-	-
Deferred revenue	-	-
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Stock and supplies	68,943	117,088
Prepayments and deferred charges	(7,219)	-
Other	<u>-</u>	<u>-</u>
Net cash from operations	<u>913,017</u>	<u>708,080</u>
Capital:		
Acquisition of capital assets	(236,235)	(284,732)
Proceeds from the disposal of capital assets	-	-
Other capital	<u>-</u>	<u>-</u>
Net cash used for capital	<u>(236,235)</u>	<u>(284,732)</u>
Investing:		
Long-term investments	(8,209)	(3,132)
Other investments	<u>-</u>	<u>-</u>
Net cash used for investing	<u>(8,209)</u>	<u>(3,132)</u>
Financing activities:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	-	-
Other financing	<u>-</u>	<u>-</u>
Net cash from financing	<u>-</u>	<u>-</u>
Increase (decrease) in cash resources	668,573	420,216
Cash and temporary investments, beginning of year	<u>1,123,394</u>	<u>703,178</u>
Cash and temporary investments, end of year (Note 2)	<u>\$ 1,791,967</u>	<u>1,123,394</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF VISCOUNT NO. 341

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

1. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the municipality are prepared by management in accordance with the local government accounting standards established by the Public Sector Accounting Board. Significant aspects of the accounting policies are as follows:

(a) Basis of Accounting

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

(b) Reporting Entity

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

(c) Collection of funds for other authorities

Collection of funds by the municipality for the school board, municipal hail and conservation and development authorities are collected and remitted in accordance with the relevant legislation. The amounts collected are disclosed in Note 3.

(d) Government Transfers

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

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

Unearned government transfer amounts received but not earned will be recorded as deferred revenue. Earned government transfer amounts not received will be recorded as an amount receivable.

(e) Deferred Revenue - Fees and Charges

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

(f) Local Improvement Charges

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

RURAL MUNICIPALITY OF VISCOUNT NO. 341

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(g) 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.

(h) 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.

(i) Appropriated Reserves

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

(j) Property Tax Revenue

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

(k) Investments

Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment.

Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment. The long-term investments in the Saskatchewan Association of Rural Municipalities - Self Insurance Fund are accounted for on the equity basis.

(l) 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 of the inventory in the ordinary course of business.

RURAL MUNICIPALITY OF VISCOUNT NO. 341

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(m) **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 the contribution. The tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The costs of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. The Municipality's tangible capital asset useful lives was updated February 2019 and are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
<i>General Assets</i>	
Land	Indefinite
Land improvements	25 years
Buildings	40 years
Vehicles and equipment	
Vehicles	15 years
Machinery & Equipment	5 to 20 years
<i>Infrastructure Assets</i>	
Water and sewer	40 years
Road network assets	15 to 40 years

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

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

(n) **Landfill liability**

The Rural Municipality of Viscount No. 341 does not maintain a waste disposal site. No amount has been recorded as an asset or liability.

RURAL MUNICIPALITY OF VISCOUNT NO. 341

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

1. **SIGNIFICANT ACCOUNTING POLICIES** (continued)

(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.

The Municipality does not have any contaminated sites.

(p) **Employee benefit plans**

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

(q) **Measurement Uncertainty**

The preparation of the financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts 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 period 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 borrowing.

These segments (functions) are as follows:

General Government: The general government segment provides for the administration of the Municipality.

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

RURAL MUNICIPALITY OF VISCOUNT NO. 341

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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

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

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

Utility Services: The utility services segment provides for the delivery of water, collecting and treating of wastewater and providing collection and disposal of solid waste.

(s) **New Accounting Standards**

Effective January 1, 2019, the Municipality adopted the following Canadian public sector accounting standard:

PS 3430 Restructuring Transactions defines a restructuring transaction and establishes standards for measuring assets and liabilities transferred in a restructuring transactions. The Municipality did not have any restructuring transactions.

2. CASH AND TEMPORARY INVESTMENTS

	<u>2019</u>	<u>2018</u>
Cash	\$ 691,967	623,394
Temporary investments	<u>1,100,000</u>	<u>500,000</u>
	<u>\$ 1,791,967</u>	<u>1,123,394</u>

Cash and temporary investments include balances with banks, term deposits, marketable securities and short-term investments with maturities of three months or less.

RURAL MUNICIPALITY OF VISCOUNT NO. 341

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

3. TAXES AND GRANTS IN LIEU RECEIVABLE

	<u>2019</u>	<u>2018</u>
Municipal: - Current	\$ 33,854	35,842
- Arrears	<u>446</u>	<u>5,346</u>
	34,300	41,188
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Total municipal taxes receivable	<u>34,300</u>	<u>41,188</u>
School: - Current	9,577	12,215
- Arrears	<u>-</u>	<u>-</u>
Total school taxes receivable	<u>9,577</u>	<u>12,215</u>
Other: - Current	1,950	5,518
- Arrears	<u>-</u>	<u>-</u>
Total other collections receivable	<u>1,950</u>	<u>5,518</u>
Total taxes and grants in lieu receivable	45,827	58,921
Deduct taxes receivable to be collected on behalf of other organizations	<u>(11,526)</u>	<u>(17,733)</u>
Total taxes receivable - Municipal	<u>\$ 34,300</u>	<u>41,188</u>

4. OTHER ACCOUNTS RECEIVABLE

	<u>2019</u>	<u>2018</u>
Federal government	\$ 14,538	20,722
Provincial government	439,941	704,292
Local government	-	-
Utility	-	-
Trade	5,273	-
Other	<u>14,329</u>	<u>1,819</u>
Total other accounts receivable	474,081	726,833
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Net other accounts receivable	<u>\$ 474,081</u>	<u>726,833</u>

5. LONG-TERM INVESTMENTS

	<u>2019</u>	<u>2018</u>
Sask. Assoc. of Rural Municipalities - Property-insurance fund	\$ 23,800	19,073
Sask. Assoc. of Rural Municipalities - Self-insurance fund	<u>55,520</u>	<u>52,037</u>
Total long term investments	<u>\$ 79,320</u>	<u>71,110</u>

RURAL MUNICIPALITY OF VISCOUNT NO. 341

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

6. BANK INDEBTEDNESS

Credit Arrangements

At December 31, 2019, the Municipality had a line of credit totaling \$563,000, none of which was drawn.

7. LONG-TERM DEBT

The authorized debt limit for the Municipality is \$719,428. The authorized 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 incremental debt above the debt limit authorized in the *Municipalities Act* is approved by the Saskatchewan Municipal Board.

8. 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.

9. 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 \$36,860 (2018 - \$34,299). 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.

Based on the latest information available (December 31, 2018 Audited Financial Statements) the Municipal Employees Pension Plan had a surplus in the net assets available for benefits of \$463,236,000. This is based on the most recent actuarial valuation, completed December 31, 2017. The Rural Municipality's portion of this is not readily determinable.

RURAL MUNICIPALITY OF VISCOUNT NO. 341

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

10. RECENT ACCOUNTING PRONOUNCEMENTS

A number of new and amended standards have been issued that may impact the Rural Municipality:

Standards Effective On Or After April 1, 2021

PS 1201 Financial Statement Presentation replaces PS 1200 with revised general reporting principles and standards of presentation and disclosure in government financial statements. The standard is 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 foreign currency.

PS 3041 Portfolio Investments replaces PS 3040 with revised guidance on accounting for, and presentation and disclosure of portfolio investments. The standard is effective in the period PS 3450, PS 2601 and PS 1201 are adopted.

PS 3450 Financial Instruments is a new standard establishing guidance on the recognition, measurement, presentation and disclosure of financial instruments, including derivatives.

PS 3280 Asset Retirement Obligations is 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 the new standard, existing Solid Waste Landfill Closure and Post-Closure Liability Section 3270 will be withdrawn.

Standards Effective On Or After April 1, 2022

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

The Rural Municipality continues to assess the impacts of the above accounting standards. The extent of impact resulting from the adoption of these standards is not known at this time.

RURAL MUNICIPALITY OF VISCOUNT NO. 341

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

11. BUDGET

The Financial Plan (Budget) adopted by Council on May 22, 2019, was not prepared on a basis consistent with that used to report actual results. The budget was prepared on a modified accrual basis while Public Sector Accounting Standards require a full accrual basis. The budget included reserve transfers as revenue. As a result, the budget figures presented in the statements of operations and change in net financial assets include the following adjustments:

	<u>2019</u>
Budget net surplus	\$ 100
Add: Transfer to reserves	<u>150,000</u>
Budget surplus per statement of operations	<u>\$ 150,100</u>

RURAL MUNICIPALITY OF VISCOUNT NO. 341

SCHEDULE OF TAXES AND OTHER UNCONDITIONAL REVENUES

Year ended December 31, 2019
with comparative figures for 2018

	<u>2019</u> <u>Budget</u>	<u>2019</u> <u>Actual</u>	<u>2018</u> <u>Actual</u>
TAXES			
General municipal tax levy	\$ 733,400	733,708	679,730
Abatements and adjustments	-	-	-
Discount on current year taxes	(25,000)	(28,538)	(27,360)
Net municipal taxes	708,400	705,170	652,370
Potash tax share	593,400	592,138	549,748
Trailer license fees	-	-	-
Penalties on tax arrears	2,000	3,158	1,851
Special tax levy	-	-	-
Other	-	-	-
Total Taxes	<u>1,303,800</u>	<u>1,300,466</u>	<u>1,203,969</u>
UNCONDITIONAL GRANTS			
Revenue sharing	163,700	163,739	158,727
Organized Hamlet	-	-	-
Other	-	-	-
Total Unconditional Grants	<u>163,700</u>	<u>163,739</u>	<u>158,727</u>
GRANTS IN LIEU OF TAXES			
Federal	-	-	-
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	-	-	-
Provincial - Central Services	-	-	-
Sasktel	1,200	1,248	1,159
Other	-	-	-
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other	-	-	-
Other Government Transfers			
S.P.C. Surcharge	-	-	-
Other	-	-	-
Total Grants in Lieu of Taxes	<u>1,200</u>	<u>1,248</u>	<u>1,159</u>
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	<u>\$ 1,468,700</u>	<u>1,465,453</u>	<u>1,363,855</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF VISCOUNT NO. 341

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2019
with comparative figures for 2018

	<u>2019</u> <u>Budget</u>	<u>2019</u> <u>Actual</u>	<u>2018</u> <u>Actual</u>
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ 2,500	2,956	2,563
Sales of supplies	2,700	2,848	3,150
Other (Cost recovery)	-	-	-
Total Fees and Charges	5,200	5,804	5,713
Tangible capital asset sales - gain (loss)	-	-	(2,199)
Land sales - gain (loss)	-	-	-
Investment income and commissions	12,000	35,149	17,756
Other	-	-	-
Total other segmented revenue	17,200	40,953	21,270
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	<u>17,200</u>	<u>40,953</u>	<u>21,270</u>
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total General Government Services	<u>17,200</u>	<u>40,953</u>	<u>21,270</u>
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
PS - Fire Fees	2,500	16,673	17,557
Total Fees and Charges	2,500	16,673	17,557
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	2,500	16,673	17,557
Conditional Grants			
Student employment	-	-	-
Local government	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	<u>2,500</u>	<u>16,673</u>	<u>17,557</u>
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
Provincial Disaster Assistance	-	-	-
Local government	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Protective Services	<u>2,500</u>	<u>16,673</u>	<u>17,557</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF VISCOUNT NO. 341

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2019

with comparative figures for 2018

	<u>2019</u> <u>Budget</u>	<u>2019</u> <u>Actual</u>	<u>2018</u> <u>Actual</u>
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ 8,000	9,155	9,425
Sales of supplies	15,000	16,556	18,553
Road Maintenance and Restoration Agreements	3,000	500	500
Frontage	-	-	-
Other (Rentals)	6,600	6,660	6,600
Total Fees and Charges	32,600	32,871	35,078
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	32,600	32,871	35,078
Conditional Grants			
TS-Federal - Primary Weight Corridor	-	-	-
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	<u>32,600</u>	<u>32,871</u>	<u>35,078</u>
Capital			
Conditional Grants			
Federal Gas Tax	22,000	45,179	22,668
MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
Provincial Disaster Assistance	-	-	6,855
Other	-	-	-
Total Capital	<u>22,000</u>	<u>45,179</u>	<u>29,523</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Transportation Services	<u>54,600</u>	<u>78,050</u>	<u>64,601</u>
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Waste and Disposal Fees	-	-	-
Other (Sale of Pest Control Products)	300	479	424
Total Fees and Charges	300	479	424
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	300	479	424
Conditional Grants			
Student employment	-	-	-
TAPD	-	-	-
Local government	-	-	-
Other (Pest & Weed Control)	6,000	5,273	7,218
Total Conditional Grants	6,000	5,273	7,218
Total Operating	<u>6,300</u>	<u>5,752</u>	<u>7,642</u>
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
TAPD	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Environmental and Public Health Services Services	<u>6,300</u>	<u>5,752</u>	<u>7,642</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF VISCOUNT NO. 341

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2019

with comparative figures for 2018

	<u>2019</u> <u>Budget</u>	<u>2019</u> <u>Actual</u>	<u>2018</u> <u>Actual</u>
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Maintenance and development charges	\$ -	-	-
Other (Cost recoveries)	-	-	-
Total Fees and Charges	-	-	-
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	-	-	-
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Planning and Development Services	-	-	-
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Sales of supplies	-	-	-
Other	-	-	-
Total Fees and Charges	-	-	-
Tangible capital asset sales - gain (loss)	-	-	-
Other (Insurance proceeds)	-	-	-
Total other segmented revenue	-	-	-
Conditional Grants			
Student Employment	-	-	-
Local government	-	-	-
Donations	-	-	-
Other (Museums, Sask Lotteries)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
Local government	-	-	-
Provincial Disaster Assistance	-	-	-
Other (CIF, Affinity CU)	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Recreation and Cultural Services	-	-	-

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF VISCOUNT NO. 341

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2019

with comparative figures for 2018

	<u>2019</u> <u>Budget</u>	<u>2019</u> <u>Actual</u>	<u>2018</u> <u>Actual</u>
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Water	\$ 2,000	2,754	2,674
Sewer	-	-	-
Other	-	-	-
Total Fees and Charges	2,000	2,754	2,674
Tangible capital asset sales - gain (loss)	-	-	(17,504)
Other	-	-	-
Total other segmented revenue	2,000	2,754	(14,830)
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	2,000	2,754	(14,830)
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
New Building Canada Fund (SCF, NRP)	-	-	-
Clean Water and Wastewater Fund	-	-	-
Provincial Disaster Assistance	-	-	-
Other (Well Decommissioning)	-	-	6,300
Total Capital	-	-	6,300
Restructuring Revenue	-	-	-
Total Utility Services	2,000	2,754	(8,530)
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	<u>\$ 82,600</u>	<u>144,182</u>	<u>102,540</u>
 SUMMARY			
Total Other Segmented Revenue	\$ 54,600	93,730	59,499
Total Conditional Grants	6,000	5,273	7,218
Total Capital Grants and Contributions	22,000	45,179	35,823
Restructuring Revenue	-	-	-
TOTAL REVENUE BY FUNCTION	<u>\$ 82,600</u>	<u>144,182</u>	<u>102,540</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF VISCOUNT NO. 341

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2019

with comparative figures for 2018

	<u>2019</u> <u>Budget</u>	<u>2019</u> <u>Actual</u>	<u>2018</u> <u>Actual</u>
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 53,000	45,472	52,320
Wages and benefits	90,800	90,651	87,934
Professional/Contractual services	48,500	47,206	45,545
Utilities	8,400	7,593	7,577
Maintenance, materials, and supplies	14,200	13,283	12,303
Grants and contributions	7,000	6,568	6,763
-operating	-	-	-
-capital	-	-	-
Amortization	500	477	477
Interest	-	-	-
Allowance for uncollectibles	-	-	-
General Government Services	<u>222,400</u>	<u>211,250</u>	<u>212,919</u>
Restructuring	-	-	-
Total General Government Services	<u>222,400</u>	<u>211,250</u>	<u>212,919</u>
PROTECTIVE SERVICES			
Police protection			
Wages and benefits	-	-	-
Professional/Contractual services	15,500	15,714	15,426
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Fire protection			
Wages and benefits	-	-	-
Professional/Contractual services	2,300	17,139	19,859
Utilities	2,800	2,622	2,777
Maintenance, materials, and supplies	10,300	3,830	1,173
Grants and contributions	1,400	1,417	1,600
-operating	-	-	-
-capital	-	-	-
Amortization	12,000	11,914	11,915
Interest	-	-	-
Other	-	-	-
Protective Services	<u>44,300</u>	<u>52,636</u>	<u>52,750</u>
Restructuring	-	-	-
Total Protective Services	<u>44,300</u>	<u>52,636</u>	<u>52,750</u>
TRANSPORTATION SERVICES			
Council remuneration and travel	24,000	22,731	23,884
Wages and benefits	312,000	330,227	292,851
Professional/Contractual services	59,700	26,929	52,693
Utilities	3,000	2,451	3,043
Maintenance, materials, and supplies	200,500	163,748	207,930
Gravel	125,000	155,199	188,403
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	353,000	353,049	347,941
Interest	-	-	-
Other	-	-	-
Transportation Services	<u>1,077,200</u>	<u>1,054,334</u>	<u>1,116,745</u>
Restructuring	-	-	-
Total Transportation Services	<u>1,077,200</u>	<u>1,054,334</u>	<u>1,116,745</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF VISCOUNT NO. 341

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2019
with comparative figures for 2018

	<u>2019</u> <u>Budget</u>	<u>2019</u> <u>Actual</u>	<u>2018</u> <u>Actual</u>
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	-	-	-
Professional/Contractual services	32,800	27,483	39,050
Utilities	-	-	-
Maintenance, materials, and supplies	3,000	3,809	2,927
Grants and contributions			
-operating			
Waste disposal	-	-	-
Public health	-	-	-
-capital			
Waste disposal	-	-	-
Public health	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Environmental and Public Health Services	<u>35,800</u>	<u>31,292</u>	<u>41,977</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Environmental and Public Health Services	<u>35,800</u>	<u>31,292</u>	<u>41,977</u>
PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	-	-	-
Professional/Contractual services	-	-	-
Grants and contributions			
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Planning and Development Services	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Planning and Development Services	<u>-</u>	<u>-</u>	<u>-</u>
RECREATION AND CULTURAL SERVICES			
Wages and benefits	-	-	-
Professional/Contractual services	-	-	-
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions			
-operating	12,700	14,965	20,882
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	-	-
Recreation and Cultural Services	<u>12,700</u>	<u>14,965</u>	<u>20,882</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Recreation and Cultural Services	<u>12,700</u>	<u>14,965</u>	<u>20,882</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF VISCOUNT NO. 341

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2019
with comparative figures for 2018

	<u>2019</u> <u>Budget</u>	<u>2019</u> <u>Actual</u>	<u>2018</u> <u>Actual</u>
UTILITY SERVICES			
Wages and benefits	-	-	-
Professional/Contractual services	4,000	79	9,400
Utilities	2,400	2,142	2,344
Maintenance, materials, and supplies	1,000	91	95
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	1,400	1,409	2,138
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	-	-
Utility Services	<u>8,800</u>	<u>3,721</u>	<u>13,977</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Utility Services	<u>8,800</u>	<u>3,721</u>	<u>13,977</u>
 TOTAL EXPENDITURES BY FUNCTION	 <u>\$ 1,401,200</u>	 <u>1,368,198</u>	 <u>1,459,250</u>

See accompanying notes to the financial statements.

KUKAL MUNICIPALITY OF VISCOUNT NO. 341

Schedule 4

SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2019

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and charges	\$ 5,804	16,673	32,871	479	-	-	2,754	58,581
Tangible capital asset sales - Gain (loss)	-	-	-	-	-	-	-	-
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Investment income and commissions	35,149	-	-	-	-	-	-	35,149
Other revenues	-	-	-	-	-	-	-	-
Grants - Conditional	-	-	-	5,273	-	-	-	5,273
Grants - Capital	-	-	45,179	-	-	-	-	45,179
Restructurings	-	-	-	-	-	-	-	-
Total revenues	<u>40,953</u>	<u>16,673</u>	<u>78,050</u>	<u>5,752</u>	<u>-</u>	<u>-</u>	<u>2,754</u>	<u>144,182</u>
Expenses (Schedule 3)								
Wages & Benefits	136,123	-	352,958	-	-	-	-	489,081
Professional/Contractual Services	47,206	32,853	26,929	27,483	-	-	79	134,550
Utilities	7,593	2,622	2,451	-	-	-	2,142	14,808
Maintenance, materials and supplies	13,283	3,830	318,947	3,809	-	-	91	339,960
Grants and contributions	6,568	1,417	-	-	-	14,965	-	22,950
Amortization	477	11,914	353,049	-	-	-	1,409	366,849
Interest	-	-	-	-	-	-	-	-
Allowance for uncollectibles.	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Total expenses	<u>211,250</u>	<u>52,636</u>	<u>1,054,334</u>	<u>31,292</u>	<u>-</u>	<u>14,965</u>	<u>3,721</u>	<u>1,368,198</u>
Surplus (deficit) by function	<u>(170,297)</u>	<u>(35,963)</u>	<u>(976,284)</u>	<u>(25,540)</u>	<u>-</u>	<u>(14,965)</u>	<u>(967)</u>	<u>(1,224,016)</u>
Taxation and other unconditional revenue (Schedule 1)								<u>1,465,453</u>
Net Surplus (Deficit)								<u>\$ 241,437</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF VISCOUNT NO. 341

Schedule 5

SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2018

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and charges	\$ 5,713	17,557	35,078	424	-	-	2,674	61,446
Tangible capital asset sales - Gain (loss)	(2,199)	-	-	-	-	-	(17,504)	(19,703)
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Investment income and commissions	17,756	-	-	-	-	-	-	17,756
Other revenues	-	-	-	-	-	-	-	-
Grants - Conditional	-	-	-	-	-	-	-	-
Grants - Capital	-	-	29,523	7,218	-	-	-	7,218
Restructurings	-	-	-	-	-	-	6,300	35,823
Total revenues	21,270	17,557	64,601	7,642	-	-	(8,530)	102,540
Expenses (Schedule 3)								
Wages & Benefits	140,254	-	316,735	-	-	-	-	456,989
Professional/Contractual Services	45,545	35,285	52,693	39,050	-	-	9,400	181,973
Utilities	7,577	2,777	3,043	-	-	-	2,344	15,741
Maintenance, materials and supplies	12,303	1,173	396,333	2,927	-	-	95	412,831
Grants and contributions	6,763	1,600	-	-	-	20,882	-	29,245
Amortization	477	11,915	347,941	-	-	-	2,138	362,471
Interest	-	-	-	-	-	-	-	-
Allowance for uncollectibles	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Total expenses	212,919	52,750	1,116,745	41,977	-	20,882	13,977	1,459,250
Surplus (deficit) by function	(191,649)	(35,193)	(1,052,144)	(34,335)	-	(20,882)	(22,507)	(1,356,710)
Taxation and other unconditional revenue (Schedule 1)								
Net Surplus (Deficit)								\$ 7,145

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF VISCOUNT NO. 341

SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT

Year ended December 31, 2019
with comparative figures for 2018

	2019							2018	
	General Assets			Infrastructure Assets		General / Infrastructure Assets Under Construction	Total		
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment				Linear Assets
Asset cost									
Opening asset costs	\$ 271,877	-	101,186	-	3,030,839	8,258,207	57,409	11,719,518	
Additions during the year	-	-	-	-	24,040	212,195	-	236,235	
Disposals and write-downs during the year	-	-	-	-	-	-	-	-	
Transfers (from) assets under construction	-	-	-	-	-	57,409	(57,409)	-	
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	
Closing asset costs	271,877	-	101,186	-	3,054,879	8,527,811	-	11,955,753	
Accumulated amortization cost									
Opening accumulated amortization costs	-	-	78,270	-	942,828	2,647,385	-	3,668,483	
Add: Amortization taken	-	-	2,080	-	167,578	197,191	-	366,849	
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	(11,668)	
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	
Closing accumulated amortization costs	-	-	80,350	-	1,110,406	2,844,576	-	4,035,332	
Net book value	\$ 271,877	-	20,836	-	1,944,473	5,683,235	-	8,051,035	

1. Total contributed/donated assets received in 2019: \$ -

2. List of assets recognized at nominal value in 2019 are:

-Infrastructure Assets

-Vehicles

-Machinery and Equipment

3. Amount of interest capitalized in 2019:

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF VISCOUNT NO. 341

SCHEDULE OF TANGIBLE CAPITAL ASSETS BY FUNCTION

Year ended December 31, 2019
with comparative figures for 2018

		2019						2018	
		General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total
Asset cost									
Opening asset costs	\$	35,337	462,996	11,164,823	-	-	-	56,362	11,719,518
Additions during the year		-	-	236,235	-	-	-	-	236,235
Disposals and write-downs during the year		-	-	-	-	-	-	-	(31,372)
Transfer of assets related to restructuring (Schedule 11)		-	-	-	-	-	-	-	-
Closing asset costs		<u>35,337</u>	<u>462,996</u>	<u>11,401,058</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>56,362</u>	<u>11,955,753</u>
Accumulated amortization cost									
Opening accumulated amortization costs		32,469	204,592	3,400,452	-	-	-	30,970	3,317,680
Add: Amortization taken		477	11,914	353,049	-	-	-	1,409	362,471
Less: Accumulated amortization on disposals		-	-	-	-	-	-	-	(11,668)
Transfer of assets related to restructuring (Schedule 11)		-	-	-	-	-	-	-	-
Closing accumulated amortization costs		<u>32,946</u>	<u>216,506</u>	<u>3,753,501</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>32,379</u>	<u>4,035,332</u>
Net book value	\$	<u>2,391</u>	<u>246,490</u>	<u>7,647,557</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>23,983</u>	<u>8,051,035</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF VISCOUNT NO. 341

SCHEDULE OF ACCUMULATED SURPLUS

Year ended December 31, 2019

	<u>2018</u>	<u>Changes</u>	<u>2019</u>
UNAPPROPRIATED SURPLUS	\$ <u>2,197,844</u>	<u>220,051</u>	<u>2,417,895</u>
APPROPRIATED RESERVES			
Machinery and equipment	-	150,000	150,000
Public reserve	-	2,000	2,000
Capital trust	-	-	-
Utility	-	-	-
Total Appropriated	<u>-</u>	<u>152,000</u>	<u>152,000</u>
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6)	8,051,035	(130,614)	7,920,421
Less: Related debt	-	-	-
Net Investment in Tangible Capital Assets	<u>8,051,035</u>	<u>(130,614)</u>	<u>7,920,421</u>
Total Accumulated Surplus	\$ <u>10,248,879</u>	<u>241,437</u>	<u>10,490,316</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF VISCOUNT NO. 341

SCHEDULE OF MILL RATES AND ASSESSMENTS

Year ended December 31, 2019

	PROPERTY CLASS					Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)
Taxable Assessment	\$ 90,778,360	7,507,710	-	-	4,352,900	-
Regional Park Assessment						
Total Assessment						\$ 102,638,970
Mill Rate Factor(s)	1.0000	1.0000	1.0000	1.0000	1.5000	
Total Base/Minimum Tax (generated for each property class)	-	-	-	-	-	-
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 635,449	52,554	-	-	45,705	733,708

MILL RATES:

Average Municipal*	7.148
Average School*	1.832
Potash Mill Rate	-
Uniform Municipal Mill Rate	7.000

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

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF VISCOUNT NO. 341

SCHEDULE OF COUNCIL REMUNERATION

Year ended December 31, 2019

Position	Name	<u>Remuneration</u>	<u>Reimbursed Costs</u>	<u>Total</u>
Reeve	Gordon Gusikoski	\$ 9,600	1,057	10,657
Councillor	Eric Langston	5,700	857	6,557
Councillor	Bruce Deneiko	6,200	895	7,095
Councillor	Blair Welter	6,400	1,081	7,481
Councillor	Micky Palfy	6,200	1,010	7,210
Councillor	Douglas Thoms	5,900	968	6,868
Councillor	Keith Yaworski	4,500	816	5,316
Total		<u>\$ 44,500</u>	<u>6,684</u>	<u>51,184</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF VISCOUNT NO. 341

SCHEDULE OF RESTRUCTURING

Year ended December 31, 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	-
Total Net Carrying Amount Received (Transferred)	\$ -

See accompanying notes to the financial statements.