

RURAL MUNICIPALITY OF CRAIK NO. 222
Financial Statements
Year Ended December 31, 2019

RURAL MUNICIPALITY OF CRAIK NO. 222

Index to Financial Statements

Year Ended December 31, 2019

	Page
MANAGEMENT'S RESPONSIBILITY	1
AUDITORS' REPORT	2 - 3
FINANCIAL STATEMENTS	
Statement of Financial Position	4
Statement of Operations and Accumulated Surplus	5
Statement of Change in Net Financial Assets	6
Statement of Cash Flows	7 - 8
Notes to Financial Statements	9 - 18
Taxes and Other Unconditional Revenue (<i>Schedule 1</i>)	19
Schedule of Operating and Capital Revenue by Function (Schedule 2 - 1)	20
Schedule of Operating and Capital Revenue by Function (Schedule 2 - 2)	21
Schedule of Operating and Capital Revenue by Function (Schedule 2 - 3)	22
Schedule of Operating and Capital Revenue by Function (Schedule 2 - 4)	23
Total Expenses by Function (Schedule 3 - 1)	24
Total Expenses by Function (Schedule 3 - 2)	25
Total Expenses by Function (Schedule 3 - 3)	26
Schedule of Segment Disclosure by Function (Schedule 4)	27
Schedule of Segment Disclosure by Function (Schedule 5)	28
Schedule of Tangible Capital Assets by Object (Schedule 6)	29
Schedule of Tangible Capital Assets by Function (Schedule 7)	30
Schedule of Accumulated Surplus (Schedule 8)	31
Schedule of Mill Rates and Assessments (Schedule 9)	32
Schedule of Council Remuneration (Schedule 10)	33

Management's Responsibility

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

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

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

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


Mr Neil Dolman, Reeve


Mrs. JoAnne Yates, Administrator

Craik, SK

Date: April 9, 2020

INDEPENDENT AUDITOR'S REPORT

To the Council of the Rural Municipality of Craik No. 222

Opinion

We have audited the financial statements of the Rural Municipality of Craik No. 222 (the Organization), which comprise the statement of financial position as at December 31, 2019, and the statements of operations and accumulated surplus and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

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

Basis for 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 Organization in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with those requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter

Supplemental Information

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

Predecessor auditor

The financial statements of the Rural Municipality of Craik No. 222 for the year ended December 31, 2018, were audited by Cogent Chartered Professional Accountants LLP who expressed an unmodified opinion on those statements on May 9, 2019. The partners and staff of Cogent Chartered Professional Accountants LLP joined Grant Thornton LLP subsequent to that on November 1, 2019.

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

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

In preparing the financial statements, management is responsible for assessing the Organization'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 Organization or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization'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 Organization'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 Organization 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, Canada
April 9, 2020

The logo for Grant Thornton LLP, featuring the company name in a stylized, cursive script.

Chartered Professional Accountants

RURAL MUNICIPALITY OF CRAIK NO. 222**Statement of Financial Position****As at December 31, 2019****Statement 1**

	2019	2018
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	\$ 1,280,468	\$ 1,052,155
Taxes Receivable - Municipal (Note 3)	105,992	84,417
Other Accounts Receivable (Note 4)	46,680	46,670
Land for Resale (Note 5)	-	-
Long-Term Investments (Note 6)	70,419	70,419
Debt Charges Recoverable (Note 7)	-	-
Other	-	-
Total financial assets	1,503,559	1,253,661
LIABILITIES		
Bank indebtedness (Note 8)	-	-
Accounts Payable	39,562	208,022
Accrued Liabilities Payable	-	-
Deposits	-	-
Deferred Revenue (Note 9)	10,000	10,000
Accrued Landfill Costs (Note 10)	-	-
Liability for Contaminated Sites (Note 11)	-	-
Other Liabilities	-	-
Long-Term Debt (Note 12)	-	-
Lease Obligations (Note 13)	-	-
Total liabilities	49,562	218,022
NET FINANCIAL ASSETS	1,453,997	1,035,639
NON-FINANCIAL ASSETS		
Tangible Capital Assets(Schedule 6, 7)	5,009,384	5,048,157
Prepayments and Deferred Charges	-	-
Stock and Supplies	-	-
Other (Note 14)	-	-
ACCUMULATED SURPLUS (Schedule 8)	\$ 6,463,382	\$ 6,083,796

See notes to financial statements

RURAL MUNICIPALITY OF CRAIK NO. 222
Statement of Operations and Accumulated Surplus
As at December 31, 2019

Statement 2

	Budget 2019	2019	2018
REVENUES OTHER THAN PROVINCIAL/FEDERAL CAPITAL GRANTS AND CONTRIBUTIONS			
Taxes and Other Unconditional Revenue (Schedule 1)	\$ 2,482,840	\$ 2,421,327	\$ 2,410,405
Fees and Charges (Schedule 4, 5)	211,180	86,729	186,795
Conditional Grants (Schedule 4, 5)	5,120	3,235	5,065
Tangible Capital Assets Sales - Gain (Loss) (Schedule 4, 5)	2,000	(515,491)	(220,141)
Land Sales - Gain (Loss) (Schedule 4, 5)	-	-	(2,260)
Investment Income and Commissions (Schedule 4, 5)	7,730	13,028	11,386
Restructurings (Schedule 4, 5)	-	-	-
Other Revenues (Schedule 4, 5)	22,780	13,700	12,554
Total Revenues other than Provincial/Federal Capital Grants and Contributions	2,731,650	2,022,528	2,403,804
EXPENSES			
General Government Services (Schedule 3)	366,740	352,367	383,324
Protective Services (Schedule 3)	32,350	32,565	32,145
Transportation Services (Schedule 3)	2,189,200	1,205,485	1,590,601
Environmental and Public Health Services (Schedule 3)	43,550	43,191	41,221
Planning and Development Services (Schedule 3)	-	-	2,134
Recreation and Cultural Services (Schedule 3)	45,850	39,881	36,032
Utility Services (Schedule 3)	7,510	3,286	7,780
Restructurings (Schedule 3)	-	-	-
	-	-	(1)
Total Expenses	2,685,200	1,676,775	2,093,236
Surplus (Deficit) of Revenues over Expenses before Provincial/Federal Capital Grants and Contributions	46,450	345,753	310,568
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	17,030	33,833	16,864
Surplus (Deficit) of Revenues over Expenses	63,480	379,586	327,432
Accumulated Surplus (Deficit), Beginning of Year	6,083,796	6,083,796	5,756,364
ACCUMULATED SURPLUS - END OF YEAR	\$ 6,147,276	\$ 6,463,382	\$ 6,083,796

See notes to financial statements

RURAL MUNICIPALITY OF CRAIK NO. 222

Statement of Change in Net Financial Assets

As at December 31, 2019

Statement 3

	Budget 2019	2019	2018
Surplus (Deficit)	\$ (275,480)	\$ 379,586	\$ 327,432
(Acquisition) of tangible capital assets	(250,000)	(1,041,366)	(1,843,949)
Amortization of tangible capital assets	290,700	282,963	244,499
Proceeds on disposal of tangible capital assets	-	281,684	101,670
Loss (gain) on the disposal of tangible capital assets	-	515,491	220,140
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (Deficit) of capital expenses over expenditures	40,700	38,772	(1,277,640)
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expense	-	-	-
Consumption of supplies inventory	-	-	-
Use of prepaid expense	-	-	-
Surplus (Deficit) of expenses of other non-financial over expenditures	-	-	-
Increase/Decrease in Net Financial Assets	(234,780)	418,358	(950,208)
Net Financial Assets (Debt) - Beginning of Year	1,035,639	1,035,639	1,985,847
Net Financial Assets (Debt) - End of Year	\$ 800,859	\$ 1,453,997	\$ 1,035,639

RURAL MUNICIPALITY OF CRAIK NO. 222

Statement of Cash Flows

As at December 31, 2019

Statement 4

Cash provided by (used for) the following activities

	2019	2018
Operating:		
Surplus (Deficit)	\$ 379,586	\$ 327,432
Amortization	282,963	244,499
Loss (gain) on disposal of tangible capital assets	515,491	220,141
	<u>1,178,040</u>	<u>792,072</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	(21,575)	41,912
Other Receivables	(10)	(43,257)
Land for Resale	-	-
Other Financial Assets	-	-
Accrued Liabilities Payable	-	-
Accounts Payable	(168,460)	36,477
Deposits	-	-
Deferred Revenue	-	10,000
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Stock and Supplies	-	-
Prepayments and Deferred Charges	-	-
	<u>(190,045)</u>	<u>45,132</u>
Cash provided by operating transactions	<u>987,995</u>	<u>837,204</u>
Capital:		
Acquisition of capital assets	(1,041,366)	(1,843,949)
Proceeds from the disposal of capital assets	281,684	101,670
Other capital	-	-
	<u>(759,682)</u>	<u>(1,742,279)</u>
Cash applied to capital transactions	<u>(759,682)</u>	<u>(1,742,279)</u>
Investing:		
Long-Term Investments	-	(4,055)
Other	-	-
	<u>-</u>	<u>(4,055)</u>
Cash provided by (applied to) investing transactions	<u>-</u>	<u>(4,055)</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	228,313	(909,130)
Cash and Temporary Investments - Beginning of Year	1,052,155	1,961,285

(continues)

See notes to financial statements

RURAL MUNICIPALITY OF CRAIK NO. 222

Statement of Cash Flows *(continued)*

As at December 31, 2019

	2019	2018
Cash and Temporary Investments - End of Year <i>(Note 2)</i>	\$ 1,280,468	\$ 1,052,155

Notes to Financial Statements

As at December 31, 2019

1. **Significant accounting policies**

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

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

(a) **Reporting Entity:**

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

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

Collection of funds by the municipality for school boards, municipal hail and conservation and development authorities are collected and remitted in accordance with relevant legislation.

(c) **Government Transfers:**

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

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

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

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

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

(d) **Deferred Revenue - Fees and Charges:**

Certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred or services performed. Resources restricted by agreement with an external party are recognized as revenue in the municipality's financial statements in the period in which the resources are used for the purpose or purposes specified. An externally restricted inflow received before this criterion has been met is recorded as a liability until the resources are used for the purpose or purposes specified.

(e) **Local Improvement Charges:**

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

(f) **Net Financial Assets:**

Net Financial Assets at the end of an accounting period are the net amount of financial assets less liabilities outstanding. Financial assets represent items such as cash and those other assets on hand which could provide resources to discharge existing liabilities or finance future operations. These include realizable assets which are convertible to cash and not intended for consumption in the normal course of operations.

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

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

(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.

(continues)

Notes to Financial Statements

As at December 31, 2019

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

(i) **Property Tax Revenue:**

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

(j) **Investments:**

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

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

(k) **Inventories:**

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

(continues)

Notes to Financial Statements

As at December 31, 2019

1. Significant accounting policies (continued)

(l) **Tangible Capital Assets:**

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

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

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

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

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

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

(m) **Landfill liability:**

The municipality does not maintain a waste disposal site.

(n) **Trust Funds:**

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

(o) **Employee benefit plans:**

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

(continues)

Notes to Financial Statements

As at December 31, 2019

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

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

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

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

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

(q) **Measurement Uncertainty:**

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

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

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

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

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

The segments (functions) are as follows:

General Government: Provides for the administration of the municipality.

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

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

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

Planning and Development: Provides for neighbourhood development and sustainability.

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

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

(s) **Budget Information:**

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on March 14, 2019.

(continues)

Notes to Financial Statements

As at December 31, 2019

1. Significant accounting policies (continued)

(t) **New Accounting Standards:**

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

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

For more information refer to Note 21.

Future Accounting Standards, Effective on or after April 1, 2021:

PS 1201 Financial Statement Presentation, replaces PS 1200 with revised general reporting principles and standards of presentation and disclosure in government financial statements. Effective in the period PS 3450 and PS 2601 are adopted.

PS 2601 Foreign Currency Translation, replaces PS 2600 with revised guidance on the recognition, presentation and disclosure of transactions that are denominated in a foreign currency.

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

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

PS 3280 Asset Retirement Obligations, a new standard establishing guidance on the recognition, measurement, presentation and disclosure of a liability for retirement of a tangible capital asset. As this standard includes solid waste landfill sites active and post-closing obligations upon adoption of this new standard, existing Solid Waste Landfill Closure and Post-Closure Liability section PS 3270 will be withdrawn.

Effective On or After April 1, 2022:

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

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

2. Cash and Temporary Investments

	2019	2018
Cash	\$ 1,178,055	\$ 852,155
Temporary Investments	102,413	200,000
Restricted Cash	-	-
Total Cash and Temporary Investments	\$ 1,280,468	\$ 1,052,155

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

RURAL MUNICIPALITY OF CRAIK NO. 222

Notes to Financial Statements

As at December 31, 2019

3. Taxes Receivable - Municipal

	2019	2018
<u>Municipal</u>		
- current	\$ 70,276	\$ 52,712
- arrears	35,715	31,705
	<u>105,990</u>	<u>84,417</u>
Less - allowance for uncollectibles	-	-
Total municipal taxes receivable	<u>105,991</u>	<u>84,417</u>
<u>School</u>		
- current	22,226	16,946
- arrears	22,253	24,640
Total school taxes receivable	<u>44,479</u>	<u>41,586</u>
Other (Hail)	<u>45,125</u>	39,881
Total taxes and grants in lieu receivable	<u>195,595</u>	165,884
Deduct taxes receivable to be collected on behalf of other organizations	<u>(89,603)</u>	(81,467)
Total Taxes Receivable - Municipal	<u>\$ 105,992</u>	<u>\$ 84,417</u>

4. Other Accounts Receivable

	2019	2018
Federal Government	\$ 21,708	\$ 32,152
Provincial Government	-	-
Local Government	-	-
Utility	-	-
Trade	14,972	14,518
Other (Regional Park loan)	<u>10,000</u>	-
Total Other Accounts Receivable	<u>46,680</u>	46,670
Less: allowance for uncollectibles	-	-
Net Other Accounts Receivable	<u>\$ 46,680</u>	<u>\$ 46,670</u>

5. Land for Resale

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

RURAL MUNICIPALITY OF CRAIK NO. 222

Notes to Financial Statements

As at December 31, 2019

6. Investments

	2019	2018
Short-term Investments		
Long-term Investments		
Sask. Assoc. of Rural Municipalities - Self Insurance Fund	\$ 70,419	\$ 70,419
Total Investments	\$ 70,419	\$ 70,419

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

7. Debt Charges Recoverable

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

This note does not pertain to this municipality.

8. Bank Indebtedness

This note does not pertain to this municipality.

9. Deferred Revenue

	2019	2018
Balance - Beginning of Year	\$ 10,000	\$ -
Additions during the year	10,000	10,000
Reductions during the year	(10,000)	-
Balance - End of Year	\$ 10,000	\$ 10,000

10. Accrued Landfill Costs

	2019	2018
Environmental Liabilities	\$ -	\$ -

The municipality does not maintain a disposal site.

11. Liability for Contaminated Sites

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

Notes to Financial Statements

As at December 31, 2019

12. Long-term Debt

The debt limit of the municipality is \$2,475,600. 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)).

13. Lease Obligations

This note does not pertain to this municipality.

14. Other Non-financial Assets

	2019	2018
--	------	------

List if any

This note does not pertain to this municipality.

15. Contingent Liabilities

The municipality is contingently liable under terms of the Saskatchewan Association of Rural Municipalities Self-Insurance Plan for its proportionate share of claims and future claims in excess of the Plan's reserve fund.

16. Pension Plan

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality pension expense in 2019 was \$26,735. 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.

17. Comparative Figures

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

18. Trusts Administered by the Municipality

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

	2019	2018
Description of the trust goes here		
Balance - Beginning of Year	\$ -	\$ -
Revenue (specify)	-	-
Interest revenue	-	-
Subtotal	-	-
Expenditure (specify)	-	-
Balance - End of Year	\$ -	\$ -

This note does not pertain to this municipality.

Section heading

19. Related Parties

This note does not pertain to this municipality.

20. Contingent Assets

This note does not pertain to this municipality.

21. Restructuring Transactions

This note does not pertain to this municipality.

Notes to Financial Statements

As at December 31, 2019

22. Budget Data

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

	<u>2019</u>
Budget surplus per Statement of Operations	63,480
Less: Capital expenditures	<u>(250,000)</u>
	<u>\$ (186,520)</u>

RURAL MUNICIPALITY OF CRAIK NO. 222

Notes to Financial Statements

As at December 31, 2019

23. Contractual Rights

This note does not pertain to this municipality.

Type, Nature, Time & Extent

24. Contractual Obligations and Commitments

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

Prior Year	2020	2021	2022	2023
Time, Nature, Time & Extent	Maturity Date	Total	Total	
<u>2024</u>				

See Note 13 for Capital Lease Obligations

RURAL MUNICIPALITY OF CRAIK NO. 222

Schedule of Taxes and Other Unconditional Revenue

As at December 31, 2019

Schedule 1

	Budget 2019	2019	2018
TAXES			
General municipal tax levy	\$ 2,398,500	\$ 2,334,126	\$ 2,329,335
Abatements and adjustments	(4,500)	(2,195)	(4,625)
Discount on current year taxes	(106,000)	(103,230)	(102,685)
Net Municipal Taxes	2,288,000	2,228,701	2,222,025
Potash tax share	35,000	34,950	34,863
Trailer license fees	-	-	-
Penalties on tax arrears	8,000	7,413	8,168
Special tax levy	-	-	-
Other	-	-	-
Total Taxes	2,331,000	2,271,064	2,265,056
UNCONDITIONAL GRANTS			
Revenue Sharing	148,000	146,586	142,206
Organized Hamlet	-	-	-
Total Unconditional Grants	148,000	146,586	142,206
GRANTS IN LIEU OF TAXES			
Federal	-	-	-
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
Transgas	-	-	-
Central Services	-	-	-
SaskTel	3,840	3,677	3,143
Other	-	-	-
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty land Entitlement	-	-	-
Other	-	-	-
Other Government Transfers			
S.P.C. Surcharge	-	-	-
SaskEnergy Surcharge	-	-	-
Other	-	-	-
Total Grants in Lieu of Taxes	3,840	3,677	3,143
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 2,482,840	\$ 2,421,327	\$ 2,410,405

RURAL MUNICIPALITY OF CRAIK NO. 222

Schedule of Operating and Capital Revenue by Function

As at December 31, 2019

Schedule 2 - 1

	Budget 2019	2019	2018
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
- Custom work	\$ -	\$ -	\$ -
- Sales of supplies	1,480	3,232	1,472
- Other - Rentals & Donations	50,200	24,411	6,100
Total Fees and Charges	51,680	27,643	7,572
- Tangible capital asset sales - gain (loss)	2,000	-	(39,840)
- Land sales - gain (loss)	-	-	(2,260)
- Investment income and commissions	7,730	13,028	11,386
- Other	-	-	-
Total Other Segmented Revenue	61,410	40,671	(23,142)
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	61,410	40,671	(23,142)
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total General Government Services	61,410	40,671	(23,142)
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Protective Services	\$ -	\$ -	\$ -

RURAL MUNICIPALITY OF CRAIK NO. 222

Schedule of Operating and Capital Revenue by Function

As at December 31, 2019

Schedule 2 - 2

	Budget 2019	2019	2018
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Custom work	157,000	57,816	176,436
- Sales of supplies	-	-	-
- Road Maintenance and Restoration	-	-	-
Agreements	-	-	-
- Frontage	-	-	-
- Other	2,000	795	2,239
Total Fees and Charges	159,000	58,611	178,675
- Tangible capital asset sales - gain (loss)	-	(515,491)	(180,301)
- Other - Land Lease	22,780	13,700	12,554
Total Other Segmented Revenue	181,780	(443,180)	10,928
Conditional Grants			
- MREP (CTP)	-	-	-
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	181,780	(443,180)	10,928
Capital			
Conditional Grants			
- Federal Gas Tax	17,030	33,833	16,864
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
- Designated Municipal Roads and Bridges	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	17,030	33,833	16,864
	-	-	-
Total Transportation Services	198,810	(409,347)	27,792
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	-	-	-
- Other - Pest control	500	475	548
Total Fees and Charges	500	475	548
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	500	475	548
Conditional Grants			
- Student Employment	-	-	-
- Local government	5,120	3,235	5,065
- Other	-	-	-
Total Conditional Grants	5,120	3,235	5,065
Total Operating	5,620	3,710	5,613
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- TAPD	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
	-	-	-
Total Environmental and Public Health Services	\$ 5,620	\$ 3,710	\$ 5,613

RURAL MUNICIPALITY OF CRAIK NO. 222

Schedule of Operating and Capital Revenue by Function

As at December 31, 2019

Schedule 2 - 3

	Budget 2019	2019	2018
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Maintenance and Development Charges	-	-	-
- Other	-	-	-
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	-	-	-
Total Planning and Development Services	-	-	-
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenues			
Fees and Charges	-	-	-
- Other	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- Local Government	-	-	-
- Donations	-	-	-
- Other (Sask Lotto and other provincial)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Recreation and Cultural Services	\$ -	\$ -	\$ -

RURAL MUNICIPALITY OF CRAIK NO. 222

Schedule of Operating and Capital Revenue by Function

As at December 31, 2019

Schedule 2 - 4

	Budget 2019	2019	2018
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Water	-	-	-
- Sewer	-	-	-
- Other	-	-	-
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	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Utility Services	-	-	-
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 265,840	\$ (364,966)	\$ 10,263

SUMMARY

Total Other Segmented Revenue	\$ 243,690	\$ (402,034)	\$ (11,666)
Total Conditional Grants	5,120	3,235	5,065
Total Capital Grants and Contributions	17,030	33,833	16,864
Restructuring Revenue	-	-	-
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 265,840	\$ (364,966)	\$ 10,263

Total Expenses by Function

As at December 31, 2019

Schedule 3 - 1

	Budget 2019	2019	2018
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 81,500	\$ 73,001	\$ 80,290
Wages and benefits	156,800	158,787	145,813
Professional/Contractual services	89,690	81,828	84,722
Utilities	4,800	4,656	6,031
Maintenance, materials and supplies	30,450	28,232	65,147
Grants and contributions			
Grants and contributions - operating	300	145	145
- capital	-	-	-
Amortization	2,700	5,426	85
Interest	500	292	101
Allowance For Uncollectibles	-	-	990
Other	-	-	-
General Government Services	366,740	352,367	383,324
	-	-	-
Total General Government Services	366,740	352,367	383,324
PROTECTIVE SERVICES			
Police Protection			
Wages and benefits	-	-	-
Professional/Contractual Services	12,000	12,241	11,821
Utilities	-	-	-
Maintenance, Materials and Supplies	-	-	-
Grants and contributions			
Grants and Contributions - Operating	-	-	-
- Capital	-	-	-
Other	-	-	-
Fire Protection			
Wages and benefits	-	-	-
Professional/Contractual Services	350	324	324
Utilities	-	-	-
Maintenance, Materials and Supplies	-	-	-
Grants and contributions			
Grants and Contributions - Operating	20,000	20,000	20,000
- Capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Protective Services	32,350	32,565	32,145
	-	-	-
Total Protective Services	32,350	32,565	32,145
TRANSPORTATION SERVICES			
Wages and Benefits	381,650	278,138	367,819
Professional/Contractual Services	668,650	51,110	47,616
Utilities	3,800	4,331	2,878
Maintenance, Materials and Supplies	479,820	414,537	615,602
Gravel	375,280	183,339	315,574
Grants and contributions			
Grants and Contributions - Operating	-	-	-
- Capital	-	-	-
Amortization	280,000	274,030	241,112
Interest	-	-	-
Other	-	-	-
Transportation Services	2,189,200	1,205,485	1,590,601
	-	-	-
Total Transportation Services	\$ 2,189,200	\$ 1,205,485	\$ 1,590,601

RURAL MUNICIPALITY OF CRAIK NO. 222

Total Expenses by Function

As at December 31, 2019

Schedule 3 - 2

	Budget 2019	2019	2018
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and Benefits	\$ -	\$ -	\$ -
Professional/Contractual Services	43,550	43,191	41,221
Utilities	-	-	-
Maintenance, Materials and Supplies	-	-	-
Grants and contributions			
Grants and contributions - operating	-	-	-
Grants and contributions - waste disposal	-	-	-
Grants and contributions - Public Health	-	-	-
Grants and contributions - capital	-	-	-
Grants and contributions - waste disposal	-	-	-
Grants and contributions - Public Health	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Environmental and Public Health Services	43,550	43,191	41,221
	-	-	-
Total Environmental and Public Health Services	43,550	43,191	41,221
PLANNING AND DEVELOPMENT SERVICES			
Wages and Benefits	-	-	-
Professional/Contractual Services	-	-	2,134
Grants and contributions			
Grants and Contributions - Operating	-	-	-
- Capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Planning and Development Services	-	-	2,134
	-	-	-
Total Planning and Development Services	-	-	2,134
RECREATION AND CULTURAL SERVICES			
Wages and Benefits	-	-	-
Professional/Contractual Services	-	-	-
Utilities	-	-	-
Maintenance, Materials, and Supplies	-	-	(946)
Grants and contributions			
Grants and Contributions - Operating	37,850	36,374	33,676
- Capital	-	-	-
Amortization	8,000	3,507	3,302
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other	-	-	-
Recreation and Cultural Services	45,850	39,881	36,032
	-	-	-
Total Recreation and Cultural Services	\$ 45,850	\$ 39,881	\$ 36,032

RURAL MUNICIPALITY OF CRAIK NO. 222

Total Expenses by Function

As at December 31, 2019

Schedule 3 - 3

	Budget 2019	2019	2018
UTILITY SERVICES			
Wages and Benefits	\$ -	\$ -	\$ -
Professional/Contractual Services	4,060	313	4,023
Utilities	3,450	2,973	3,757
Maintenance, Materials and Supplies	-	-	-
Grants and contributions			
Grants and Contributions - Operating	-	-	-
- Capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other	-	-	-
Utility Services	7,510	3,286	7,780
	-	-	-
Total Utility Services	7,510	3,286	7,780
TOTAL EXPENSES BY FUNCTION	\$ 2,685,200	\$ 1,676,775	\$ 2,093,237

RURAL MUNICIPALITY OF CRAIK NO. 222
Schedule of Segment Disclosure by Function

As at December 31, 2019

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 27,643	\$ -	\$ 58,611	\$ 475	\$ -	\$ -	\$ -	\$ 86,729
Tangible Capital Asset Sales - Gain (Loss)	-	-	(515,491)	-	-	-	-	(515,491)
Land Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Investment Income and Commissions	13,028	-	-	-	-	-	-	13,028
Other Revenues	-	-	13,700	-	-	-	-	13,700
Grants - Conditional	-	-	-	3,235	-	-	-	3,235
- Capital	-	-	33,833	-	-	-	-	33,833
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	40,671	-	(409,347)	3,710	-	-	-	(364,966)
Expenses (Schedule 3)								
Wages and Benefits	231,788	-	278,138	-	-	-	-	509,926
Professional/Contractual Services	81,828	12,565	51,110	43,191	-	-	313	189,007
Utilities	4,656	-	4,331	-	-	-	2,973	11,960
Maintenance Material and Supplies	28,232	-	597,876	-	-	-	-	626,108
Grants and Contributions	145	20,000	-	-	-	36,374	-	56,519
Amortization	5,426	-	274,030	-	-	3,507	-	282,963
Interest	292	-	-	-	-	-	-	292
Allowance for Uncollectibles	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total Expenses	352,367	32,565	1,205,485	43,191	-	39,881	3,286	1,676,775
Surplus (Deficit) by Function	(311,696)	(32,565)	(1,614,832)	(39,481)	-	(39,881)	(3,286)	(2,041,741)
Taxes and other unconditional revenue (Schedule 1)								<u>2,421,327</u>
Net Surplus (Deficit)								<u>\$ 379,586</u>

See notes to financial statements

RURAL MUNICIPALITY OF CRAIK NO. 222
Schedule of Segment Disclosure by Function

As at December 31, 2018

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 7,572	\$ -	\$ 178,675	\$ 548	\$ -	\$ -	\$ -	\$ 186,795
Tangible Capital Asset Sales - Gain (Loss)	(39,840)	-	(180,301)	-	-	-	-	(220,141)
Land Sales - Gain (Loss)	(2,260)	-	-	-	-	-	-	(2,260)
Investment Income and Commissions	11,386	-	-	-	-	-	-	11,386
Other Revenues	-	-	12,554	-	-	-	-	12,554
Grants - Conditional	-	-	-	5,065	-	-	-	5,065
- Capital	-	-	16,864	-	-	-	-	16,864
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	(23,142)	-	27,792	5,613	-	-	-	10,263
Expenses (Schedule 3)								
Wages and Benefits	226,103	-	367,819	-	-	-	-	593,922
Professional/ Contractual Services	84,722	12,145	47,616	41,221	2,134	-	4,023	191,861
Utilities	6,031	-	2,878	-	-	-	3,757	12,666
Maintenance Material and Supplies	65,147	-	931,176	-	-	(946)	-	995,377
Grants and Contributions	145	20,000	-	-	-	33,676	-	53,821
Amortization	85	-	241,112	-	-	3,302	-	244,499
Interest	101	-	-	-	-	-	-	101
Allowance for Uncollectibles	990	-	-	-	-	-	-	990
Restructurings	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total Expenses	383,324	32,145	1,590,601	41,221	2,134	36,032	7,780	2,093,237
Surplus (Deficit) by Function	(406,466)	(32,145)	(1,562,809)	(35,608)	(2,134)	(36,032)	(7,780)	(2,082,974)
Taxes and other unconditional revenue (Schedule 1)								<u>2,410,405</u>
Net Surplus (Deficit)								<u>\$ 327,431</u>

See notes to financial statements

RURAL MUNICIPALITY OF CRAIK NO. 222
Schedule of Tangible Capital Assets by Object

As at December 31, 2019

Schedule 6

	2019								2018 Total
	General Assets					Infrastructure Assets	General/ Infrastructure Assets Under Construction	Total	
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets			
Asset cost									
Opening Asset costs	\$ 5,400	\$ -	\$ 194,128	\$ -	\$ 2,273,786	\$ 7,357,812	\$ -	\$ 9,831,126	\$ 8,412,258
Additions during the year	-	-	-	-	563,619	477,747	-	1,041,366	1,843,949
Disposals and write-downs during the year	-	-	-	-	(823,587)	(406,471)	-	(1,230,058)	(425,081)
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing Asset Costs	5,400	-	194,128	-	2,013,818	7,429,088	-	9,642,434	9,831,126
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	-	-	42,249	-	724,592	4,016,128	-	4,782,969	4,641,741
Add: Amortization taken	-	-	5,341	-	153,074	124,548	-	282,963	244,499
Less: Accumulated amortization on disposals	-	-	-	-	(303,924)	(128,958)	-	(432,882)	(103,271)
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing Accumulated Amortization Costs	-	-	47,590	-	573,742	4,011,718	-	4,633,050	4,782,969
Net Book Value	\$ 5,400	\$ -	\$ 146,538	\$ -	\$ 1,440,076	\$ 3,417,370	\$ -	\$ 5,009,384	\$ 5,048,157

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

See notes to financial statements

RURAL MUNICIPALITY OF CRAIK NO. 222
Schedule of Tangible Capital Assets by Function

As at December 31, 2019

Schedule 7

	2019							Total	2018 Total
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer		
Asset cost									
Opening Asset costs	\$ 179,504	\$ -	\$ 9,579,242	\$ -	\$ -	\$ 72,380	\$ -	\$ 9,831,126	\$ 8,412,258
Additions during the year	-	-	1,041,366	-	-	-	-	1,041,366	1,843,949
Disposals and write-downs during the year	(603)	-	(1,229,455)	-	-	-	-	(1,230,058)	(425,081)
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing Asset Costs	178,901	-	9,391,153	-	-	72,380	-	9,642,434	9,831,126
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	59,956	-	4,656,530	-	-	66,483	-	4,782,969	4,641,741
Add: Amortization taken	5,426	-	274,030	-	-	3,507	-	282,963	244,499
Less: Accumulated amortization on disposals	(603)	-	(432,279)	-	-	-	-	(432,882)	(103,271)
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing Accumulated Amortization Costs	64,779	-	4,498,281	-	-	69,990	-	4,633,050	4,782,969
Net Book Value	\$ 114,122	\$ -	\$ 4,892,872	\$ -	\$ -	\$ 2,390	\$ -	\$ 5,009,384	\$ 5,048,157

See notes to financial statements

RURAL MUNICIPALITY OF CRAIK NO. 222

Schedule of Accumulated Surplus

As at December 31, 2019

Schedule 8

	2018	Changes	2019
UNAPPROPRIATED SURPLUS	\$ 817,152	\$ 418,358	\$ 1,235,510
APPROPRIATED RESERVES			
Machinery and Equipment	210,000	-	210,000
Public Reserve	8,487	-	8,487
Capital Trust	-	-	-
Utility	-	-	-
Other (specify)	-	-	-
Total Appropriated	218,487	-	218,487
ORGANIZED HAMLETS			
Organized Hamlet of	-	-	-
Total Organized Hamlets	-	-	-
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6, 7)	5,048,157	(38,773)	5,009,384
Less: Related debt	-	-	-
Net Investment in Tangible Capital Assets	5,048,157	(38,773)	5,009,384
Total Accumulated Surplus	\$ 6,083,796	\$ 379,585	\$ 6,463,381

RURAL MUNICIPALITY OF CRAIK NO. 222

Schedule of Mill Rates and Assessments

As at December 31, 2019

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	\$ 102,034,415	\$ 9,900,150	\$ -	\$ 1,087,440	\$ 82,799,700	\$ -	\$ 195,821,705
Regional Park Assessment	-	-	-	-	-	-	-
Total Assessment	102,034,415	9,900,150	-	1,087,440	82,799,700	-	195,821,705
Mill Rate Factor(s)	0.6000	0.6000	-	0.6000	2.0000	-	-
Total Base/Minimum Tax (generated for each property class)	-	-	-	-	-	-	-
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 612,206	\$ 59,401	\$ -	\$ 6,525	\$ 1,655,994	\$ -	\$ 2,334,126

MILL RATES:

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

MILLS
11.9196
5.0548
-
10.0000

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

Schedule of Council Remuneration

As at December 31, 2019

Schedule 10

	Name	Remuneration	Reimbursed Costs	Total
Position				
Reeve	Niel Dolman	\$ 12,700	\$ 2,050	\$ 14,750
Councillor	Darrel Werdal	12,900	2,840	15,740
Councillor	Ron Gilmour	5,900	720	6,620
Councillor	Trewett Chaplin	8,600	1,727	10,327
Councillor	Jason Boyd	8,800	1,323	10,123
Councillor	Brian Ackland	8,200	846	9,046
Councillor	Ron Obrigewitsch	5,900	495	6,395
Total		\$ 63,000	\$ 10,001	\$ 73,001