

RURAL MUNICIPALITY OF ABERDEEN NO. 373
Consolidated Financial Statements
Year Ended December 31, 2020

RURAL MUNICIPALITY OF ABERDEEN NO. 373
Index to Consolidated Financial Statements
Year Ended December 31, 2020

	Page
MANAGEMENT'S RESPONSIBILITY	1
INDEPENDENT AUDITORS' REPORT	2 - 3
CONSOLIDATED FINANCIAL STATEMENTS	
Consolidated Statement of Financial Position	4
Consolidated Statement of Operations and Accumulated Surplus	5
Consolidated Statement of Change in Net Financial Assets	6
Consolidated Statement of Cash Flows	7
Notes to Consolidated Financial Statements	8 - 16
Taxes and Other Unconditional Revenue (<i>Schedule 1</i>)	17
Schedule of Operating and Capital Revenue by Function (Schedule 2 - 1)	18
Schedule of Operating and Capital Revenue by Function (Schedule 2 - 2)	19
Schedule of Operating and Capital Revenue by Function (Schedule 2 - 3)	20
Schedule of Operating and Capital Revenue by Function (Schedule 2 - 4)	21
Total Expenses by Function (Schedule 3 - 1)	22
Total Expenses by Function (Schedule 3 - 2)	23
Total Expenses by Function (Schedule 3 - 3)	24
Consolidated Schedule of Segment Disclosure by Function (Schedule 4)	25
Consolidated Schedule of Segment Disclosure by Function (Schedule 5)	26
Consolidated Schedule of Tangible Capital Assets by Object (Schedule 6)	27
Consolidated Schedule of Tangible Capital Assets by Function (Schedule 7)	28
Consolidated Schedule of Accumulated Surplus (Schedule 8)	29
Schedule of Mill Rates and Assessments (Schedule 9)	30
Schedule of Council Remuneration (Schedule 10)	31

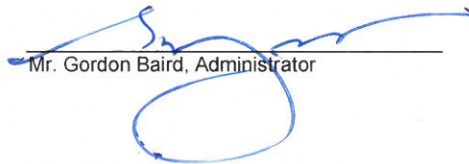
Management's Responsibility

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.

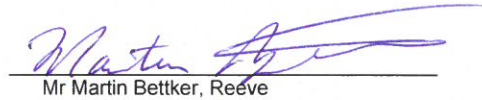
In discharging its responsibilities for the integrity and fair presentation of the consolidated financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and 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.



Mr. Gordon Baird, Administrator



Mr Martin Bettker, Reeve

Aberdeen, SK

Date: May 13, 2021

INDEPENDENT AUDITOR'S REPORT

To the Council of the Rural Municipality of Aberdeen No. 373

Qualified Opinion

We have audited the consolidated financial statements of the Rural Municipality of Aberdeen No. 373 (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 12 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 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.

Grant Thornton LLP

Saskatoon, Canada
May 20, 2021

Chartered Professional Accountants

RURAL MUNICIPALITY OF ABERDEEN NO. 373**Consolidated Statement of Financial Position****As at December 31, 2020****Statement 1**

	2020	2019
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	\$ 2,175,267	\$ 364,659
Taxes Receivable - Municipal (Note 3)	216,851	208,666
Other Accounts Receivable (Note 4)	131,296	260,666
Land for Resale	-	-
Long-Term Investments (Note 5)	46,174	44,174
Debt Charges Recoverable	-	-
Loans receivable	49,117	-
Total financial assets	2,618,705	878,165
LIABILITIES		
Bank indebtedness (Note 6)	-	-
Accounts Payable	305,049	104,808
Accrued Liabilities Payable	-	-
Deposits	1,165	-
Deferred Revenue	127,926	-
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Long-Term Debt (Note 8)	-	-
Lease Obligations	-	-
Total liabilities	434,140	104,808
NET FINANCIAL ASSETS	2,184,565	773,357
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	8,872,671	5,652,790
Prepayments and Deferred Charges	910	542
Stock and Supplies	-	-
Other	-	-
Total Non-Financial Assets	8,873,581	5,653,332
ACCUMULATED SURPLUS (Schedule 8)	\$ 11,058,146	\$ 6,426,689

See notes to financial statements

RURAL MUNICIPALITY OF ABERDEEN NO. 373

Consolidated Statement of Operations and Accumulated Surplus

As at December 31, 2020

Statement 2

	Budget 2020	2020	2019
REVENUES OTHER THAN PROVINCIAL/FEDERAL CAPITAL GRANTS AND CONTRIBUTIONS			
Taxes and Other Unconditional Revenue			
(Schedule 1)	\$ 2,240,100	\$ 2,322,265	\$ 2,147,318
Fees and Charges (Schedule 4, 5)	151,440	599,289	197,667
Conditional Grants (Schedule 4, 5)	3,100	3,989	4,097
Tangible Capital Assets Sales - Gain (Loss)			
(Schedule 4, 5)	-	(96,588)	-
Land Sales - Gain (Loss) (Schedule 4, 5)	-	-	-
Investment Income and Commissions			
(Schedule 4, 5)	2,600	1,000	6,453
Restructurings (Schedule 4, 5)	-	-	-
Other Revenues (Schedule 4, 5)	-	6,594	5,769
Total Revenues other than Provincial/Federal Capital Grants and Contributions	2,397,240	2,836,549	2,361,304
EXPENSES			
General Government Services (Schedule 3)	469,010	419,219	484,794
Protective Services (Schedule 3)	159,260	163,352	130,863
Transportation Services (Schedule 3)	1,309,880	1,181,120	1,232,070
Environmental and Public Health Services			
(Schedule 3)	52,540	48,923	49,399
Planning and Development Services (Schedule 3)	29,750	29,027	30,766
Recreation and Cultural Services (Schedule 3)	125,950	132,690	142,794
Utility Services (Schedule 3)	11,970	335,550	8,315
Restructurings (Schedule 3)	-	-	-
Total Expenses	2,158,360	2,309,881	2,079,001
Surplus (Deficit) of Revenues over Expenses before Provincial/Federal Capital Grants and Contributions and Error Correction	238,880	526,668	282,303
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	137,100	222,857	249,866
Error Correction (Note 12)	-	3,881,932	-
	137,100	4,104,789	249,866
Surplus (Deficit) of Revenues over Expenses	375,980	4,631,457	532,169
Accumulated Surplus (Deficit), Beginning of Year	6,426,689	6,426,689	5,894,520
ACCUMULATED SURPLUS - END OF YEAR	\$ 6,802,669	\$ 11,058,146	\$ 6,426,689

See notes to financial statements

RURAL MUNICIPALITY OF ABERDEEN NO. 373

Consolidated Statement of Change in Net Financial Assets

As at December 31, 2020

Statement 3

	Budget 2020	2020	2019
Surplus (Deficit)	\$ 375,980	\$ 4,631,457	\$ 532,169
(Acquisition) of tangible capital assets	(196,100)	(440,858)	(1,166,525)
Amortization of tangible capital assets	279,260	411,524	346,106
Proceeds on disposal of tangible capital assets	-	74,200	-
Loss (gain) on the disposal of tangible capital assets	-	96,588	-
Error Correction (Note 12)	-	(3,361,335)	-
Surplus (Deficit) of capital expenses over expenditures	83,160	(3,219,881)	(820,419)
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expense	-	(368)	(542)
Consumption of supplies inventory	-	-	-
Use of prepaid expense	-	-	5,542
Surplus (Deficit) of expenses of other non-financial over expenditures	-	(368)	5,000
Increase/Decrease in Net Financial Assets	459,140	1,411,208	(283,250)
Net Financial Assets (Debt) - Beginning of Year	773,357	773,357	1,056,607
Net Financial Assets (Debt) - End of Year	\$ 1,232,497	\$ 2,184,565	\$ 773,357

RURAL MUNICIPALITY OF ABERDEEN NO. 373

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)	\$ 4,631,457	\$ 532,169
Items not affecting cash:		
Amortization	411,524	346,106
Loss (gain) on disposal of tangible capital assets	96,588	-
Error Correction	<u>(3,361,335)</u>	<u>-</u>
	<u>1,778,234</u>	<u>878,275</u>
 Change in assets/liabilities		
Taxes Receivable - Municipal	(8,185)	20,562
Other Receivables	129,370	(166,427)
Accounts Payable	200,241	44,741
Deferred Revenue	127,926	-
Prepayments and Deferred Charges	(366)	5,000
Loans receivable	(49,117)	-
Deposits	<u>1,163</u>	<u>(43,040)</u>
	<u>401,032</u>	<u>(139,164)</u>
 Cash provided by operating transactions	<u>2,179,266</u>	<u>739,111</u>
 Capital:		
Acquisition of capital assets	(440,858)	(1,166,525)
Proceeds from the disposal of capital assets	74,200	-
	<u>(366,658)</u>	<u>(1,166,525)</u>
 Cash applied to capital transactions	<u>(366,658)</u>	<u>(1,166,525)</u>
 Investing:		
Long-Term Investments	(2,000)	(2,264)
Other	<u>-</u>	<u>-</u>
 Cash provided by (applied to) investing transactions	<u>(2,000)</u>	<u>(2,264)</u>
 Financing:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	-	-
Other financing	<u>-</u>	<u>-</u>
 Cash provided by (applied to) financing transactions	<u>-</u>	<u>-</u>
 Change in Cash and Temporary Investments during the year	<u>1,810,608</u>	<u>(429,678)</u>
Cash and Temporary Investments - Beginning of Year	<u>364,659</u>	<u>794,337</u>
Cash and Temporary Investments - End of Year (Note 2)	<u>\$ 2,175,267</u>	<u>\$ 364,659</u>

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) **Trust Funds:**

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

(o) **Employee benefit plans:**

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

(continues)

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

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

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

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

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

(q) **Measurement Uncertainty:**

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

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

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

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

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

The segments (functions) are as follows:

General Government: Provides for the administration of the municipality.

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

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

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

Planning and Development: Provides for neighbourhood development and sustainability.

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

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

(s) **Budget Information:**

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on March 5, 2020.

(continues)

1. Significant accounting policies (continued)

(t) **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 and Temporary Investments	\$ 1,672,107	\$ 364,659
Restricted Cash	<u>503,160</u>	<u>-</u>
Total Cash and Temporary Investments	<u>\$ 2,175,267</u>	<u>\$ 364,659</u>

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 funds belonging to the Highway 41 Water Utility to be used in their daily operations.

RURAL MUNICIPALITY OF ABERDEEN NO. 373

Notes to Consolidated Financial Statements

As at December 31, 2020

3. Taxes Receivable - Municipal

	2020	2019
<u>Municipal</u>		
- current	\$ 145,951	\$ 161,188
- arrears	78,785	59,548
	<u>224,737</u>	<u>220,736</u>
Less - allowance for uncollectibles	(7,885)	(12,070)
Total municipal taxes receivable	<u>216,851</u>	<u>208,666</u>
<u>School</u>		
- current	106,981	101,149
- arrears	34,485	22,410
Total school taxes receivable	<u>141,466</u>	<u>123,559</u>
Municipal - other	<u>8,708</u>	<u>5,836</u>
Total taxes and grants in lieu receivable	<u>367,025</u>	<u>338,061</u>
Deduct taxes receivable to be collected on behalf of other organizations	<u>(150,174)</u>	<u>(129,395)</u>
Total Taxes Receivable - Municipal	<u>\$ 216,851</u>	<u>\$ 208,666</u>

4. Other Accounts Receivable

	2020	2019
Federal Government	\$ 41,555	\$ 47,821
Provincial Government	-	143,895
Local Government	36,612	30,576
Utility	22,724	-
Trade	30,405	38,374
Other	-	-
Total Other Accounts Receivable	<u>131,296</u>	<u>260,666</u>
Less: allowance for uncollectibles	-	-
Net Other Accounts Receivable	<u>\$ 131,296</u>	<u>\$ 260,666</u>

5. Investments

	2020	2019
S.A.R.M. Liability Insurance Investment	\$ 46,174	\$ 44,174
Total Investments	<u>\$ 46,174</u>	<u>\$ 44,174</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.

6. Bank Indebtedness

Credit Arrangements

At December 31, 2020, the municipality had lines of credit totaling \$1,000,000, bearing interest at 2.95%, none of which has been drawn. The following has been collateralized in connection with this line of credit:

-- General security agreement

RURAL MUNICIPALITY OF ABERDEEN NO. 373

Notes to Consolidated Financial Statements

As at December 31, 2020

7. Deferred Revenue

	2020	2019
<u>Federal Gas Tax Fund (GFT) Program - Grant</u>		
Balance - Beginning of Year	\$ -	\$ -
Add: Amounts received during the year	102,710	-
Less: Amounts recognized as revenue during the year	-	-
Balance - End of Year	<u>102,710</u>	-
<u>Other - Retainer</u>		
Balance - Beginning of Year	-	-
Add: Amounts received during the year	25,216	-
Less: Amounts recognized as revenue during the year	-	-
Balance - End of Year	<u>25,216</u>	-
Grand total	<u>\$ 127,926</u>	<u>\$ -</u>

8. Long-term Debt

The debt limit of the municipality is \$2,133,543. 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)).

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 2020 was \$47,459. 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.

	2020	2019
<u>Details of MEPP</u>		
Number of active members	10	10
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	47,459	50,212
Employer contributions for the year	47,459	50,212
Financial position of the plan:		
Plan assets	***	2,819,222,000
Plan liabilities	***	2,160,754,000
Accounting pension surplus	<u>\$ -</u>	<u>\$ 658,468,000</u>

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

***2020 MEPP financial information is not yet available.

RURAL MUNICIPALITY OF ABERDEEN NO. 373

Notes to Consolidated Financial Statements

As at December 31, 2020

10. 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	<u>375,980</u>
Less: Capital expenditures	<u>(196,100)</u>
Approved Budget	<u>\$ 179,880</u>

11. 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.

12. 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 13). 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	\$ 364,659	\$ 360,501	\$ 725,160
Taxes Receivable - Municipal	208,666	-	208,666
Other Accounts Receivable	260,666	36,876	297,542
Long-Term Investments	44,174	86,491	130,665
Loans Receivable	-	56,751	56,751
Accounts Payable	(104,808)	(18,857)	(123,665)
Deposits	-	(1,165)	(1,165)
Tangible Capital Assets	5,652,790	3,361,335	9,014,125
Prepayments and Deferred Charges	542	-	542
	-	-	-
	-	-	-
Net charge due to error correction	<u>\$ 6,426,689</u>	<u>\$ 3,881,932</u>	<u>\$ 10,308,621</u>

RURAL MUNICIPALITY OF ABERDEEN NO. 373

Notes to Consolidated Financial Statements

As at December 31, 2020

13. Government Partnerships

The Rural Municipality of Aberdeen No. 373, the Rural Municipality of Blucher No. 343, 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 Aberdeen (pre- consolidation)	R.M. of Aberdeen (consolidated)
Statement of Financial Position - 2020				
Financial assets				
Cash and temporary investments	\$ 1,509,481	\$ 503,160	\$ 1,672,107	\$ 2,175,267
Taxes receivable	-	-	216,851	216,851
Other receivables	68,176	22,725	108,572	131,297
Long-term investments	-	-	46,174	46,174
Other - loans receivable	147,351	49,117	-	49,117
Total financial assets	1,725,008	575,002	2,043,704	2,618,706
Liabilities				
Accounts payable	(42,509)	(13,721)	(291,328)	(305,049)
Deposits	(3,494)	(1,165)	-	(1,165)
Deferred revenue	-	-	(127,926)	(127,926)
Total liabilities	(46,003)	(14,886)	(419,254)	(434,140)
Non-financial assets				
Tangible capital assets	10,276,113	3,342,238	5,530,433	8,872,671
Prepayments	-	-	910	910
Total non-financial assets	10,276,113	3,342,238	5,531,343	8,873,581
Accumulated surplus	\$ 11,955,118	\$ 3,902,354	\$ 7,155,793	\$ 11,058,147

Statement of Operations - 2020

Total revenues	\$ 1,091,378	\$ 353,708	\$ 2,705,697	\$ 3,059,405
Total expenses	(1,007,007)	(333,286)	(1,976,594)	(2,309,880)
Error correction	-	3,881,932	-	3,881,932
Surplus of revenues over expenses	\$ 84,371	\$ 3,902,354	\$ 729,103	\$ 4,631,457

RURAL MUNICIPALITY OF ABERDEEN NO. 373

Schedule of Taxes and Other Unconditional Revenue

As at December 31, 2020

Schedule 1

	Budget 2020	2020	2019
TAXES			
General municipal tax levy	\$ 1,747,000	\$ 1,740,059	\$ 1,656,576
Abatements and adjustments	(3,000)	(3,791)	66
Discount on current year taxes	(70,000)	(72,750)	(69,254)
Net Municipal Taxes	1,674,000	1,663,518	1,587,388
Potash tax share	336,500	317,490	336,266
Trailer license fees	-	-	-
Penalties on tax arrears	15,000	14,463	10,645
Special tax levy	-	-	-
Other	-	-	-
Total Taxes	2,025,500	1,995,471	1,934,299
UNCONDITIONAL GRANTS			
Revenue Sharing	212,770	241,024	212,769
Organized Hamlet	-	-	-
Other	-	82,263	-
Total Unconditional Grants	212,770	323,287	212,769
GRANTS IN LIEU OF TAXES			
Federal	1,580	3,235	-
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
Transgas	250	272	250
Central Services	-	-	-
SaskTel	-	-	-
Other	-	-	-
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	1,830	3,507	250
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 2,240,100	\$ 2,322,265	\$ 2,147,318

RURAL MUNICIPALITY OF ABERDEEN NO. 373

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	\$ 500	\$ 832	\$ 28
- Custom work	-	-	-
- Sales of supplies	12,540	14,458	29,423
- Other (Rentals, licenses and permits)	51,300	66,570	48,902
Total Fees and Charges	64,340	81,860	78,353
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain (loss)	-	-	-
- Investment income and commissions	2,600	1,000	6,453
- Other (Donations)	-	-	5,769
Total Other Segmented Revenue	66,940	82,860	90,575
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	66,940	82,860	90,575
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (PFRA)	-	-	-
Total Capital	-	-	-
Total General Government Services	66,940	82,860	90,575
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and charges	4,000	6,000	8,000
- Other (Fire calls)	3,000	8,660	21,160
Total Fees and Charges	7,000	14,660	29,160
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	7,000	14,660	29,160
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	7,000	14,660	29,160
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Protective Services	\$ 7,000	\$ 14,660	\$ 29,160

See notes to financial statements

RURAL MUNICIPALITY OF ABERDEEN NO. 373

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	21,000	27,245	29,796
- Sales of supplies	2,100	124	8,595
- Road Maintenance and Restoration			
Agreements	50,000	102,030	40,816
- Frontage	-	-	-
- Other	-	-	-
Total Fees and Charges	73,100	129,399	79,207
- Tangible capital asset sales - gain (loss)	-	(96,588)	-
- Other	-	-	-
Total Other Segmented Revenue	73,100	32,811	79,207
Conditional Grants			
-RIRG (CTP)	-	-	-
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	73,100	32,811	79,207
Capital			
Conditional Grants			
- Federal Gas Tax	137,100	19,332	137,099
- ICIP	-	-	-
- RIRG (Heavy Haul, CTP, Bridges & Culverts)	-	-	-
- Provincial Disaster Assistance	-	5,324	112,767
- Other (MEEP)	-	198,201	-
Total Capital	137,100	222,857	249,866
Total Transportation Services	210,200	255,668	329,073
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	-	-	-
- Waste and Disposal Fees	1,500	5,255	4,164
- Other (Cemetery fees, pest control sales)	1,500	557	2,783
Total Fees and Charges	3,000	5,812	6,947
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	6,594	-
Total Other Segmented Revenue	3,000	12,406	6,947
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other (Pest control)	3,100	3,989	4,097
Total Conditional Grants	3,100	3,989	4,097
Total Operating	6,100	16,395	11,044
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- ICIP	-	-	-
- TAPD	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Environmental and Public Health Services	\$ 6,100	\$ 16,395	\$ 11,044

RURAL MUNICIPALITY OF ABERDEEN NO. 373

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	\$ 1,000	\$ 11,000	\$ -
- Maintenance and Development Charges	-	-	-
- Other	-	-	-
Total Fees and Charges	1,000	11,000	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	1,000	11,000	-
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	1,000	11,000	-
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Planning and Development Services	1,000	11,000	-
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenues			
Fees and Charges	3,000	2,850	4,000
- Other	-	-	-
Total Fees and Charges	3,000	2,850	4,000
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	3,000	2,850	4,000
Conditional Grants			
- Student Employment	-	-	-
- Local Government	-	-	-
- Donations	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	3,000	2,850	4,000
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- ICIP	-	-	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Recreation and Cultural Services	\$ 3,000	\$ 2,850	\$ 4,000

RURAL MUNICIPALITY OF ABERDEEN NO. 373

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	-	-	-
- Sewer	-	-	-
- Other (Highway 41 Water Utility)	-	353,708	-
Total Fees and Charges	-	353,708	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	-	353,708	-
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	353,708	-
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 12)	-	3,881,932	-
Total Utility Services	-	4,235,640	-
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 294,240	\$ 4,619,073	\$ 463,852

SUMMARY

Total Other Segmented Revenue	\$ 510,295	\$ 209,889
Total Conditional Grants	3,989	4,097
Total Capital Grants and Contributions	222,857	249,866
Restructuring Revenue	3,881,932	-
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 4,619,073	\$ 463,852

RURAL MUNICIPALITY OF ABERDEEN NO. 373

Total Expenses by Function

As at December 31, 2020

Schedule 3 - 1

	Budget 2020	2020	2019
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 103,930	\$ 80,352	\$ 92,226
Wages and benefits	207,000	194,701	230,014
Professional/Contractual services	93,200	89,942	101,682
Utilities	11,800	11,268	11,154
Maintenance, materials and supplies	26,300	21,587	26,994
Grants and contributions			
Grants and contributions - operating	9,870	6,450	9,869
- capital	-	-	-
Amortization	11,910	12,236	12,236
Interest	5,000	-	619
Allowance For Uncollectibles	-	2,683	-
Other	-	-	-
General Government Services	469,010	419,219	484,794
	-	-	-
Total General Government Services	469,010	419,219	484,794
PROTECTIVE SERVICES			
Police Protection			
Wages and benefits	-	-	-
Professional/Contractual Services	73,200	66,419	65,150
Utilities	-	-	-
Maintenance, Materials and Supplies	-	-	-
Grants and contributions			
Grants and Contributions - operating	-	-	-
- capital	-	-	-
Other	-	-	-
Fire Protection			
Wages and benefits	-	819	-
Professional/Contractual Services	57,000	57,087	37,308
Utilities	12,400	9,080	7,919
Maintenance, Materials and Supplies	2,500	100	7,618
Grants and contributions			
Grants and Contributions - operating	-	-	-
- capital	-	-	-
Amortization	13,660	29,603	12,388
Interest	-	-	-
Other	500	244	480
Protective Services	159,260	163,352	130,863
	-	-	-
Total Protective Services	159,260	163,352	130,863
TRANSPORTATION SERVICES			
Wages and Benefits	512,100	466,796	451,210
Professional/Contractual Services	42,840	49,116	48,727
Utilities	12,650	14,040	11,756
Maintenance, Materials and Supplies	418,600	341,340	346,015
Gravel	70,000	31,207	52,880
Grants and contributions			
Grants and Contributions - operating	-	-	-
- capital	-	-	-
Amortization	253,690	278,621	321,482
Interest	-	-	-
Other	-	-	-
Transportation Services	1,309,880	1,181,120	1,232,070
	-	-	-
Total Transportation Services	\$ 1,309,880	\$ 1,181,120	\$ 1,232,070

RURAL MUNICIPALITY OF ABERDEEN NO. 373

Total Expenses by Function

As at December 31, 2020

Schedule 3 - 2

	Budget 2020	2020	2019
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and Benefits	\$ 17,440	\$ 19,938	\$ 16,626
Professional/Contractual Services	23,500	23,439	21,627
Utilities	-	-	-
Maintenance, Materials and Supplies	4,500	4,896	4,119
Grants and contributions			
Grants and contributions - operating	7,100	650	7,027
[] Waste disposal	-	-	-
[] Public Health	-	-	-
- capital	-	-	-
[] Waste disposal	-	-	-
[] Public Health	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Environmental and Public Health Services	52,540	48,923	49,399
	-	-	-
Total Environmental and Public Health Services	52,540	48,923	49,399
PLANNING AND DEVELOPMENT SERVICES			
Wages and Benefits	-	-	-
Professional/Contractual Services	29,750	29,027	30,766
Grants and contributions			
Grants and Contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Planning and Development Services	29,750	29,027	30,766
	-	-	-
Total Planning and Development Services	29,750	29,027	30,766
RECREATION AND CULTURAL SERVICES			
Wages and Benefits	-	-	-
Professional/Contractual Services	31,200	37,087	37,941
Utilities	-	-	-
Maintenance, Materials, and Supplies	-	-	-
Grants and contributions			
Grants and Contributions - operating	94,750	95,350	102,300
- capital	-	-	-
Amortization	-	253	-
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other	-	-	2,553
Recreation and Cultural Services	125,950	132,690	142,794
	-	-	-
Total Recreation and Cultural Services	\$ 125,950	\$ 132,690	\$ 142,794

RURAL MUNICIPALITY OF ABERDEEN NO. 373

Total Expenses by Function

As at December 31, 2020

Schedule 3 - 3

	Budget 2020	2020	2019
UTILITY SERVICES			
Wages and Benefits	\$ -	\$ -	\$ -
Professional/Contractual Services	-	-	-
Utilities	1,970	1,960	1,879
Maintenance, Materials and Supplies	10,000	303	6,436
Grants and contributions			
Grants and Contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	90,811	-
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other (Highway 41 Water Utility)	-	242,476	-
Utility Services	11,970	335,550	8,315
	-	-	-
Total Utility Services	11,970	335,550	8,315
TOTAL EXPENSES BY FUNCTION	\$ 2,158,360	\$ 2,309,881	\$ 2,079,001

RURAL MUNICIPALITY OF ABERDEEN NO. 373

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	\$ 81,860	\$ 14,660	\$ 129,399	\$ 5,812	\$ 11,000	\$ 2,850	\$ 353,708	\$ 599,289
Tangible Capital Asset Sales - Gain (Loss)	-	-	(96,588)	-	-	-	-	(96,588)
Land Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Investment Income and Commissions	1,000	-	-	-	-	-	-	1,000
Other Revenues	-	-	-	6,594	-	-	-	6,594
Grants - Conditional	-	-	-	3,989	-	-	-	3,989
- Capital	-	-	222,857	-	-	-	-	222,857
Error Correction	-	-	-	-	-	-	3,881,932	3,881,932
Total Revenues	82,860	14,660	255,668	16,395	11,000	2,850	4,235,640	4,619,073
Expenses (Schedule 3)								
Wages and Benefits	275,053	819	466,796	19,938	-	-	-	762,606
Professional/Contractual Services	89,942	123,506	49,116	23,439	29,027	37,087	-	352,117
Utilities	11,268	9,080	14,040	-	-	-	1,960	36,348
Maintenance Material and Supplies	21,587	100	372,547	4,896	-	-	303	399,433
Grants and Contributions	6,450	-	-	650	-	95,350	-	102,450
Amortization	12,236	29,603	278,621	-	-	253	90,811	411,524
Interest	-	-	-	-	-	-	-	-
Allowance for Uncollectibles	2,683	-	-	-	-	-	-	2,683
Restructurings	-	-	-	-	-	-	-	-
Other	-	244	-	-	-	-	242,476	242,720
Total Expenses	419,219	163,352	1,181,120	48,923	29,027	132,690	335,550	2,309,881
Surplus (Deficit) by Function	(336,359)	(148,692)	(925,452)	(32,528)	(18,027)	(129,840)	3,900,090	2,309,192
Taxes and other unconditional revenue (Schedule 1)								<u>2,322,265</u>
Net Surplus (Deficit)								<u>\$ 4,631,457</u>

See notes to financial statements

RURAL MUNICIPALITY OF ABERDEEN NO. 373

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	\$ 78,353	\$ 29,160	\$ 79,207	\$ 6,947	\$ -	\$ 4,000	\$ -	\$ 197,667
Tangible Capital Asset Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Land Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Investment Income and Commissions	6,453	-	-	-	-	-	-	6,453
Other Revenues	5,769	-	-	-	-	-	-	5,769
Grants - Conditional	-	-	-	4,097	-	-	-	4,097
- Capital	-	-	249,866	-	-	-	-	249,866
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	90,575	29,160	329,073	11,044	-	4,000	-	463,852
Expenses (Schedule 3)								
Wages and Benefits	322,240	-	451,210	16,626	-	-	-	790,076
Professional/ Contractual Services	101,682	102,458	48,727	21,627	30,766	37,941	-	343,201
Utilities	11,154	7,919	11,756	-	-	-	1,879	32,708
Maintenance Material and Supplies	26,994	7,618	398,895	4,119	-	-	6,436	444,062
Grants and Contributions	9,869	-	-	7,027	-	102,300	-	119,196
Amortization	12,236	12,388	321,482	-	-	-	-	346,106
Interest	619	-	-	-	-	-	-	619
Allowance for Uncollectibles	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	-	480	-	-	-	2,553	-	3,033
Total Expenses	484,794	130,863	1,232,070	49,399	30,766	142,794	8,315	2,079,001
Surplus (Deficit) by Function	(394,219)	(101,703)	(902,997)	(38,355)	(30,766)	(138,794)	(8,315)	(1,615,149)
Taxes and other unconditional revenue (Schedule 1)								<u>2,147,318</u>
Net Surplus (Deficit)								<u>\$ 532,169</u>

See notes to financial statements

RURAL MUNICIPALITY OF ABERDEEN NO. 373

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	\$ 144,060	\$ -	\$ 1,764,175	\$ -	\$ 2,394,454	\$ 4,825,998	\$ 736,871	\$ 9,865,558	\$ 8,699,033
Additions during the year	-	-	-	-	304,819	95,658	40,381	440,858	1,166,525
Disposals and write-downs during the year	-	-	-	-	(262,750)	-	-	(262,750)	-
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
Error Correction (Note 12)	10,635	-	60,001	17,971	9,777	4,037,237	-	4,135,621	-
Closing Asset Costs	154,695	-	1,824,176	17,971	2,446,300	8,958,893	777,252	14,179,287	9,865,558
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	-	-	414,651	-	1,193,786	2,604,331	-	4,212,768	3,866,662
Add: Amortization taken	-	-	44,344	1,797	138,996	226,387	-	411,524	346,106
Less: Accumulated amortization on disposals	-	-	-	-	(91,962)	-	-	(91,962)	-
Error Correction (Note 12)	-	-	36,000	3,052	8,159	727,075	-	774,286	-
Closing Accumulated Amortization Costs	-	-	494,995	4,849	1,248,979	3,557,793	-	5,306,616	4,212,768
Net Book Value	\$ 154,695	\$ -	\$ 1,329,181	\$ 13,122	\$ 1,197,321	\$ 5,401,100	\$ 777,252	\$ 8,872,671	\$ 5,652,790

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 ABERDEEN NO. 373

Consolidated Schedule of Tangible Capital Assets by Function

As at December 31, 2020

Schedule 7

	2020							Total	2019 Total
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer		
Asset cost									
Opening Asset costs	\$ 473,379	\$ 986,544	\$ 8,400,568	\$ -	\$ -	\$ 5,067	\$ -	\$ 9,865,558	\$ 8,699,033
Additions during the year	5,623	-	363,520	-	-	-	71,715	440,858	1,166,525
Disposals and write-downs during the year	-	-	(262,750)	-	-	-	-	(262,750)	-
Error Correction (Note 12)	-	-	-	-	-	-	4,135,621	4,135,621	-
Closing Asset Costs	479,002	986,544	8,501,338	-	-	5,067	4,207,336	14,179,287	9,865,558
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	63,880	120,041	4,028,847	-	-	-	-	4,212,768	3,866,662
Add: Amortization taken	12,236	29,603	278,621	-	-	253	90,811	411,524	346,106
Less: Accumulated amortization on disposals	-	-	(91,962)	-	-	-	-	(91,962)	-
Error Correction (Note 12)	-	-	-	-	-	-	774,286	774,286	-
Closing Accumulated Amortization Costs	76,116	149,644	4,215,506	-	-	253	865,097	5,306,616	4,212,768
Net Book Value	\$ 402,886	\$ 836,900	\$ 4,285,832	\$ -	\$ -	\$ 4,814	\$ 3,342,239	\$ 8,872,671	\$ 5,652,790

See notes to financial statements

RURAL MUNICIPALITY OF ABERDEEN NO. 373

Consolidated Schedule of Accumulated Surplus

As at December 31, 2020

Schedule 8

	2019	Changes	2020
UNAPPROPRIATED SURPLUS	\$ 667,899	\$ 714,327	\$ 1,382,226
APPROPRIATED RESERVES			
Machinery and Equipment	-	-	-
Public Reserve	-	-	-
Capital Trust	-	-	-
Utility	-	-	-
Other (Infrastructure fees)	106,000	54,000	160,000
Other (Highway 41 Water Utility)	-	3,902,354	3,902,354
Total Appropriated	106,000	3,956,354	4,062,354
ORGANIZED HAMLETS			
Organized Hamlet of	-	-	-
Total Organized Hamlets	-	-	-
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6, 7)	5,652,790	3,303,014	8,955,804
Less: Tangible capital assets of Highway 41			
Water Utility	-	(3,342,238)	(3,342,238)
Less: Related debt	-	-	-
Net Investment in Tangible Capital Assets	5,652,790	(39,224)	5,613,566
Total Accumulated Surplus	\$ 6,426,689	\$ 4,631,457	\$ 11,058,146

RURAL MUNICIPALITY OF ABERDEEN NO. 373

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	\$ 92,591,605	\$201,602,610	\$ -	\$ -	\$ 18,867,300	\$ -	\$313,061,515
Regional Park Assessment	-	-	-	-	-	-	-
Total Assessment	92,591,605	201,602,610	-	-	18,867,300	-	313,061,515
Mill Rate Factor(s)	1.1000	1.0000	-	-	2.0000	-	-
Total Base/Minimum Tax (generated for each property class)	-	-	-	-	-	-	-
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 519,439	\$ 1,028,174	\$ -	\$ -	\$ 192,446	\$ -	\$ 1,740,059

MILL RATES:

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

MILLS
5.5582
3.4540
-
5.1000

* 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 ABERDEEN NO. 373

Schedule of Council Remuneration

As at December 31, 2020

Schedule 10

	Name	Remuneration	Reimbursed Costs	Total
Reeve	Martin Bettker	\$ 15,150	\$ 1,035	\$ 16,185
Councillor	Graham White	11,250	2,240	13,490
Councillor	Mark Schaffel	9,248	1,772	11,020
Councillor	Kevin Kirk	6,750	786	7,536
Councillor	Real Hamoline	4,500	402	4,902
Councillor	Paul Martens	8,700	1,630	10,330
Councillor	Jim Korpan	7,650	1,525	9,175
Total		\$ 63,248	\$ 9,390	\$ 72,638