

RURAL MUNICIPALITY OF FRENCHMAN'S BUTTE NO 501
AUDITORS' REPORT AND FINANCIAL STATEMENTS
December 31, 2020

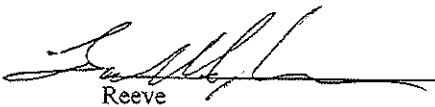
Management's Responsibility

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 is 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.

Pinnacle Business Solutions, 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.



Reeve



CAO

Date *March 24, 2021*

Pinnacle Business Solutions

Chartered Professional Accountants P.C. Ltd.

Laura L. Fechter, CPA, CA
Karyn E. Knelsen, CPA, CA

Box 370
719 1st Avenue West
Meadow Lake, Saskatchewan
S9X 1Y3
Telephone (306) 236-6444
Facsimile (306) 236-5699
lauraf@pbsca.ca
karynk@pbsca.ca

INDEPENDENT AUDITOR'S REPORT

To the Members of Rural Municipality of Frenchman's Butte No 501

Opinion

We have audited the financial statements of Rural Municipality of Frenchman's Butte No 501 (the organization), which comprise the statement of financial position as at December 31, 2020, and the statements of operations and annual surplus (deficit), changes in net financial assets 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, 2020, and the results of its operations and cash flows for the year then ended in accordance with Canadian public sector accounting standards (PSAS).

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

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with PSAS, 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 related 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.



Independent Auditor's Report to the Members of Rural Municipality of Frenchman's Butte No 501
(continued)

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.

Meadow Lake, Saskatchewan
March 24, 2021

Pinnacle Business Solutions
Chartered Professional Accountants

Rural Municipality of Frenchman Butte No 501
Consolidated Statement of Financial Position
As at December 31, 2020

Statement 1

	2020	2019
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	\$ 11,185,824	\$ 7,396,724
Taxes Receivable - Municipal (Note 3)	691,312	344,332
Other Accounts Receivable (Note 4)	793,642	1,032,496
Land for Resale (Note 5)	21,034	21,034
Long-Term Investments (Note 6)	10,201,067	9,904,750
Debt Charges Recoverable (Note 7)		
Other (Specify)		
Total Financial Assets	\$ 22,892,879	\$ 18,699,336
LIABILITIES		
Bank Indebtedness (Note 8)		
Accounts Payable	\$ 4,363,383	\$ 496,939
Accrued Liabilities Payable	186,613	186,613
Deposits	5,300	180
Deferred Revenue (Note 9)	-	-
Accrued Landfill Costs (Note 10)		
Liability for Contaminated Sites (Note 11)		
Other Liabilities		
Long-Term Debt (Note 12)		
Lease Obligations (Note 13)		
Total Liabilities	\$ 4,555,296	\$ 683,732
NET FINANCIAL ASSETS (DEBT)	\$ 18,337,583	\$ 18,015,604
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	\$ 66,457,534	\$ 72,001,370
Prepayments and Deferred Charges	58,434	131,157
Stock and Supplies	1,699,273	841,661
Other (Note 14)		
Total Non-Financial Assets	\$ 68,215,241	\$ 72,974,188
ACCUMULATED SURPLUS (DEFICIT) (Schedule 8)	\$ 86,552,824	\$ 90,989,792

The accompanying notes and schedules are an integral part of these statements.

Rural Municipality of Frenchman Butte No 501
Consolidated Statement of Operations
As at December 31, 2020

Statement 2

	2020 Budget	2020	2019
REVENUES			
Taxes and Other Unconditional Revenue (Schedule 1)	\$ 9,529,930	\$ 9,925,129	\$ 10,214,933
Fees and Charges (Schedule 4, 5)	473,950	260,949	598,152
Conditional Grants (Schedule 4, 5)	38,060	53,732	37,314
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	-	-	(221,141)
Land Sales - Gain (Schedule 4, 5)	-	-	-
Investment Income and Commissions (Schedule 4, 5)	207,650	380,946	428,480
Restructurings (Schedule 4,5)	-	-	-
Other Revenues (Schedule 4, 5)	-	-	-
Total Revenues	\$ 10,249,590	\$ 10,620,756	\$ 11,057,738
EXPENSES			
General Government Services (Schedule 3)	\$ 901,880	\$ 725,750	\$ 755,542
Protective Services (Schedule 3)	276,680	290,529	276,600
Transportation Services (Schedule 3)	10,537,610	5,717,604	4,929,275
Environmental and Public Health Services (Schedule 3)	222,360	180,004	149,000
Planning and Development Services (Schedule 3)	13,000	4,634	9,338
Recreation and Cultural Services (Schedule 3)	117,490	119,961	145,337
Utility Services (Schedule 3)	47,590	51,481	58,280
Restructurings (Schedule 3)	-	9,900,910	-
Total Expenses	\$ 12,116,610	\$ 16,990,873	\$ 6,323,372
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	(1,867,020)	(6,370,117)	4,734,366
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	1,122,640	1,933,149	979,550
Surplus (Deficit) of Revenues over Expenses	(744,380)	(4,436,968)	5,713,916
Accumulated Surplus (Deficit), Beginning of Year	90,989,792	90,989,792	85,275,876
Accumulated Surplus (Deficit), End of Year	\$ 90,245,412	\$ 86,552,824	\$ 90,989,792

The accompanying notes and schedules are an integral part of these statements.

Rural Municipality of Frenchman Butte No 501
 Consolidated Statement of Change in Net Financial Assets
 As at December 31, 2020

Statement 3

	2020 Budget	2020	2019
Surplus (Deficit)	\$ (744,380)	\$ (4,436,968)	\$ 5,713,916
(Acquisition) of tangible capital assets		(6,094,236)	(5,519,384)
Amortization of tangible capital assets		1,737,162	1,683,812
Proceeds on disposal of tangible capital assets			227,100
Loss (gain) on the disposal of tangible capital assets		-	221,141
Transfer of assets/liabilities in restructuring transactions		9,900,910	-
Surplus (Deficit) of capital expenses over expenditures	-	5,543,836	(3,387,331)
(Acquisition) of supplies inventories		(857,612)	
(Acquisition) of prepaid expense			(131,155)
Consumption of supplies inventory			271,316
Use of prepaid expense		72,723	
Surplus (Deficit) of expenses of other non-financial over expenditures	-	(784,889)	140,161
Increase/Decrease in Net Financial Assets	(744,380)	321,979	2,466,746
Net Financial Assets (Debt) - Beginning of Year	18,015,604	18,015,604	15,548,858
Net Financial Assets (Debt) - End of Year	\$ 17,271,224	\$ 18,337,583	\$ 18,015,604

The accompanying notes and schedules are an integral part of these statements.

Rural Municipality of Frenchman Butte No 501
 Consolidated Statement of Cash Flow
 As at December 31, 2020

Statement 4

	2020	2019
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	\$ (4,436,968)	\$ 5,713,916
Amortization	1,737,162	1,683,812
Loss (gain) on disposal of tangible capital assets	-	221,141
	\$ (2,699,806)	\$ 7,618,869
Change in assets/liabilities		
Taxes Receivable - Municipal	(346,980)	(35,462)
Other Receivables	238,854	142,489
Land for Resale		
Other Financial Assets	-	
Accounts and Accrued Liabilities Payable	3,866,444	(280,174)
Deposits	5,120	(4,920)
Deferred Revenue	-	
Accrued Landfill Costs	-	
Liability for Contaminated Sites	-	
Other Liabilities	-	
Stock and Supplies	(857,612)	271,318
Prepayments and Deferred Charges	72,723	(131,157)
Other (Specify)	-	
Cash provided by operating transactions	\$ 278,743	\$ 7,580,963
Capital:		
Acquisition of capital assets	\$ (6,094,236)	\$ (5,519,384)
Proceeds from the disposal of capital assets	-	227,100
Other capital	9,900,910	
Cash applied to capital transactions	\$ (3,806,674)	\$ 5,292,284
Investing:		
Long-term investments	\$ (296,317)	\$ (2,270,796)
Other investments		
Cash provided by (applied to) investing transactions	\$ (296,317)	\$ (2,270,796)
Financing:		
Debt charges recovered		\$ 31,551
Long-term debt issued		
Long-term debt repaid		
Other financing		
Cash provided by (applied to) financing transactions	-	31,551
Change in Cash and Temporary Investments during the year	\$ 3,789,100	\$ 49,434
Cash and Temporary Investments - Beginning of Year	7,396,724	7,347,290
Cash and Temporary Investments - End of Year	\$ 11,185,824	\$ 7,396,724

The accompanying notes and schedules are an integral part of these statements.

Rural Municipality of Frenchman Butte No 501
Notes to the Consolidated Financial Statements
As at December 31, 2020

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. Entities included in these consolidated financial statements are as follows:

Entity

Organized Hamlet of Frenchman Butte

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 have been met; and
 - c) reasonable estimates of the amounts can be made.
- Unearned government transfer amounts received will be recorded as deferred revenue.
Earned government transfer amounts not received will be recorded as an amount receivable.
- 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.
- 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.
- 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. 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 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.

1. Significant Accounting Policies - continued

- 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.
- 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 deflation 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>
<i>General Assets</i>	
Land	Indefinite
Land Improvements	15 Yrs
Buildings	40 Yrs
Vehicles & Equipment	
Vehicles	10 Yrs
Machinery and Equipment	5 to 20 Yrs
<i>Infrastructure Assets</i>	
Infrastructure Assets	40 Yrs
Water & Sewer	40 Yrs
Road Network Assets	40 Yrs

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 leases and recorded as tangible capital assets. At the inception of a capital lease, an asset and a payment obligation are recorded at an amount equal to the lesser of the present value of the minimum lease payments and the asset's fair market value. Assets under capital leases are amortized on a straight line basis, over their estimated useful lives. 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. Trust fund activities administered by the municipality are disclosed in Note 18.
- o) **Employee Benefit Plans:** Contributions to the municipality's defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the municipality's obligations are limited to their contributions.
- 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.

1. Significant Accounting Policies - continued

- 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.

- f) **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 May 13, 2020.

New Standards and Amendments to Standards:

- t) **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.

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.

Rural Municipality of Frenchman Butte No 501
Notes to the Consolidated Financial Statements
As at December 31, 2020

2. Cash and Temporary Investments

	2020	2019
Cash	\$ 10,543,548	\$ 6,656,810
Synergy Credit Union 3.45% 31-Jan-21	535,091	517,297
Synergy Credit Union	107,185	222,617
Restricted Cash		
Total Cash and Temporary Investments	\$ 11,185,824	\$ 7,396,724

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 current purposes is included in restricted cash.

3. Taxes Receivable - Municipal

	2020	2019
Municipal - Current	\$ 471,332	\$ 241,661
- Arrears	311,911	144,602
	783,243	386,263
- Less Allowance for Uncollectible	(91,931)	(41,931)
Total municipal taxes receivable	\$ 691,312	\$ 344,332
School - Current	\$ 165,590	\$ 111,591
- Arrears	80,561	37,541
Total school taxes receivable	\$ 246,151	\$ 149,132
Other Hail	5,225	14,055
Other C & D	-	495
Other		
Total taxes and grants in lieu receivable	942,688	508,014
Deduct taxes receivable to be collected on behalf of other organizations	(251,376)	(163,682)
Total Taxes Receivable - Municipal	\$ 691,312	\$ 344,332

Rural Municipality of Frenchman Butte No 501
Notes to the Consolidated Financial Statements
As at December 31, 2020

4. Other Accounts Receivable

	2020	2019
Federal Government	\$ 287,314	\$ 261,782
Provincial Government	208,334	417,086
Local Government		
Employee Benefits		
Trade	89,172	126,308
Other Accrued Interest	211,625	230,123
Total Other Accounts Receivable	796,445	1,035,299
Less: Allowance for Uncollectible	(2,803)	(2,803)
Net Other Accounts Receivable	\$ 793,642	\$ 1,032,496

5. Land for Resale

	2020	2019
Tax Title Property	\$ 21,172	\$ 21,172
Allowance for market value adjustment	(138)	(138)
Net Tax Title Property	\$ 21,034	\$ 21,034
Other Land		
Allowance for market value adjustment		
Net Other Land	-	-
Total Land for Resale	\$ 21,034	\$ 21,034

6. Long-Term Investments

	2020	2019
Sask Assoc. of Rural Municipalities - Self Insurance Fund	\$ 75,055	\$ 71,827
Sask Assoc. of Rural Municipalities - Property Insurance Fund	44,924	40,149
Synergy Credit Union Equity	30,005	30,005
Synergy Credit Union GIC 2.75%	535,231	520,120
Synergy Credit Union GIC 3.45%	1,605,420	1,551,892
Synergy Credit Union GIC 2.45%	5,300,315	5,148,552
Synergy Credit Union GIC 2.50%	2,601,883	2,532,722
Turtleford Coop Equity	8,234	9,483
Other (Specify)		
Total Long-Term Investments	\$ 10,201,067	\$ 9,904,750

The long term investments in the Saskatchewan Association of Rural Municipalities - Self Insurance Fund are accounted for on the equity basis.

7. Debt Charges Recoverable

The municipality has no debt charges recoverable.

Rural Municipality of Frenchman Butte No 501
Notes to the Consolidated Financial Statements
As at December 31, 2020

8. Bank Indebtedness

The Municipality has a credit facility agreement with its financial institution that consists of credit cards with a limit totaling \$21,000.

9. Deferred Revenue

The Municipality does not have any deferred revenue.

10. Accrued other Liabilities

	<u>2020</u>	<u>2019</u>
Gravel Pit Reclamation	<u>\$ 186,613</u>	<u>\$ 186,613</u>

The accrued gravel pit reclamation liability has been established for the closure and post-closure of gravel sites. This cost has been allocated over the cubic yards of gravel crushed at these sites and is being accrued at an average rate of \$0.48 per cubic yard and is reduced by reclamation work performed during the year.

11. Liability for Contaminated Sites

The municipality does not have any liability for contaminated sites.

Rural Municipality of Frenchman Butte No 501
Notes to the Consolidated Financial Statements
As at December 31, 2020

12. Long-Term Debt

a) The debt limit of the municipality is \$9,821,766. 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)).

b) The municipality does not have any long-term debt

13. Lease Obligations

The municipality does not have any lease obligations.

Rural Municipality of Frenchman Butte No 501
Notes to the Consolidated Financial Statements
As at December 31, 2020

14. Other Non-financial Assets

The municipality does not have any other non-financial assets.

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.

The municipality has a dispute with two of its contractors for two different projects that each of the contractors completed in 2019. The contractors have disagreed with the final payment and have each filed a statement of claim against the municipality. At the time of audit the amounts of the settlements were not readily determinable and as such no amount has been set up as a contingent liability. Any amount determined to be payable will be recorded in the 2021 fiscal period.

16. Pension Plan

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer 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's pension expense in 2020 was \$106,887. 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

Prior year comparative figures 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:

	Current Year Total	Prior Year Total
Balance - Beginning of Year	\$ 10,246	\$ 10,173
Revenue (<i>Specify</i>)		
Interest revenue	31	73
Expenditure (<i>Specify</i>)		
Balance - End of Year	\$ 10,277	\$ 10,246

19. Related Parties

The consolidated financial statements include transactions with related parties. The municipality is related to the Reeve and Councillors under the common control of the Council.

Transactions with these related parties are in the normal course of operations and are settled on normal trade terms.

20. Contingent Assets

The municipality does not have any contingent assets.

21. Contractual Rights

Contractual rights are rights to economic resources arising from contracts or agreements that will result in an asset and revenue in the future. The municipality does not have any contractual rights.

22. Contractual Obligations and Commitments

The municipality does not have any contractual obligations and commitments.

Rural Municipality of Frenchman Butte No 501
Notes to the Consolidated Financial Statements
As at December 31, 2020

23. Restructuring Transactions

On *December 31, 2020* , the Rural Municipality of Frenchman Butte No. 501 transferred a lagoon and the responsibility for the ongoing operation of the asset to the 501 Utility Authority. The transfer was due to the desire to have the 501 Utility Authority operate and manage the operation of the lagoon that was jointly constructed with other municipalities.

The carrying amount of the assets transferred of \$9,900,910 is recorded as an expense during the year.

Rural Municipality of Frenchman Butte No 501
 Schedule of Taxes and Other Unconditional Revenue
 As at December 31, 2020

Schedule 1

	2020 Budget	2020	2019
TAXES			
General municipal tax levy	\$ 9,470,920	\$ 9,645,860	\$ 10,220,447
Abatements and adjustments	(136,240)	(126,265)	(139,516)
Discount on current year taxes	(300,000)	(88,094)	(287,303)
Net Municipal Taxes	\$ 9,034,680	\$ 9,431,501	\$ 9,793,628
Potash tax share			
Trailer license fees			
Penalties on tax arrears	31,840	35,937	31,836
Special tax levy			
Other (Specify)			
Total Taxes	\$ 9,066,520	\$ 9,467,438	\$ 9,825,464
UNCONDITIONAL GRANTS			
Revenue Sharing (Organized Hamlet)	\$ 361,370 8,410	\$ 361,333 8,414	\$ 288,136 7,703
Total Unconditional Grants	\$ 369,780	\$ 369,747	\$ 295,839
GRANTS IN LIEU OF TAXES			
Federal	53,740	48,260	53,740
Provincial			
S.P.C. Electrical			
SaskEnergy Gas			
TransGas			
Central Services	17,440	13,911	16,843
SaskTel	13,760	15,500	13,760
Other (Specify)		696	599
Local/Other			
Housing Authority			
C.P.R. Mainline			
Treaty Land Entitlement	8,690	9,577	8,688
Other (Specify)			
Other Government Transfers			
S.P.C. Surcharge			
Sask Energy Surcharge			
Other (Specify)			
Total Grants in Lieu of Taxes	93,630	87,944	93,630
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 9,529,930	\$ 9,925,129	\$ 10,214,933

Rural Municipality of Frenchman Butte No 501
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2020

Schedule 2 - I

	2020 Budget	2020	2019
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 1,100	\$ 807	\$ 1,168
- Sales of supplies	2,000	671	2,385
- Rental Income	1,600	1,575	3,589
- Other Permits	31,500	24,020	58,950
Total Fees and Charges	\$ 36,200	\$ 27,073	\$ 66,092
- Tangible capital asset sales - gain (loss)			
- Land sales - gain			
- Investment income and commissions	207,650	380,946	428,480
- Other (Specify)			
Total Other Segmented Revenue	\$ 243,850	\$ 408,019	\$ 494,572
Conditional Grants			
- Student Employment			
- Other Targeted Sector Support		10,875	
Total Conditional Grants	-	10,875	-
Total Operating	\$ 243,850	\$ 418,894	\$ 494,572
Capital			
Conditional Grants			
- Federal Gas Tax			
- ICIP			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital	-	-	-
Restructuring Revenue (Specify, if any)			
Total General Government Services	\$ 243,850	\$ 418,894	\$ 494,572

PROTECTIVE SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Other (Specify)			
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment			
- Local government			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	-	-	-

Capital

Conditional Grants			
- Federal Gas Tax			
- ICIP			
- Provincial Disaster Assistance			
- Local government			
- Other (Specify)			
Total Capital	-	-	-
Restructuring Revenue (Specify, if any)			
Total Protective Services	-	-	-

Rural Municipality of Frenchman Butte No 501
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2020

Schedule 2 - 2

	2020 Budget	2020	2019
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 7,000	\$ 16,850	\$ 24,629
- Sales of supplies	52,800	25,736	54,384
- Road Maintenance and Restoration Agreements	280,000	53,997	326,371
- Insurance Proceeds		30,888	
- Other Overweight Permits	30,000	38,350	71,350
Total Fees and Charges	369,800	165,821	476,734
- Tangible capital asset sales - gain (loss)			(221,141)
- Other (Specify)			
Total Other Segmented Revenue	\$ 369,800	\$ 165,821	\$ 255,593
Conditional Grants			
- RIRG (CTP)			
- Student Employment	4,420	9,216	4,424
- Other (Specify)			
Total Conditional Grants	4,420	9,216	4,424
Total Operating	\$ 374,220	\$ 175,037	\$ 260,017
Capital			
Conditional Grants			
- Federal Gas Tax	\$ 88,150	\$ 132,219	\$ 180,539
- MREP			54,357
- MEEP		214,730	
- Provincial Disaster Assistance	400,000	862,589	
- Other Safe Restart Sask Grant		89,123	
Total Capital	488,150	1,298,661	234,896
Restructuring Revenue (Specify, if any)			
Total Transportation Services	\$ 862,370	\$ 1,473,698	\$ 494,913

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	\$ 5,380	\$ 5,376	\$ 5,376
- Cemetery			
- Other Gopher Poison	7,500	14,592	5,694
Total Fees and Charges	12,880	19,968	11,070
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	\$ 12,880	\$ 19,968	\$ 11,070
Conditional Grants			
- Other Sask Health Monthly Payment	28,000	28,000	28,000
- Other Sask Health Administration Fee	2,400	2,400	2,400
- Local government			
- Other Beaver Control	3,240	3,241	2,490
Total Conditional Grants	33,640	33,641	32,890
Total Operating	\$ 46,520	\$ 53,609	\$ 43,960
Capital			
Conditional Grants			
- Federal Gas Tax			
- ICIP			
- TAPD			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital	-	-	-
Restructuring Revenue (Specify, if any)			
Total Environmental and Public Health Services	\$ 46,520	\$ 53,609	\$ 43,960

Rural Municipality of Frenchman Butte No 501
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2020

Schedule 2 - 3

	2020 Budget	2020	2019
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges	\$ 2,000	\$ -	\$ 2,229
- Other Development and Building Permits	10,000	7,284	13,243
Total Fees and Charges	12,000	7,284	15,472
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	\$ 12,000	\$ 7,284	\$ 15,472
Conditional Grants			
- Student Employment			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	\$ 12,000	\$ 7,284	\$ 15,472
Capital			
Conditional Grants			
- Federal Gas Tax			
- ICIP			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital	-	-	-
Restructuring Revenue (<i>Specify, if any</i>)			
Total Planning and Development Services	\$ 12,000	\$ 7,284	\$ 15,472

RECREATION AND CULTURAL SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Other (Specify)			
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment			
- Local government			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Federal Gas Tax			
- ICIP			
- Local government			
- CIF & Sask Lotteries	\$ 9,490	\$ 9,487	\$ 9,487
- Other (Specify)			
Total Capital	9,490	9,487	9,487
Restructuring Revenue (<i>Specify, if any</i>)			
Total Recreation and Cultural Services	\$ 9,490	\$ 9,487	\$ 9,487

Rural Municipality of Frenchman Butte No 501
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2020

Schedule 2 - 4

	2020 Budget	2020	2019
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	\$ 29,470	\$ 29,465	\$ 24,252
- Sewer	13,600	11,338	4,532
- Other (Specify)			
Total Fees and Charges	43,070	40,803	28,784
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	\$ 43,070	\$ 40,803	\$ 28,784
Conditional Grants			
- New Building Canada Fund (SCF, NRP)			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	\$ 43,070	\$ 40,803	\$ 28,784
Capital			
Conditional Grants			
- Federal Gas Tax			
- ICIP			
- New Building Canada Fund (SCF, NRP)	\$ 625,000	\$ 625,001	\$ 735,167
- Clean Water and Wastewater Fund			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital	625,000	625,001	735,167
Restructuring Revenue (Specify, if any)			
Total Utility Services	\$ 668,070	\$ 665,804	\$ 763,951
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 1,842,300	\$ 2,628,776	\$ 1,822,355

SUMMARY

Total Other Segmented Revenue	\$ 681,600	\$ 641,895	\$ 805,491
Total Conditional Grants	38,060	53,732	37,314
Total Capital Grants and Contributions	1,122,640	1,933,149	979,550
Restructuring Revenue	-	-	-
TOTAL REVENUE BY FUNCTION	\$ 1,842,300	\$ 2,628,776	\$ 1,822,355

Rural Municipality of Frenchman Butte No 501
 Total Expenses by Function
 As at December 31, 2020

Schedule 3 - 1

	2020 Budget	2020	2019
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	133,840	93,127	112,593
Wages and benefits	400,370	347,186	374,305
Professional/Contractual services	263,970	176,438	217,170
Utilities	23,700	23,837	14,421
Maintenance, materials and supplies	26,500	29,281	21,172
Grants and contributions - operating	3,500	2,988	2,988
- capital			
Amortization		2,893	2,893
Interest			
Allowance for uncollectible	50,000	50,000	10,000
Other (Specify)			
General Government Services	901,880	725,750	755,542
Restructuring (Specify, if any)			
Total General Government Services	\$ 901,880	\$ 725,750	\$ 755,542

PROTECTIVE SERVICES

Police protection

Wages and benefits	\$ 69,460	\$ 71,958	\$ 69,457
Professional/Contractual services	140,000	134,447	141,112
Utilities			
Maintenance, material and supplies			
Grants and contributions - operating	200	200	200
- capital			
Other (Specify)			

Fire protection

Wages and benefits			
Professional/Contractual services	12,020	25,033	7,381
Utilities			
Maintenance, material and supplies	55,000	441	
Grants and contributions - operating		55,000	55,000
- capital			
Amortization	-	3,450	3,450
Interest			
Other (Specify)			

Protective Services	276,680	290,529	276,600
Restructuring (Specify, if any)			
Total Protective Services	\$ 276,680	\$ 290,529	\$ 276,600

TRANSPORTATION SERVICES

Wages and benefits	\$ 1,372,040	\$ 1,234,626	\$ 1,097,906
Professional/Contractual Services	6,247,020	662,871	611,334
Utilities	15,700	16,559	14,652
Maintenance, materials, and supplies	1,265,850	1,156,246	992,363
Gravel	1,637,000	938,151	559,605
Grants and contributions - operating			
- capital			
Amortization	-	1,709,151	1,653,415
Interest			
Other (Specify)			

Transportation Services	10,537,610	5,717,604	4,929,275
Restructuring (Specify, if any)			
Total Transportation Services	\$ 10,537,610	\$ 5,717,604	\$ 4,929,275

Rural Municipality of Frenchman Butte No 501
 Total Expenses by Function
 As at December 31, 2020

Schedule 3 - 2

	2020 Budget	2020	2019
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	\$ 29,750	\$ 27,057	\$ 28,139
Professional/Contractual services	108,810	98,118	82,223
Utilities	2,800	2,485	2,472
Maintenance, materials and supplies	15,000	14,090	7,923
Grants and contributions - operating			
o Waste disposal			
o Public Health	50,000	22,441	12,430
- capital			
o Waste disposal			
o Public Health	16,000	15,813	15,813
Amortization			
Interest			
Other (Specify)			
Environmental and Public Health Services	222,360	180,004	149,000
Restructuring (Specify, if any)			
Total Environmental and Public Health Services	\$ 222,360	\$ 180,004	\$ 149,000

PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits			
Professional/Contractual Services	\$ 13,000	\$ 4,634	\$ 9,338
Grants and contributions - operating			
- capital			
Amortization			
Interest			
Other (Specify)			
Planning and Development Services	13,000	4,634	9,338
Restructuring (Specify, if any)			
Total Planning and Development Services	\$ 13,000	\$ 4,634	\$ 9,338

RECREATION AND CULTURAL SERVICES			
Wages and benefits			
Professional/Contractual services	\$ 22,500	\$ 21,339	\$ 18,839
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating	94,990	93,998	121,874
- capital			
Amortization	-	4,624	4,624
Interest			
Allowance for uncollectible			
Other (Specify)			
Recreation and Cultural Services	117,490	119,961	145,337
Restructuring (Specify, if any)			
Total Recreation and Cultural Services	\$ 117,490	\$ 119,961	\$ 145,337

Rural Municipality of Frenchman Butte No 501

Total Expenses by Function

As at December 31, 2020

Schedule 3 - 3

	2020 Budget	2020	2019
UTILITY SERVICES			
Wages and benefits	\$ 300	\$ 133	\$ 146
Professional/Contractual services	27,930	17,052	19,409
Utilities	8,400	7,910	7,726
Maintenance, materials and supplies	4,100	2,482	3,139
Grants and contributions - operating			
- capital	6,860	6,860	8,430
Amortization	-	17,044	19,430
Interest			
Allowance for Uncollectible			
Other (<i>Specify</i>)			
Utility Services	47,590	51,481	58,280
Restructuring (<i>Specify, if any</i>)		9,900,910	
Total Utility Services	\$ 47,590	\$ 9,952,391	\$ 58,280
 TOTAL EXPENSES BY FUNCTION	 \$ 12,116,610	 \$ 16,990,873	 \$ 6,323,372

Rural Municipality of Frenchman Butte No 501
 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	\$ 27,073	\$ -	\$ 165,821	\$ 19,968	\$ 7,284	\$ -	\$ 40,803	\$ 260,949
Tangible Capital Asset Sales - Gain	-	-	-	-	-	-	-	-
Land Sales - Gain	-	-	-	-	-	-	-	-
Investment Income and Commissions	380,946	-	-	-	-	-	-	380,946
Other Revenues	-	-	-	-	-	-	-	-
Grants - Conditional	10,875	-	9,216	33,641	-	-	-	53,732
- Capital	-	-	1,298,661	-	-	9,487	625,001	1,933,149
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	\$ 418,894	\$ -	\$ 1,473,698	\$ 53,609	\$ 7,284	\$ 9,487	\$ 665,804	\$ 2,628,776
Expenses (Schedule 3)								
Wages & Benefits	\$ 440,313	\$ 71,958	\$ 1,234,626	\$ 27,057	\$ -	\$ -	\$ 133	\$ 1,774,087
Professional/ Contractual Services	176,438	159,480	662,871	98,118	4,634	21,339	17,052	1,139,932
Utilities	23,837	-	16,559	2,485	-	-	7,910	50,791
Maintenance Materials and Supplies	29,281	441	2,094,397	14,090	-	-	2,482	2,140,691
Grants and Contributions	2,988	55,200	-	38,254	-	93,998	6,860	197,300
Amortization	2,893	3,450	1,709,151	-	-	4,624	17,044	1,737,162
Interest	-	-	-	-	-	-	-	-
Allowance for Uncollectible	50,000	-	-	-	-	-	-	50,000
Restructurings	-	-	-	-	-	-	9,900,910	9,900,910
Other	-	-	-	-	-	-	-	-
Total Expenses	\$ 725,750	\$ 290,529	\$ 5,717,604	\$ 180,004	\$ 4,634	\$ 119,961	\$ 9,952,391	\$ 16,990,873
Surplus (Deficit) by Function	\$ (306,856)	\$ (290,529)	\$ (4,243,906)	\$ (126,395)	\$ 2,650	\$ (110,474)	\$ (9,286,587)	\$ (14,362,097)
Taxes and other unconditional revenue (Schedule 1)								9,925,129
Net Surplus (Deficit)								\$ (4,436,968)

Rural Municipality of Frenchman Butte No 501
 Consolidated Schedule of Segment Disclosure by Function
 As at December 31, 2019

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 66,092	\$ -	\$ 476,734	\$ 11,070	\$ 15,472	\$ -	\$ 28,784	\$ 598,152
Tangible Capital Asset Sales - Gain	-	-	(221,141)	-	-	-	-	(221,141)
Land Sales - Gain	-	-	-	-	-	-	-	-
Investment Income and Commissions	428,480	-	-	-	-	-	-	428,480
Other Revenues	-	-	4,424	32,890	-	-	-	37,314
Grants - Conditional	-	-	234,896	-	-	9,487	735,167	979,550
- Capital	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	\$ 494,572	\$ -	\$ 494,913	\$ 43,960	\$ 15,472	\$ 9,487	\$ 763,951	\$ 1,822,355
Expenses (Schedule 3)								
Wages & Benefits	\$ 486,898	\$ 69,457	\$ 1,097,906	\$ 28,139	\$ -	\$ -	\$ 146	\$ 1,682,546
Professional/ Contractual Services	217,170	148,493	611,334	82,223	9,338	18,839	19,409	1,106,806
Utilities	14,421	-	14,652	2,472	-	-	7,726	39,271
Maintenance Materials and Supplies	21,172	-	1,551,968	7,923	-	-	3,139	1,584,202
Grants and Contributions	2,988	55,200	-	28,243	-	121,874	8,430	216,735
Amortization	2,893	3,450	1,653,415	-	-	4,624	19,430	1,683,812
Interest	-	-	-	-	-	-	-	-
Allowance for Uncollectible	10,000	-	-	-	-	-	-	10,000
Restructurings	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total Expenses	\$ 755,542	\$ 276,600	\$ 4,929,275	\$ 149,000	\$ 9,338	\$ 145,337	\$ 58,280	\$ 6,323,372
Surplus (Deficit) by Function	\$ 260,970	\$ 276,600	\$ 4,434,362	\$ 105,040	\$ (6,134)	\$ 135,850	\$ (705,671)	\$ (4,501,017)
Taxes and other unconditional revenue (Schedule 1)								10,214,933
Net Surplus (Deficit)								\$ 5,713,916

Rural Municipality of Frenchman Butte No 501
 Consolidated Schedule of Tangible Capital Assets by Object
 As at December 31, 2020

Schedule 6

Assets	2020							2019	
	General Assets				Infrastructure Assets		General/Infrastructure Assets Under Construction	Total	Total
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear assets			
Asset cost									
Opening Asset costs	\$ 281,679	\$ 687,249	\$ 667,052	\$ 400,132	\$ 4,484,588	\$ 55,305,817	\$ 23,839,889	\$ 80,687,974	
Additions during the year					826,579		5,267,657	5,519,384	
Disposals and write-downs during the year									
Transfers (from) assets under construction							(9,900,910)	(540,952)	
Transfer of Capital Assets related to restructuring (Schedule 11)									
Closing Asset Costs	\$ 281,679	\$ 687,249	\$ 667,052	\$ 400,132	\$ 5,311,167	\$ 55,305,817	\$ 19,206,636	\$ 85,666,406	
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	\$ -	\$ 72,120	\$ 249,396	\$ 185,696	\$ 1,638,245	\$ 11,519,579		\$ 13,665,036	\$ 12,073,935
Add: Amortization taken		12,483	13,490	38,080	335,077	1,338,032		1,737,162	1,683,812
Less: Accumulated amortization on disposals									
Transfer of Capital Assets related to restructuring (Schedule 11)									(92,711)
Closing Accumulated	\$ -	\$ 84,603	\$ 262,886	\$ 223,776	\$ 1,973,322	\$ 12,857,611	\$ -	\$ 15,402,198	\$ 13,665,036
Net Book Value	\$ 281,679	\$ 602,646	\$ 404,166	\$ 176,356	\$ 3,337,845	\$ 42,448,206	\$ 19,206,636	\$ 66,457,534	\$ 72,001,370

1. Total contributed/donated assets received in 2020 \$ -

2. List of assets recognized at nominal value in 2020 are:

- Infrastructure Assets \$ -
- Vehicles \$ -
- Machinery and Equipment \$ -

3. Amount of interest capitalized in Schedule 6 \$ -

Rural Municipality of Frenchman Butte No 501
 Consolidated Schedule of Tangible Capital Assets by Function
 As at December 31, 2020

Schedule 7

Assets	2020						2019	
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total
Asset cost								
Opening Asset costs	\$ 289,076	\$ 106,502	\$ 70,559,154	\$ 240		\$ 75,819	\$ 14,635,615	\$ 80,687,974
Additions during the year	5,297		821,281				5,267,658	5,519,384
Disposals and write-downs during the year								
Transfer of Capital Assets related to restructuring (Schedule 11)							(9,900,910)	(540,952)
Closing Asset Costs	\$ 294,373	\$ 106,502	\$ 71,380,435	\$ 240	\$ -	\$ 75,819	\$ 10,002,363	\$ 85,666,406
Accumulated								
Opening Accumulated Amortization Costs	\$ 60,973	\$ 31,500	\$ 13,308,380			\$ 9,248	\$ 254,935	\$ 12,073,935
Add: Amortization taken	2,893	3,450	1,709,151			4,624	17,044	1,683,812
Less: Accumulated amortization on disposals								
Transfer of Capital Assets related to restructuring (Schedule 11)								(92,711)
Closing Accumulated Amortization Costs	\$ 63,866	\$ 34,950	\$ 15,017,531	\$ -	\$ -	\$ 13,872	\$ 271,979	\$ 13,665,036
Net Book Value	\$ 230,507	\$ 71,552	\$ 56,362,904	\$ 240	\$ -	\$ 61,947	\$ 9,730,384	\$ 72,001,370

Rural Municipality of Frenchman Butte No 501
 Consolidated Schedule of Accumulated Surplus
 As at December 31, 2020

Schedule 8

	2019	Changes	2020
UNAPPROPRIATED SURPLUS	\$ (15,660,996)	\$ 3,996,423	\$ (11,664,573)
APPROPRIATED RESERVES			
Dust Control	\$ 40,000		\$ 40,000
Future Expenditure	241,500	(241,500)	-
EMO	20,000		20,000
Fire	450,000		450,000
Ft. Pitt Fire Department	10,000		10,000
Health Care/SHA	441,245	(6,640)	434,605
Machinery and Equipment	1,242,034		1,242,034
Public Reserve	8,881		8,881
Rail Line Discontinuation	270,522	(163,336)	107,186
Recreation	8,040		8,040
Residential Road Allowance	100,000		100,000
Road Construction	359,578	5,500,000	5,859,578
Total Appropriated	\$ 3,191,800	\$ 5,088,524	\$ 8,280,324
ORGANIZED HAMLETS (add lines if required)			
Organized Hamlet of Frenchman Butte	\$ 135,626	\$ 14,767	\$ 150,393
Organized Hamlet of (Name)			-
Organized Hamlet of (Name)			-
Organized Hamlet of (Name)			-
Organized Hamlet of (Name)			-
Organized Hamlet of (Name)			-
Total Organized Hamlets	\$ 135,626	\$ 14,767	\$ 150,393
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6, 7)	\$ 72,001,370	\$ (5,543,836)	\$ 66,457,534
Less: Related debt			-
Net Investment in Tangible Capital Assets	\$ 72,001,370	\$ (5,543,836)	\$ 66,457,534
Total Accumulated Surplus	\$ 90,989,792	\$ (4,436,968)	\$ 86,552,824

Rural Municipality of Frenchman Butte No 501
 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	\$ 148,131,140	\$ 49,580,642		\$ 18,029,330	\$ 272,084,750		\$ 487,825,862
Regional Park Assessment							
Total Assessment							487,825,862
Mill Rate Factor(s)	1.3000	0.7000		0.7000	6.3000		
Total Base/Minimum Tax (generated for each property class)	50	14,420			2,010,775		2,025,245
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	751,068	149,908		49,220	8,695,665		9,645,860

MILL RATES: MILLS

Average Municipal*	19.77
Average School*	6.36
Potash Mill Rate	
Uniform Municipal Mill Rate	3.90

* 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 Frenchman Butte No 501
Schedule of Council Remuneration
As at December 31, 2020

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Reeve	Hougham, Tom S.	\$ 1,850	\$ 266	\$ 2,116
Reeve	Mills Midgley, Bonnie	13,444	3,717	17,161
Councillor	Fischer, Owen	11,438	1,124	12,562
Councillor	Gory, Ronald	9,850	1,570	11,420
Councillor	Hritzuk, Daniel	9,913	1,786	11,698
Councillor	Larre, Leonard	9,813	1,697	11,510
Councillor	Noeth, Gay	12,250	1,103	13,353
Councillor	Young, Claus	9,350	2,052	11,402
Total		\$ 77,906	\$ 13,316	\$ 91,222

Rural Municipality of Frenchman Butte No 501
 Schedule of Restructuring
 As at December 31, 2020

Schedule 11

	2020
Carrying Amount of Assets and Liabilities Transferred/Received at Restructuring Date:	
Cash and Temporary Investments	-
Taxes Receivable - Municipal	-
Other Accounts Receivable	-
Land for Resale	-
Long-Term Investments	-
Debt Charges Recoverable	-
Bank Indebtedness	-
Accounts Payable	-
Accrued Liabilities Payable	-
Deposits	-
Deferred Revenue	-
Accrued Landfill Costs	-
Liability for Contaminated Sites	-
Other Liabilities	-
Long-Term Debt	-
Lease Obligations	-
Tangible Capital Assets	\$ 9,900,910
Prepayments and Deferred Charges	-
Stock and Supplies	-
Other	-
Total Net Carrying Amount Received (Transferred)	\$ 9,900,910