

RURAL MUNICIPALITY OF HUMBOLDT NO. 370
Financial Statements
Year Ended December 31, 2019

RURAL MUNICIPALITY OF HUMBOLDT NO. 370
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Year Ended December 31, 2019

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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.



Corinne Richardson, Administrator



Mr. Larry Ries-Reeve

Humboldt, SK

Date: June 9, 2020

INDEPENDENT AUDITOR'S REPORT

To the Council of the Rural Municipality of Humboldt No. 370

Qualified Opinion

We have audited the financial statements of the Rural Municipality of Humboldt No. 370 (the Municipality), 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, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Municipality 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 Qualified Opinion

We were not able to observe the counting of inventories at January 1, 2019 or December 31, 2019 or satisfy ourselves by alternative means concerning inventory quantities as at those dates. Since opening and closing inventories enter into the determination of the financial performance and cash flows, we were unable to determine whether adjustments might have been necessary in respect of the surplus of revenues over expenses for the year reported in the statement of operations, inventory reported on the statement of financial position and the cash flows from operating activities reported in the statement of cash flows. As a result, our audit opinion on the financial statements for the year ended December 31, 2019 is modified because of the possible effects of this limitation in scope.

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

Emphasis of Matter

We draw attention to Note 23 to the financial statements, which explains that certain comparative information presented for the year ended December 31, 2018 has been restated. The financial statements for the year ended December 31, 2018 (prior to the adjustments that were applied to restate certain comparative information explained in Note 23) were audited by Cogent Chartered Professional Accountants LLP who expressed an unmodified opinion on those financial statements on April 9, 2019. Our opinion is not modified in respect of this matter. The partners and staff of Cogent CPA LLP joined Grant Thornton LLP on November 1, 2019.

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.

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 Municipality's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Municipality or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the 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 Municipality's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the 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
June 9, 2020

Grant Thornton LLP

Chartered Professional Accountants

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

Statement of Financial Position

As at December 31, 2019

Statement 1

	2019	2018 Restated - see Note 23
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	\$ 1,723,861	\$ 1,387,556
Taxes Receivable - Municipal (Note 3)	119,380	129,467
Other Accounts Receivable (Note 4)	26,551	45,772
Land for Resale (Note 5)	-	-
Long-Term Investments (Note 6)	125,150	114,343
Debt Charges Recoverable (Note 7)	-	-
Other	-	-
Total financial assets	1,994,942	1,677,138
LIABILITIES		
Bank indebtedness (Note 8)	-	-
Accounts Payable	13,631	13,916
Accrued Liabilities Payable	-	-
Deposits	-	-
Deferred Revenue (Note 9)	-	6,103
Accrued Landfill Costs (Note 10)	-	-
Liability for Contaminated Sites (Note 11)	-	-
Other Liabilities	-	-
Long-Term Debt (Note 12)	424,843	547,168
Lease Obligations (Note 13)	-	-
Total liabilities	438,474	567,187
NET FINANCIAL ASSETS	1,556,468	1,109,951
NON-FINANCIAL ASSETS		
Tangible Capital Assets(Schedule 6, 7)	5,426,777	5,267,136
Prepayments and Deferred Charges	46,194	765
Stock and Supplies	374,357	440,815
Other (Note 14)	-	-
Total Non-Financial Assets	5,847,328	5,708,716
ACCUMULATED SURPLUS (Schedule 8)	\$ 7,403,796	\$ 6,818,667

See notes to financial statements

RURAL MUNICIPALITY OF HUMBOLDT NO. 370
Statement of Operations and Accumulated Surplus
As at December 31, 2019

Statement 2

	Budget	2019	2018 Restated - see Note 23
REVENUES OTHER THAN PROVINCIAL/FEDERAL CAPITAL GRANTS AND CONTRIBUTIONS			
Taxes and Other Unconditional Revenue (Schedule 1)	\$ 2,611,205	\$ 2,613,473	\$ 2,528,839
Fees and Charges (Schedule 4, 5)	100,980	168,083	132,057
Conditional Grants (Schedule 4, 5)	24,300	24,300	24,300
Tangible Capital Assets Sales - Gain (Loss) (Schedule 4, 5)	-	(107,538)	(85,433)
Land Sales - Gain (Loss) (Schedule 4, 5)	-	-	1,458
Investment Income and Commissions (Schedule 4, 5)	10,500	28,571	10,049
Restructurings (Schedule 4, 5)	-	-	-
Other Revenues (Schedule 4, 5)	-	-	-
Total Revenues other than Provincial/Federal Capital Grants and Contributions	2,746,985	2,726,889	2,611,270
EXPENSES			
General Government Services (Schedule 3)	328,060	343,919	308,034
Protective Services (Schedule 3)	63,257	61,311	60,049
Transportation Services (Schedule 3)	1,745,889	1,699,165	1,747,713
Environmental and Public Health Services (Schedule 3)	99,864	81,246	118,174
Planning and Development Services (Schedule 3)	-	-	-
Recreation and Cultural Services (Schedule 3)	14,960	14,960	14,670
Utility Services (Schedule 3)	49,041	52,728	35,557
Restructurings (Schedule 3)	-	-	-
Total Expenses	2,301,071	2,253,329	2,284,197
Surplus (Deficit) of Revenues over Expenses before Provincial/Federal Capital Grants and Contributions	445,914	473,560	327,073
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	27,700	111,569	449,428
Surplus (Deficit) of Revenues over Expenses	473,614	585,129	776,501
Accumulated Surplus (Deficit), Beginning of Year, Previously Reported	6,818,667	6,870,768	6,042,166
Prior Period Adjustment	-	(52,101)	-
Accumulated Surplus (Deficit), Beginning of Year, As Restated	-	6,818,667	6,042,166
ACCUMULATED SURPLUS - END OF YEAR	\$ 7,292,281	\$ 7,403,796	\$ 6,818,667

See notes to financial statements

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

Statement of Change in Net Financial Assets

As at December 31, 2019

Statement 3

	Budget		2018 Restated - see Note 23
	2019	2019	
Surplus (Deficit)	\$ 473,614	\$ 585,129	\$ 776,501
(Acquisition) of tangible capital assets	-	(754,195)	(852,317)
Amortization of tangible capital assets	356,229	374,666	356,229
Proceeds on disposal of tangible capital assets	-	112,348	245,230
Loss (gain) on the disposal of tangible capital assets	-	107,538	85,433
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (Deficit) of capital expenses over expenditures	356,229	(159,643)	(165,425)
(Acquisition) of supplies inventories	-	(374,357)	(440,817)
(Acquisition) of prepaid expense	-	(46,194)	(765)
Consumption of supplies inventory	-	440,817	472,180
Use of prepaid expense	-	765	41,962
Surplus (Deficit) of expenses of other non-financial over expenditures	-	21,031	72,560
Increase/Decrease in Net Financial Assets	829,843	446,517	683,636
Net Financial Assets (Debt) - Beginning of Year	1,109,951	1,109,951	426,315
Net Financial Assets (Debt) - End of Year	\$ 1,939,794	\$ 1,556,468	\$ 1,109,951

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

Statement of Cash Flows

As at December 31, 2019

Statement 4

Cash provided by (used for) the following activities

	2019	2018 Restated - see Note 23
Operating:		
Surplus (Deficit)	\$ 585,129	\$ 776,501
Amortization	374,666	356,229
Loss (gain) on disposal of tangible capital assets	107,538	85,433
	<u>1,067,333</u>	<u>1,218,163</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	10,087	(19,332)
Other Receivables	19,221	45,352
Accounts Payable	(285)	3,478
Deferred Revenue	(6,103)	5,143
Prepayments and Deferred Charges	(45,429)	41,197
Stock and Supplies	66,458	31,365
	<u>43,949</u>	<u>107,203</u>
Cash provided by operating transactions	<u>1,111,282</u>	<u>1,325,366</u>
Capital:		
Acquisition of capital assets	(754,195)	(852,317)
Proceeds from the disposal of capital assets	112,348	245,230
Other capital	-	-
Cash applied to capital transactions	<u>(641,847)</u>	<u>(607,087)</u>
Investing:		
Long-Term Investments	(10,807)	(4,143)
Other	-	-
Cash provided by (applied to) investing transactions	<u>(10,807)</u>	<u>(4,143)</u>
Financing:		
Debt charges recovered	-	-
Long-term debt issued	275,600	245,341
Long-term debt repaid	(397,923)	(364,067)
Other financing	-	-
Cash provided by (applied to) financing transactions	<u>(122,323)</u>	<u>(118,726)</u>
Change in Cash and Temporary Investments during the year	<u>336,305</u>	<u>595,410</u>
Cash and Temporary Investments - Beginning of Year	<u>1,387,556</u>	<u>792,146</u>
Cash and Temporary Investments - End of Year (Note 2)	<u>\$ 1,723,861</u>	<u>\$ 1,387,556</u>

See notes to financial statements

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

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)

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

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)

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

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)

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

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 May 14, 2019.

(continues)

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

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 judgment 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.

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	\$ 1,332,993	\$ 996,688
Temporary Investments	-	-
Restricted Cash	390,868	390,868
Total Cash and Temporary Investments	\$ 1,723,861	\$ 1,387,556

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 HUMBOLDT NO. 370

Notes to Financial Statements

As at December 31, 2019

3. Taxes Receivable - Municipal

	2019	2018
<u>Municipal</u>		
- current	\$ 95,120	\$ 97,401
- arrears	24,259	32,537
	<u>119,378</u>	<u>129,937</u>
Less - allowance for uncollectibles	-	(472)
Total municipal taxes receivable	<u>119,379</u>	<u>129,466</u>
<u>School</u>		
- current	29,313	32,981
- arrears	9,300	16,671
Total school taxes receivable	<u>38,613</u>	<u>49,652</u>
Other (Hail and LCDB)	16,457	16,893
Total taxes and grants in lieu receivable	<u>174,449</u>	<u>196,011</u>
Deduct taxes receivable to be collected on behalf of other organizations	(55,069)	(66,544)
Total Taxes Receivable - Municipal	<u>\$ 119,380</u>	<u>\$ 129,467</u>

4. Other Accounts Receivable

	2019	2018
Federal Government	\$ 16,593	\$ 35,814
Provincial Government	-	-
Local Government	-	-
Utility	6,881	7,326
Trade	3,277	2,632
Other	-	-
Total Other Accounts Receivable	<u>26,551</u>	<u>45,772</u>
Less: allowance for uncollectibles	-	-
Net Other Accounts Receivable	<u>\$ 26,551</u>	<u>\$ 45,772</u>

5. Land for Resale

	2019	2018
Tax Title Property	\$ 767	\$ 767
Allowance for market value adjustment	(767)	(767)
Net Tax Title Property	<u>-</u>	<u>-</u>
Land for Resale	-	-
Allowance for market value adjustment	-	-
Net Other Land	<u>-</u>	<u>-</u>
Total Land for Resale	<u>\$ -</u>	<u>\$ -</u>

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

Notes to Financial Statements

As at December 31, 2019

6. Investments

	2019	2018
Short-term Investments		
Long-term Investments		
Sask. Assoc. of Rural Mun.- Liability Self Insurance	\$ 74,218	\$ 69,480
Sask. Assoc. of Rural Mun. - Property Self Insurance	27,663	21,594
Co-op Shares	23,269	23,269
Total Investments	\$ 125,150	\$ 114,343

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
<u>Property taxes</u>		
Balance - Beginning of Year	\$ 6,103	\$ 960
Additions during the year	-	5,143
Reductions during the year	(6,103)	-
Balance - End of Year	\$ -	\$ 6,103

10. Accrued Landfill Costs

	2019	2018
Environmental Liabilities	\$ -	\$ -

This note does not pertain to this municipality.

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.

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

Notes to Financial Statements

As at December 31, 2019

12. Long-term Debt

The debt limit of the municipality is \$2,391,434. 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)).

Bank loan of \$194,766 is repayable to Royal Bank of Canada in monthly blended payments of \$8,135 and bear interest at a rate of 3.98% per annum. The loan matures in 2022.

Bank loan of \$159,893 is repayable to Royal Bank of Canada in monthly blended payments of \$7,235 and bear interest at a rate of 3.92% per annum. The loan matures in 2021.

Bank loan of \$30,808 is repayable to Royal Bank of Canada in monthly blended payments of \$10,307 and bear interest at a rate of 2.52% per annum. The loan matures in 2020.

Bank loan of \$39,375 is repayable to Royal Bank of Canada in monthly blended payments of \$7,952 and bear interest at a rate of 2.48% per annum. The loan matures in 2020.

Bank loan of \$12,019 is repayable to Royal Bank of Canada in monthly blended payments of \$3,028 and bear interest at a rate of 2.61% per annum. The loan matured in 2019.

Bank loan of \$11,701 is repayable to Royal Bank of Canada in monthly blended payments of \$5,984 and bear interest at a rate of 2.57% per annum. The loan matured in 2019.

Future principal and interest payments are as follows:

Year	Principal	Interest	2019	2018
2019	\$ -	\$ -	\$ -	\$ 329,753
2020	243,648	11,275	254,923	157,378
2021	173,102	3,920	177,022	79,406
2022	8,093	27	8,120	-
	\$ 424,843	\$ 15,222	\$ 440,065	\$ 566,537

13. Lease Obligations

This note does not pertain to this municipality.

14. Other Non-financial Assets

2019 2018

This note does not pertain to this municipality.

15. Contingent Liabilities

This note does not pertain to this municipality.

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 \$59,771. 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.

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

Notes to Financial Statements

As at December 31, 2019

17. Comparative Figures/ Subsequent Events

Since December 31, 2019, the spread of COVID-19 has severely impacted many local economies around the globe. In many countries, including Canada, businesses are being forced to cease or limit operations for long or indefinite periods of time. Measures taken to contain the spread of the virus, including travel bans, quarantines, social distancing, and closures of non-essential services have triggered significant disruptions to businesses worldwide, resulting in an economic slowdown. Global stock markets have also experienced great volatility and a significant weakening. Governments and central banks have responded with monetary and fiscal interventions to stabilize economic conditions.

It is unknown to what extent these factors will impact the Rural Municipality, however they could play a significant factor on the community in their ability to pay and service their taxes, as well as the utilization of taxes held by the Rural Municipality. The Rural Municipality has determined that these events are non-adjusting subsequent events. Accordingly, the financial position and results of operations as of and for the year ended December 31, 2019 have not been adjusted to reflect their impact. The duration and impact of the COVID-19 pandemic, as well as the effectiveness of government and central bank responses, remains unclear at this time. It is not possible to reliably estimate the duration and severity of these consequences, as well as their impact on the financial position and results of the Rural Municipality for future periods.

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:

	<u>2019</u>	<u>2018</u>
Balance - Beginning of Year	\$ -	\$ -
Revenue (specify)	-	-
Interest revenue	-	-
Subtotal	-	-
Expenditure (specify)	-	-
Balance - End of Year	\$ -	\$ -

This note does not pertain to this municipality.

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.

22. Budget Data

The reconciliation of the approved budget (Bylaw#) 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	473,614
Less: Capital expenditures	<u>(742,100)</u>
Per approved municipal budget	<u>\$ (268,486)</u>

This note does not pertain to this municipality.

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

Notes to Financial Statements

As at December 31, 2019

23. Prior period adjustment

During 2019 it was determined that the municipality had recorded prepaid insurance but had not prepaid the insurance by December 31, 2018. As a result the municipality has restated its 2018 comparative figures to reflect this correction as follows:

	2018 Previously Reported	Adjustments	2018 Restated
<u>Statement of Financial Position</u>			
Prepayments and Deferred Charges	\$ 52,866	\$ (52,101)	\$ 765
<u>Statement of Operations and Accumulated Surplus</u>			
Expenses	\$ (2,232,096)	\$ (52,101)	\$ (2,284,197)
Annual Surplus	828,602	(52,101)	776,501
Accumulated Surplus end of year	6,870,768	(52,101)	6,818,667
<u>Statement of Change in Net Financial Assets</u>			
(Acquisition) of prepaids	\$ (52,866)	\$ 52,101	\$ (765)
Surplus	828,603	(52,101)	776,502
<u>Statement of Cash Flows</u>			
Surplus	\$ 828,603	\$ (52,101)	\$ 776,502
Prepayments and Deferred Charges	(10,904)	52,101	41,197

RURAL MUNICIPALITY OF HUMBOLDT NO. 370
Notes to Financial Statements
As at December 31, 2019

24. Contractual Rights

This note does not pertain to this municipality.

Contractual rights are rights to economic resources arising from contracts or agreements that will result in an asset and revenue in the future. Significant contractual rights of the municipality are as follows: (all lease shown are net of GST)

Type, Nature, Time & Extent	2019	2020	2021	2022	2023	Thereafter	Maturity Date	Current Year Total	Prior Year Total
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:									
Time, Nature, Time & Extent	2020	2021	2022	2023	2024	Thereafter	Maturity Date	Current Year Total	Prior Year Total

See Note 13 for Capital Lease Obligations

See notes to financial statements

RURAL MUNICIPALITY OF HUMBOLDT NO. 370
Schedule of Taxes and Other Unconditional Revenue

As at December 31, 2019

Schedule 1

	Budget 2019	2019	2018
TAXES			
General municipal tax levy	\$ 2,447,861	\$ 2,447,564	\$ 2,367,831
Abatements and adjustments	(5,000)	(2,980)	(5,191)
Discount on current year taxes	(103,000)	(104,649)	(101,929)
Net Municipal Taxes	2,339,861	2,339,935	2,260,711
Potash tax share	1,934	1,930	6,933
Trailer license fees	-	-	-
Penalties on tax arrears	5,000	5,792	5,452
Special tax levy	-	-	-
Other	-	-	-
Total Taxes	2,346,795	2,347,657	2,273,096
UNCONDITIONAL GRANTS			
Revenue Sharing	255,185	255,185	246,363
Organized Hamlet	-	-	-
Total Unconditional Grants	255,185	255,185	246,363
GRANTS IN LIEU OF TAXES			
Federal	-	-	-
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
Transgas	625	625	625
Central Services	-	-	-
SaskTel	-	-	-
Other - Fisheries and wild	2,100	2,358	2,123
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other - Grants	6,500	7,648	6,632
Other Government Transfers			
S.P.C. Surcharge	-	-	-
Sask Energy Surcharge	-	-	-
Other	-	-	-
Total Grants in Lieu of Taxes	9,225	10,631	9,380
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 2,611,205	\$ 2,613,473	\$ 2,528,839

RURAL MUNICIPALITY OF HUMBOLDT NO. 370
 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			
Fees and charges	\$ -	\$ -	\$ -
- Custom work	-	-	-
- Sales of supplies	1,500	2,098	2,484
- Other (certificates/ hail roll)	1,850	1,976	7,211
Total Fees and Charges	3,350	4,074	9,695
- Tangible capital asset sales - gain (loss)	-	(4,482)	-
- Land sales - gain (loss)	-	-	1,458
- Investment income and commissions	10,500	28,571	10,049
- Other	-	-	-
Total Other Segmented Revenue	13,850	28,163	21,202
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	13,850	28,163	21,202
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total General Government Services	13,850	28,163	21,202
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
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	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Protective Services	\$ -	\$ -	\$ -

See notes to financial statements

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

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	20,000	84,485	61,135
- Sales of supplies	-	-	-
- Road Maintenance and Restoration	-	-	-
Agreements	12,000	8,659	18,111
- Frontage	-	-	-
- Other - Gravel Excavation	33,100	34,798	10,368
Total Fees and Charges	65,100	127,942	89,614
- Tangible capital asset sales - gain (loss)	-	(103,056)	(85,433)
- Other	-	-	-
Total Other Segmented Revenue	65,100	24,886	4,181
Conditional Grants			
- MREP (CTP)	24,300	24,300	24,300
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	24,300	24,300	24,300
Total Operating	89,400	49,186	28,481
Capital			
Conditional Grants			
- Federal Gas Tax	27,700	111,569	54,074
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Heavy Haul	-	-	-
- MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
- Provincial Disaster Assistance	-	-	395,354
- Other	-	-	-
Total Capital	27,700	111,569	449,428
Restructuring Revenue	-	-	-
Total Transportation Services	117,100	160,755	477,909
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	200	264	183
- Waste and Disposal Fees	-	-	-
- Other	-	-	-
Total Fees and Charges	200	264	183
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	200	264	183
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	200	264	183
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- TAPD	-	-	-
- Transit for Disabled	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Environmental and Public Health Services	\$ 200	\$ 264	\$ 183

See notes to financial statements

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

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 - Development Permits	400	(110)	741
Total Fees and Charges	400	(110)	741
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	400	(110)	741
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	400	(110)	741
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Planning and Development Services	400	(110)	741
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenues			
Fees and Charges	-	-	-
- Other	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- Local Government	-	-	-
- Donations	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Recreation and Cultural Services	\$ -	\$ -	\$ -

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

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	31,930	35,913	31,824
- Sewer	-	-	-
- Other	-	-	-
Total Fees and Charges	31,930	35,913	31,824
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	31,930	35,913	31,824
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	31,930	35,913	31,824
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other - Grants	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Utility Services	31,930	35,913	31,824
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 163,480	\$ 224,985	\$ 531,859

SUMMARY

Total Other Segmented Revenue	\$ 111,480	\$ 89,116	\$ 58,131
Total Conditional Grants	24,300	24,300	24,300
Total Capital Grants and Contributions	27,700	111,569	449,428
Restructuring Revenue	-	-	-
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 163,480	\$ 224,985	\$ 531,859

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

Total Expenses by Function

As at December 31, 2019

Schedule 3 - 1

	Budget 2019	2019	2018
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 51,500	\$ 48,111	\$ 44,399
Wages and benefits	146,065	144,923	129,656
Professional/Contractual services	78,226	102,521	87,608
Utilities	9,350	8,356	8,656
Maintenance, materials and supplies	40,220	37,309	35,016
Grants and contributions			
- operating	-	-	-
- capital	-	-	-
Amortization	2,699	2,699	2,699
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other	-	-	-
General Government Services	328,060	343,919	308,034
Restructurings	-	-	-
Total General Government Services	328,060	343,919	308,034
PROTECTIVE SERVICES			
Police Protection			
Wages and benefits	-	-	-
Professional/Contractual Services	44,000	43,469	42,674
Utilities	-	-	-
Maintenance, Materials and Supplies	-	-	-
Grants and contributions			
- operating	-	-	-
- capital	-	-	-
Other	-	-	-
Fire Protection			
Wages and benefits	17,257	17,257	16,790
Professional/Contractual Services	2,000	585	585
Utilities	-	-	-
Maintenance, Materials and Supplies	-	-	-
Grants and contributions			
- operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Protective Services	63,257	61,311	60,049
Restructurings	-	-	-
Total Protective Services	63,257	61,311	60,049
TRANSPORTATION SERVICES			
Wages and Benefits	551,000	498,595	478,114
Professional/Contractual Services	207,100	192,433	281,548
Utilities	7,400	17,340	10,138
Maintenance, Materials and Supplies	478,000	376,699	374,913
Gravel	130,000	222,996	238,298
Grants and contributions			
- operating	-	-	-
- capital	-	-	-
Amortization	351,389	369,826	351,389
Interest	21,000	21,276	13,313
Other	-	-	-
Transportation Services	1,745,889	1,699,165	1,747,713
Restructurings	-	-	-
Total Transportation Services	\$ 1,745,889	\$ 1,699,165	\$ 1,747,713

See notes to financial statements

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

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	90,864	73,549	112,265
Utilities	-	-	-
Maintenance, Materials and Supplies	8,000	10,291	5,909
Grants and contributions	-	-	-
- Operating	-	(2,594)	-
Waste disposal	-	-	-
Public Health	-	-	-
- Capital	-	-	-
Waste disposal	-	-	-
Public Health	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	1,000	-	-
Environmental and Public Health Services	99,864	81,246	118,174
Restructurings	-	-	-
Total Environmental and Public Health Services	99,864	81,246	118,174
PLANNING AND DEVELOPMENT SERVICES			
Wages and Benefits	-	-	-
Professional/Contractual Services	-	-	-
Grants and contributions	-	-	-
- operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Restructurings	-	-	-
Total Planning and Development Services	-	-	-
RECREATION AND CULTURAL SERVICES			
Wages and Benefits	-	-	-
Professional/Contractual Services	-	-	-
Utilities	-	-	-
Maintenance, Materials, and Supplies	-	-	-
Grants and contributions	-	-	-
- operating	14,960	14,960	14,670
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other	-	-	-
Recreation and Cultural Services	14,960	14,960	14,670
Restructurings	-	-	-
Total Recreation and Cultural Services	\$ 14,960	\$ 14,960	\$ 14,670

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

Total Expenses by Function

As at December 31, 2019

Schedule 3 - 3

	Budget 2019	2019	2018
UTILITY SERVICES			
Wages and Benefits	\$ 7,200	\$ 5,399	\$ 7,040
Professional/Contractual Services	-	-	-
Utilities	6,900	6,149	6,330
Maintenance, Materials and Supplies	32,800	39,039	20,046
Grants and contributions			
- operating	-	-	-
- capital	-	-	-
Amortization	2,141	2,141	2,141
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other	-	-	-
Utility Services	49,041	52,728	35,557
Restructurings	-	-	-
Total Utility Services	49,041	52,728	35,557
TOTAL EXPENSES BY FUNCTION	\$ 2,301,071	\$ 2,253,329	\$ 2,284,197

RURAL MUNICIPALITY OF HUMBOLDT NO. 370
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	\$ 4,074	\$ -	\$ 127,942	\$ 264	\$ (110)	\$ -	\$ 35,913	\$ 168,083
Tangible Capital Asset Sales - Gain (Loss)	(4,482)	-	(103,056)	-	-	-	-	(107,538)
Land Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Investment Income and Commissions	28,571	-	-	-	-	-	-	28,571
Other Revenues	-	-	-	-	-	-	-	-
Grants - Conditional	-	-	24,300	-	-	-	-	24,300
- Capital	-	-	111,569	-	-	-	-	111,569
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	28,163	-	160,755	264	(110)	-	35,913	224,985
Expenses (Schedule 3)								
Wages and Benefits	193,034	17,257	498,595	-	-	-	5,399	714,285
Professional/Contractual Services	102,521	44,054	192,433	73,549	-	-	-	412,557
Utilities	8,356	-	17,340	-	-	-	6,149	31,845
Maintenance Material and Supplies	37,309	-	599,695	10,291	-	-	39,039	686,334
Grants and Contributions	-	-	-	(2,594)	-	14,960	-	12,366
Amortization	2,699	-	369,826	-	-	-	2,141	374,666
Interest	-	-	21,276	-	-	-	-	21,276
Allowance for Uncollectibles	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total Expenses	343,919	61,311	1,699,165	81,246	-	14,960	52,728	2,253,329
Surplus (Deficit) by Function	(315,756)	(61,311)	(1,538,410)	(80,982)	(110)	(14,960)	(16,815)	(2,028,344)
Taxes and other unconditional revenue (Schedule 1)								2,613,473
Net Surplus (Deficit)								\$ 585,129

See notes to financial statements

RURAL MUNICIPALITY OF HUMBOLDT NO. 370
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	\$ 9,695	\$ -	\$ 89,614	\$ 183	\$ 741	\$ -	\$ 31,824	\$ 132,057
Tangible Capital Asset Sales - Gain (Loss)	-	-	(85,433)	-	-	-	-	(85,433)
Land Sales - Gain (Loss)	1,458	-	-	-	-	-	-	1,458
Investment Income and Commissions	10,049	-	-	-	-	-	-	10,049
Other Revenues	-	-	-	-	-	-	-	-
Grants - Conditional	-	-	24,300	-	-	-	-	24,300
- Capital	-	-	449,428	-	-	-	-	449,428
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	21,202	-	477,909	183	741	-	31,824	531,859
Expenses (Schedule 3)								
Wages and Benefits	174,055	16,790	478,114	-	-	-	7,040	675,999
Professional/ Contractual Services	87,608	43,259	281,548	112,265	-	-	-	524,680
Utilities	8,656	-	10,138	-	-	-	6,330	25,124
Maintenance Material and Supplies	35,016	-	613,211	5,909	-	-	20,046	674,182
Grants and Contributions	-	-	-	-	-	14,670	-	14,670
Amortization	2,699	-	351,389	-	-	-	2,141	356,229
Interest	-	-	13,313	-	-	-	-	13,313
Allowance for Uncollectibles	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total Expenses	308,034	60,049	1,747,713	118,174	-	14,670	35,557	2,284,197
Surplus (Deficit) by Function	(286,832)	(60,049)	(1,269,804)	(117,991)	741	(14,670)	(3,733)	(1,752,338)
Taxes and other unconditional revenue (Schedule 1)								
Net Surplus (Deficit)								2,528,839
								\$ 776,501

See notes to financial statements

RURAL MUNICIPALITY OF HUMBOLDT NO. 370
 Schedule of Tangible Capital Assets by Object

As at December 31, 2019

Schedule 6

	2019							2018 Total
	General Assets							
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Infrastructure Assets Linear Assets	General/ Infrastructure Assets Under Construction	
Asset cost								
Opening Asset costs	\$ 1,105	\$ -	\$ 120,236	\$ 206,226	\$ 3,338,252	\$ 7,084,945	\$ -	\$ 10,750,764
Additions during the year	-	-	678,620	-	47,700	27,875	-	754,195
Disposals and write-downs during the year	-	-	(39,263)	-	(434,168)	(5,613)	-	(472,667)
Transfers (from) assets under construction	-	-	-	-	-	-	-	-
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
Closing Asset Costs	1,105	-	759,593	206,226	2,951,784	7,107,207	-	11,025,915
Accumulated Amortization Cost								
Opening Accumulated Amortization Costs	-	-	82,750	36,560	558,563	4,805,755	-	5,483,628
Add: Amortization taken	-	-	2,699	12,467	203,409	156,091	-	374,666
Less: Accumulated amortization on disposals	-	-	(36,863)	-	(218,762)	(3,531)	-	(259,156)
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
Closing Accumulated Amortization Costs	-	-	48,586	49,027	543,210	4,958,315	-	5,599,138
Net Book Value	\$ 1,105	\$ -	\$ 711,007	\$ 157,199	\$ 2,408,574	\$ 2,148,892	\$ -	\$ 5,426,777

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 HUMBOLDT NO. 370
 Schedule of Tangible Capital Assets by Function

As at December 31, 2019

Schedule 7

	2019						2018 Total	
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture		Water & Sewer
Asset cost								
Opening Asset costs	\$ 82,073	\$ -	\$ 10,533,071	\$ -	\$ -	\$ -	\$ 135,620	\$ 10,750,764
Additions during the year	678,620	-	47,700	-	-	-	27,875	754,195
Disposals and write-downs during the year	(39,263)	-	(434,168)	-	-	-	(5,613)	(472,667)
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
Closing Asset Costs	721,430	-	10,146,603	-	-	-	157,882	11,025,915
Accumulated Amortization Cost								
Opening Accumulated Amortization Costs	45,883	-	5,374,436	-	-	-	63,309	5,483,628
Add: Amortization taken	2,699	-	369,826	-	-	-	2,141	374,666
Less: Accumulated amortization on disposals	(36,863)	-	(218,762)	-	-	-	(3,531)	(259,156)
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	(142,004)
Closing Accumulated Amortization Costs	11,719	-	5,525,500	-	-	-	61,919	5,599,138
Net Book Value	\$ 709,711	\$ -	\$ 4,621,103	\$ -	\$ -	\$ -	\$ 95,963	\$ 5,426,777
								\$ 5,267,136

See notes to financial statements

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

Schedule of Accumulated Surplus

As at December 31, 2019

Schedule 8

	2018	Changes	2019
UNAPPROPRIATED SURPLUS	\$ 2,063,904	\$ 306,098	\$ 2,370,002
APPROPRIATED RESERVES			
Machinery and Equipment	-	-	-
Public Reserve	34,795	(2,935)	31,860
Capital Trust	-	-	-
Utility	-	-	-
Other (specify)	-	-	-
Total Appropriated	34,795	(2,935)	31,860
ORGANIZED HAMLETS			
Organized Hamlet of	-	-	-
Total Organized Hamlets	-	-	-
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6, 7)	5,267,136	159,641	5,426,777
Less: Related debt	(547,168)	122,325	(424,843)
Net Investment in Tangible Capital Assets	4,719,968	281,966	5,001,934
Total Accumulated Surplus	\$ 6,818,667	\$ 585,129	\$ 7,403,796

RURAL MUNICIPALITY OF HUMBOLDT NO. 370
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	\$113,196,965	\$ 52,091,707	\$ -	\$ 17,404,370	\$ 33,256,000	\$ -	\$215,949,042
Regional Park Assessment	-	-	-	-	-	-	-
Total Assessment	113,196,965	52,091,707	-	17,404,370	33,256,000	-	215,949,042
Mill Rate Factor(s)	1.0100	0.6300	-	0.6300	1.7300	-	-
Total Base/Minimum Tax (generated for each property class)	-	-	-	-	-	-	-
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 1,297,633	\$ 372,482	\$ -	\$ 124,450	\$ 652,998	\$ -	\$ 2,447,564

MILL RATES:

Average Municipal *	11.3340
Average School	3.0416
Potash Mill Rate	-
Uniform Municipal Mill Rate	11.3500

* 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 HUMBOLDT NO. 370

Schedule of Council Remuneration

As at December 31, 2019

Schedule 10

	Name	Remuneration	Reimbursed Costs	Total
Position				
Reeve	Larry Ries	\$ 6,882	\$ -	\$ 6,882
Councillor	Harold Jenkins	6,814	-	6,814
Councillor	Clarence Puetz	6,834	-	6,834
Councillor	Leon Lueke	6,576	-	6,576
Councillor	Pat Pomedli	7,358	-	7,358
Councillor	Blair Hoppe	6,655	-	6,655
Councillor	Stan Hoppe	6,992	-	6,992
Total		\$ 48,111	\$ -	\$ 48,111

RURAL MUNICIPALITY OF HUMBOLDT NO. 370
Schedule of Restructuring
Year Ended December 31, 2019

2019

Carrying amount of Assets and Liabilities Transferred/Received at Restructuring Date:

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

RURAL MUNICIPALITY OF HUMBOLDT NO. 370
Financial Statements
Year Ended December 31, 2020

RURAL MUNICIPALITY OF HUMBOLDT NO. 370
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Year Ended December 31, 2020

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Management's Responsibility

The municipality's management is responsible for the preparation and presentation of the accompanying 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.



Corinne Richardson, Administrator



Mr. Ryan Fleischhacker, Reeve

Humboldt, SK

Date: Sept 14/21

INDEPENDENT AUDITOR'S REPORT

To the Council of the Rural Municipality of Humboldt No. 370

Qualified Opinion

We have audited the financial statements of the Rural Municipality of Humboldt No. 370 (the Municipality), which comprise the statement of financial position as at December 31, 2020, 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, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Municipality as at December 31, 2020, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified Opinion

We were not able to observe the counting of inventories at December 31, 2020 and December 31, 2019 or satisfy ourselves by alternative means concerning inventory quantities as at those dates. As a result of this matter, we were unable to determine whether adjustments might have been necessary in respect of the surplus of revenues over expenses and cash flows from operating activities for the years ended December 31, 2020 and December 31, 2019, inventory reported in supplies on the statement of financial position as at December 31, 2020 and December 31, 2019 and accumulated surplus (deficit) as at December 31, 2020, January 1, 2020 and December 31, 2019. Our audit opinion on the financial statements for the year ended December 31, 2019 was modified accordingly because of the possible effects of this limitation in scope.

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

Emphasis of Matter

We draw attention to Note 14 to the financial statements, which explains that certain comparative information presented for the year ended December 31, 2019 has been restated. Our opinion is not modified in respect of this matter.

Other Matter

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.

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 Municipality's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Municipality or to cease operations, or has no realistic alternative but to do so.

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

(continues)

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 Municipality's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the 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.

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

Saskatoon, SK
September 14, 2021

Chartered Professional Accountants

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

Statement of Financial Position

As at December 31, 2020

Statement 1

	2020	2019 (Restated - see Note 14)
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	\$ 2,119,992	\$ 1,723,861
Taxes Receivable - Municipal (Note 3)	153,444	119,380
Other Accounts Receivable (Note 4)	41,524	26,551
Land for Resale (Note 5)	-	-
Long-Term Investments (Note 6)	132,603	125,150
Debt Charges Recoverable	-	-
Other	-	-
Total financial assets	2,447,563	1,994,942
LIABILITIES		
Bank indebtedness	-	-
Accounts Payable	1,639	13,631
Accrued Liabilities Payable	-	-
Deposits	-	-
Deferred Revenue (Note 8)	166,616	83,869
Accrued Landfill Costs	-	-
Liability for Contaminated Sites (Note 9)	-	-
Other Liabilities	-	-
Long-Term Debt (Note 7)	304,947	424,843
Lease Obligations	-	-
Total liabilities	473,202	522,343
NET FINANCIAL ASSETS	1,974,361	1,472,599
NON-FINANCIAL ASSETS		
Tangible Capital Assets(Schedule 6, 7)	5,703,086	5,426,777
Prepayments and Deferred Charges	46,560	46,194
Stock and Supplies	348,790	374,357
Other	-	-
Total Non-Financial Assets	6,098,436	5,847,328
ACCUMULATED SURPLUS (Schedule 8)	\$ 8,072,797	\$ 7,319,927

See notes to financial statements

RURAL MUNICIPALITY OF HUMBOLDT NO. 370
Statement of Operations and Accumulated Surplus
As at December 31, 2020
Statement 2

	Budget	2020	2019 (Restated - see Note 14)
REVENUES OTHER THAN PROVINCIAL/FEDERAL CAPITAL GRANTS AND CONTRIBUTIONS			
Taxes and Other Unconditional Revenue (Schedule 1)	\$ 2,753,898	\$ 2,811,030	\$ 2,613,473
Fees and Charges (Schedule 4, 5)	100,730	136,912	168,082
Conditional Grants (Schedule 4, 5)	33,707	33,966	24,300
Tangible Capital Assets Sales - Gain (Loss) (Schedule 4, 5)	-	(72,530)	(107,538)
Land Sales - Gain (Loss) (Schedule 4, 5)	-	-	-
Investment Income and Commissions (Schedule 4, 5)	12,200	20,111	28,571
Restructurings (Schedule 4, 5)	-	-	-
Other Revenues (Schedule 4, 5)	-	-	-
Total Revenues other than Provincial/Federal Capital Grants and Contributions	2,900,535	2,929,489	2,726,888
EXPENSES			
General Government Services (Schedule 3)	347,404	332,298	343,919
Protective Services (Schedule 3)	66,128	65,331	61,311
Transportation Services (Schedule 3)	1,943,838	1,784,100	1,699,165
Environmental and Public Health Services (Schedule 3)	70,141	79,106	81,246
Planning and Development Services (Schedule 3)	-	-	-
Recreation and Cultural Services (Schedule 3)	14,960	15,708	14,960
Utility Services (Schedule 3)	46,041	34,462	52,728
Restructurings (Schedule 3)	-	-	-
Total Expenses	2,488,512	2,311,005	2,253,329
Surplus (Deficit) of Revenues over Expenses before Provincial/Federal Capital Grants and Contributions	412,023	618,484	473,559
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	30,921	134,386	27,701
Surplus (Deficit) of Revenues over Expenses	442,944	752,870	501,260
Accumulated Surplus (Deficit), Beginning of Year	7,403,796	7,403,796	6,818,667
Prior Period Adjustment (Note 14)	(83,869)	(83,869)	-
Accumulated Surplus (Deficit), Beginning of Year, As Restated	7,319,927	7,319,927	6,818,667
ACCUMULATED SURPLUS - END OF YEAR	\$ 7,762,871	\$ 8,072,797	\$ 7,319,927

See notes to financial statements

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

Statement of Change in Net Financial Assets

As at December 31, 2020

Statement 3

	Budget	2020	2019 (Restated - see Note 14)
Surplus (Deficit)	\$ 442,944	\$ 752,870	\$ 501,260
(Acquisition) of tangible capital assets	(170,000)	(896,967)	(754,195)
Amortization of tangible capital assets	371,878	348,555	374,666
Proceeds on disposal of tangible capital assets	-	199,573	112,348
Loss (gain) on the disposal of tangible capital assets	-	72,530	107,538
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (Deficit) of capital expenses over expenditures	201,878	(276,309)	(159,643)
(Acquisition) of supplies inventories	-	(348,790)	(374,357)
(Acquisition) of prepaid expense	-	(46,560)	(46,194)
Consumption of supplies inventory	-	374,357	440,817
Use of prepaid expense	-	46,194	765
Surplus (Deficit) of expenses of other non-financial over expenditures	-	25,201	21,031
Increase/Decrease in Net Financial Assets	644,822	501,762	362,648
Net Financial Assets (Debt) - Beginning of Year	1,472,599	1,472,599	1,109,951
Net Financial Assets (Debt) - End of Year	\$ 2,117,421	\$ 1,974,361	\$ 1,472,599

RURAL MUNICIPALITY OF HUMBOLDT NO. 370
Statement of Cash Flows
As at December 31, 2020
Statement 4

Cash provided by (used for) the following activities

	2020	2019 (Restated - see Note 14)
Operating:		
Surplus (Deficit)	\$ 752,870	\$ 501,260
Amortization	348,555	374,666
Loss (gain) on disposal of tangible capital assets	72,530	107,538
	<u>1,173,955</u>	<u>983,464</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	(34,064)	10,087
Other Receivables	(14,973)	19,221
Accounts Payable	(11,992)	(285)
Deferred Revenue	82,747	77,766
Prepayments and Deferred Charges	(366)	(45,429)
Stock and Supplies	25,567	66,458
	<u>46,919</u>	<u>127,818</u>
Cash provided by operating transactions	<u>1,220,874</u>	<u>1,111,282</u>
Capital:		
Acquisition of capital assets	(896,967)	(754,195)
Proceeds from the disposal of capital assets	199,573	112,348
Other capital	-	-
	<u>(697,394)</u>	<u>(641,847)</u>
Cash applied to capital transactions	<u>(697,394)</u>	<u>(641,847)</u>
Investing:		
Long-Term Investments	(7,453)	(10,807)
Other	-	-
	<u>(7,453)</u>	<u>(10,807)</u>
Cash provided by (applied to) investing transactions	<u>(7,453)</u>	<u>(10,807)</u>
Financing:		
Debt charges recovered	-	-
Long-term debt issued	157,940	275,600
Long-term debt repaid	(277,836)	(397,923)
Other financing	-	-
	<u>(119,896)</u>	<u>(122,323)</u>
Cash provided by (applied to) financing transactions	<u>(119,896)</u>	<u>(122,323)</u>
Change in Cash and Temporary Investments during the year	<u>396,131</u>	<u>336,305</u>
Cash and Temporary Investments - Beginning of Year	<u>1,723,861</u>	<u>1,387,556</u>
Cash and Temporary Investments - End of Year (Note 2)	<u>\$ 2,119,992</u>	<u>\$ 1,723,861</u>

See notes to financial statements

Notes to Financial Statements

As at December 31, 2020

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, 2020

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 (SARM) - 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)

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

Notes to Financial Statements

As at December 31, 2020

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.

(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)

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

Notes to Financial Statements

As at December 31, 2020

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 May 12, 2020.

(continues)

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

Notes to Financial Statements

As at December 31, 2020

1. Significant accounting policies (continued)

(t) New Accounting Standards and Amendments to Standards:

Future Accounting Standards, Effective for fiscal years beginning on or after April 1, 2022:

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

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

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

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

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

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

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

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

2. Cash and Temporary Investments

	2020	2019
Royal bank of Canada - operating	\$ 1,297,554	\$ 1,189,079
Royal bank of Canada - savings	597,315	390,868
Royal bank of Canada - capital savings	224,953	140,803
Royal bank of Canada - capital savings	-	2,941
Petty cash	170	170
Total Cash and Temporary Investments	\$ 2,119,992	\$ 1,723,861

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 HUMBOLDT NO. 370

Notes to Financial Statements

As at December 31, 2020

3. Taxes Receivable - Municipal

	2020	2019
<u>Municipal</u>		
- current	\$ 122,719	\$ 95,121
- arrears	30,725	24,259
	<u>153,444</u>	<u>119,380</u>
Less - allowance for uncollectibles	-	-
Total municipal taxes receivable	<u>153,444</u>	<u>119,380</u>
<u>School</u>		
- current	33,058	29,313
- arrears	10,184	9,300
Total school taxes receivable	<u>43,242</u>	<u>38,613</u>
Other (Hail and LCDB)	22,732	16,457
Total taxes and grants in lieu receivable	<u>219,418</u>	<u>174,450</u>
Deduct taxes receivable to be collected on behalf of other organizations	<u>(65,974)</u>	<u>(55,070)</u>
Total Taxes Receivable - Municipal	\$ 153,444	\$ 119,380

4. Other Accounts Receivable

	2020	2019
Federal Government	\$ 26,867	\$ 16,593
Provincial Government	-	-
Local Government	-	-
Utility	7,312	6,681
Trade	7,345	3,277
Other	-	-
Total Other Accounts Receivable	<u>41,524</u>	<u>26,551</u>
Less: allowance for uncollectibles	-	-
Net Other Accounts Receivable	\$ 41,524	\$ 26,551

5. Land for Resale

	2020	2019
Tax Title Property	\$ 767	\$ 767
Allowance for market value adjustment	(767)	(767)
Net Tax Title Property	<u>-</u>	<u>-</u>
Land for Resale	-	-
Allowance for market value adjustment	-	-
Net Other Land	<u>-</u>	<u>-</u>
Total Land for Resale	\$ -	\$ -

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

Notes to Financial Statements

As at December 31, 2020

6. Investments

	2020	2019
SARM - liability self-insurance plan	\$ 77,689	\$ 74,218
SARM - property self-insurance plan	31,645	27,663
Humboldt Co-operative Association - member equity	23,269	23,269
Total Investments	\$ 132,603	\$ 125,150

The long term investments in the Saskatchewan Association of Rural Municipalities (SARM) Self Insurance Funds 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 the SARM self insurance funds.

Member equity in the Humboldt Co-operative Association is recorded at acquisition cost.

7. Long-term Debt

The debt limit of the municipality is \$ 2,501,855. 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)).

Bank loan of \$123,801 is repayable to the Royal Bank of Canada in monthly blended payments of \$4,577 and bears interest at a rate of 2.77% per annum. The loan matures in 2023.

Future principal and interest payments are as follows:

Year	Principal	Interest	Total
2021	\$ 52,153	\$ 2,771	\$ 54,924
2022	53,617	1,307	54,924
2023	18,031	277	18,308
Balance	123,801	4,355	128,156

Bank loan of \$103,265 is repayable to the Royal Bank of Canada in monthly blended payments of \$8,135 and bears interest at a rate of 3.98% per annum. The loan matures in 2022.

Future principal repayments are estimated as follows:

Year	Principal	Interest	Total
2021	\$ 95,229	\$ 2,391	\$ 97,620
2022	8,036	99	8,135
Balance	103,265	2,490	105,755

Bank loan of \$77,881 is repayable to the Royal Bank of Canada in monthly blended payments of \$7,235 and bears interest at a rate of 3.92% per annum. The loan matures in 2021.

Future principal repayments are estimated as follows:

Year	Principal	Interest	Total
2021	\$ 77,881	\$ 1,523	\$ 79,404

Total long term debt at December 31, 2020 **\$ 304,947 \$ 8,368 \$ 313,315**

Two additional loans to the Royal bank of Canada matured during the year and were paid out in full.

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

Notes to Financial Statements

As at December 31, 2020

8. Deferred Revenue

	2020	2019 (Restated - see Note 14)
<u>Federal Gas Tax Fund Program</u>		
Balance - Beginning of Year	\$ 83,869	\$ -
Add: Amounts received during the year	82,747	111,569
Less: Amounts recognized as revenue during the year	-	(27,700)
Balance - End of Year	<u>\$ 166,616</u>	<u>\$ 83,869</u>

9. 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.

10. Pension Plan

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality pension expense in 2020 was \$28,039. The benefits accrued to the municipality's employees from MEPP are calculated using the following: pensionable years of service, highest average salary, and the plan accrual rate.

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

	2020	2019
<u>Details of MEPP</u>		
Number of active members	7	7
Member contribution rates (percentage of salary):		
Employee contribution - general members	9.00%	9.00%
Employer contribution - general members	9.00%	9.00%
Member contributions for the year	28,039	28,381
Employer contributions for the year	28,039	28,381
Financial position of the plan:		
Plan assets	3,221,426,000	2,819,222,000
Plan liabilities	2,382,526,000	2,160,754,000
Accounting pension surplus	<u>\$ 838,900,000</u>	<u>\$ 658,468,000</u>

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

11. Comparative Figures

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

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

Notes to Financial Statements

As at December 31, 2020

12. Impacts of COVID-19

The outbreak of a novel strain of coronavirus ("COVID-19") was declared a global pandemic by the World Health Organization in March 2020. COVID-19 has severely impacted many economies around the globe. In many countries, including Canada, businesses were forced to cease or limit operations for long periods of time. Measures taken to contain the spread of the virus, including travel bans, quarantines, social distancing, and closures of non-essential services have triggered significant disruptions to businesses worldwide, resulting in an economic slowdown. Global stock markets have also experienced great volatility and a significant weakening. Governments and central banks have responded with monetary and fiscal interventions to stabilize economic conditions.

Impact to the municipality was minimal. Operations were not impacted. The municipality did close the office for a period of time, staff worked from home, and virtual meetings were held for the majority of the year. Necessary expenses incurred during the year were for more personal protection equipment than usual and the creation and display of COVID-19 safety practices signage.

The municipality does not anticipate any additional impact resulting from COVID-19 subsequent to December 31, 2020.

13. Budget Data

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

	<u>2020</u>
Budget surplus per Statement of Operations	442,944
Less: Capital expenditures	(170,000)
Less: Amortization not included on cash budget	371,878
Less: loan repayments	<u>(310,000)</u>
Per approved municipal budget	<u>\$ 334,822</u>

14. Prior Period Adjustment

During 2020 it was determined that Gas Tax Program funding recognized as revenue from the Province of Saskatchewan in 2019 had not met all criteria to be recognized as a government transfer and should have been recorded as deferred revenue. As a result, the previously recorded revenues required adjustment. The Municipality has treated this adjustment as an error. As a result the municipality has restated its 2019 comparative figures to reflect this correction as follows:

	2019 Previously Reported	Adjustments	2019 Restated
Statement of Financial Position			
Deferred Revenue	\$ -	\$ 83,869	\$ 83,869
Total Liabilities	438,474	83,869	522,343
Net Financial Assets	1,556,468	(83,869)	1,472,599
Accumulated Surplus	7,403,796	(83,869)	7,319,927
Statement of Operations			
Provincial/Federal Capital Grants and Contributions	111,570	(83,869)	27,701
Surplus of Revenues over Expenses	585,129	(83,869)	501,260
Accumulated Surplus - End of Year	7,403,796	(83,869)	7,319,927
Statement of Changes in Net Financial Assets			
Surplus (Deficit)	585,129	(83,869)	501,260
Increase/Decrease in Net Financial Assets	446,517	(83,869)	362,648
Net Financial Assets (Debt) - End of Year	1,556,468	(83,869)	1,472,599
Statement of Cash Flows			
Surplus (Deficit)	585,129	(83,869)	501,260
Deferred Revenue	(6,103)	83,869	77,766

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

Schedule of Taxes and Other Unconditional Revenue

As at December 31, 2020

Schedule 1

	Budget 2020	2020	2019
TAXES			
General municipal tax levy	\$ 2,558,102	\$ 2,541,507	\$ 2,447,564
Abatements and adjustments	(2,000)	1,851	(2,980)
Discount on current year taxes	(106,000)	(110,021)	(104,649)
Net Municipal Taxes	2,450,102	2,433,337	2,339,935
Potash tax share	1,930	1,823	1,930
Trailer license fees	-	-	-
Penalties on tax arrears	5,000	5,973	5,792
Special tax levy	-	-	-
Other (public reserve)	-	16,436	-
Total Taxes	2,457,032	2,457,569	2,347,657
UNCONDITIONAL GRANTS			
Revenue Sharing	286,941	286,999	255,185
Organized Hamlet	-	-	-
Other (Safe Restart Program)	-	55,776	-
Total Unconditional Grants	286,941	342,775	255,185
GRANTS IN LIEU OF TAXES			
Federal	-	-	-
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
Transgas	625	680	625
Central Services	-	-	-
SaskTel	-	-	-
Other - Fisheries and wild	2,300	2,336	2,358
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other - Grants	7,000	7,670	7,648
Other Government Transfers			
S.P.C. Surcharge	-	-	-
Sask Energy Surcharge	-	-	-
Other	-	-	-
Total Grants in Lieu of Taxes	9,925	10,686	10,631
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 2,753,898	\$ 2,811,030	\$ 2,613,473

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

Schedule of Operating and Capital Revenue by Function

As at December 31, 2020

Schedule 2 - 1

	Budget 2020	2020	2019
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and charges	\$ -	\$ -	\$ -
- Custom work	-	-	-
- Sales of supplies	2,200	1,317	2,097
- Other (certificates/ hail roll)	1,800	2,153	1,976
Total Fees and Charges	4,000	3,470	4,073
- Tangible capital asset sales - gain (loss)	-	-	(4,482)
- Land sales - gain (loss)	-	-	-
- Investment income and commissions	12,200	20,111	28,571
- Other	-	-	-
Total Other Segmented Revenue	16,200	23,581	28,162
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	16,200	23,581	28,162
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total General Government Services	16,200	23,581	28,162
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
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	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Protective Services	\$ -	\$ -	\$ -

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

Schedule of Operating and Capital Revenue by Function

As at December 31, 2020

Schedule 2 - 2

	Budget 2020	2020	2019
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ 500	\$ -
- Custom work	20,000	76,772	84,485
- Sales of supplies	-	-	-
- Road Maintenance and Restoration	-	-	-
- Agreements	10,000	14,226	8,659
- Frontage	-	-	-
- Other - Gravel Excavation	33,100	1,889	34,798
Total Fees and Charges	63,100	93,387	127,942
- Tangible capital asset sales - gain (loss)	-	(72,530)	(103,056)
- Other	-	-	-
Total Other Segmented Revenue	63,100	20,857	24,886
Conditional Grants			
- MREP (CTP)	24,300	24,560	24,300
- Student Employment	-	-	-
- Other (TransGas Mitigation)	9,407	9,406	-
Total Conditional Grants	33,707	33,966	24,300
Total Operating	96,807	54,823	49,186
Capital			
Conditional Grants			
- Federal Gas Tax	27,585	-	27,701
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
- Provincial Disaster Assistance	3,336	-	-
- Other (MEEP)	-	134,386	-
Total Capital	30,921	134,386	27,701
Restructuring Revenue	-	-	-
Total Transportation Services	127,728	189,209	76,887
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	200	64	264
- Waste and Disposal Fees	-	-	-
- Other	-	-	-
Total Fees and Charges	200	64	264
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	200	64	264
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	200	64	264
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- ICIP	-	-	-
- TAPD	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Environmental and Public Health Services	\$ 200	\$ 64	\$ 264

RURAL MUNICIPALITY OF HUMBOLDT NO. 370
Schedule of Operating and Capital Revenue by Function
As at December 31, 2020
Schedule 2 - 3

	Budget 2020	2020	2019
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Maintenance and Development Charges	-	-	-
- Other - Development Permits	400	1,150	(110)
Total Fees and Charges	400	1,150	(110)
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	400	1,150	(110)
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	400	1,150	(110)
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Planning and Development Services	400	1,150	(110)
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenues			
Fees and Charges	-	-	-
- Other	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- Local Government	-	-	-
- Donations	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- ICIP	-	-	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Recreation and Cultural Services	\$ -	\$ -	\$ -

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

Schedule of Operating and Capital Revenue by Function

As at December 31, 2020

Schedule 2 - 4

	Budget 2020	2020	2019
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Water	33,030	38,841	35,913
- Sewer	-	-	-
- Other	-	-	-
Total Fees and Charges	33,030	38,841	35,913
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	33,030	38,841	35,913
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	33,030	38,841	35,913
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- ICIP	-	-	-
- New Building Canada Fund (SCF, NRP)	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Utility Services	33,030	38,841	35,913
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 177,558	\$ 252,845	\$ 141,116

SUMMARY

Total Other Segmented Revenue	\$ 112,930	\$ 84,493	\$ 89,115
Total Conditional Grants	33,707	33,966	24,300
Total Capital Grants and Contributions	30,921	134,386	27,701
Restructuring Revenue	-	-	-
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 177,558	\$ 252,845	\$ 141,116

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

Total Expenses by Function

As at December 31, 2020

Schedule 3 - 1

	Budget 2020	2020	2019
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 51,000	\$ 50,022	\$ 48,111
Wages and benefits	149,985	144,136	144,923
Professional/Contractual services	94,100	97,217	102,521
Utilities	10,200	8,093	8,356
Maintenance, materials and supplies	39,420	30,131	37,309
Grants and contributions	-	-	-
- operating	-	-	-
- capital	-	-	-
Amortization	2,699	2,699	2,699
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other	-	-	-
General Government Services	347,404	332,298	343,919
Restructurings	-	-	-
Total General Government Services	347,404	332,298	343,919
PROTECTIVE SERVICES			
Police Protection			
Wages and benefits	-	-	-
Professional/Contractual Services	45,000	45,034	43,469
Utilities	-	-	-
Maintenance, Materials and Supplies	-	-	-
Grants and contributions	-	-	-
- operating	-	-	-
- capital	-	-	-
Other	-	-	-
Fire Protection			
Wages and benefits	19,128	19,128	17,257
Professional/Contractual Services	2,000	1,169	585
Utilities	-	-	-
Maintenance, Materials and Supplies	-	-	-
Grants and contributions	-	-	-
- operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Protective Services	66,128	65,331	61,311
Restructurings	-	-	-
Total Protective Services	66,128	65,331	61,311
TRANSPORTATION SERVICES			
Wages and Benefits	542,100	513,210	498,595
Professional/Contractual Services	258,500	237,847	192,433
Utilities	19,200	11,205	17,340
Maintenance, Materials and Supplies	416,000	324,452	376,699
Gravel	320,000	339,891	222,996
Grants and contributions	-	-	-
- operating	-	-	-
- capital	-	-	-
Amortization	367,038	343,715	369,826
Interest	21,000	13,780	21,276
Other	-	-	-
Transportation Services	1,943,838	1,784,100	1,699,165
Restructurings	-	-	-
Total Transportation Services	\$ 1,943,838	\$ 1,784,100	\$ 1,699,165

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

Total Expenses by Function

As at December 31, 2020

Schedule 3 - 2

	Budget 2020	2020	2019
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and Benefits	\$ -	\$ -	\$ -
Professional/Contractual Services	60,841	73,587	73,549
Utilities	-	-	-
Maintenance, Materials and Supplies	7,000	7,221	10,291
Grants and contributions	-	-	-
- Operating	2,300	(1,702)	(2,594)
Waste disposal	-	-	-
Public Health	-	-	-
- Capital	-	-	-
Waste disposal	-	-	-
Public Health	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Environmental and Public Health Services	70,141	79,106	81,246
Restructurings	-	-	-
Total Environmental and Public Health Services	70,141	79,106	81,246
PLANNING AND DEVELOPMENT SERVICES			
Wages and Benefits	-	-	-
Professional/Contractual Services	-	-	-
Grants and contributions	-	-	-
- operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Restructurings	-	-	-
Total Planning and Development Services	-	-	-
RECREATION AND CULTURAL SERVICES			
Wages and Benefits	-	-	-
Professional/Contractual Services	-	-	-
Utilities	-	-	-
Maintenance, Materials, and Supplies	-	-	-
Grants and contributions	-	-	-
- operating	14,960	15,708	14,960
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other	-	-	-
Recreation and Cultural Services	14,960	15,708	14,960
Restructurings	-	-	-
Total Recreation and Cultural Services	\$ 14,960	\$ 15,708	\$ 14,960

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

Total Expenses by Function

As at December 31, 2020

Schedule 3 - 3

	Budget 2020	2020	2019
UTILITY SERVICES			
Wages and Benefits	\$ 7,100	\$ 7,000	\$ 5,399
Professional/Contractual Services	-	-	-
Utilities	7,200	6,410	6,149
Maintenance, Materials and Supplies	29,600	18,911	39,039
Grants and contributions			
- operating	-	-	-
- capital	-	-	-
Amortization	2,141	2,141	2,141
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other	-	-	-
Utility Services	46,041	34,462	52,728
Restructurings	-	-	-
Total Utility Services	46,041	34,462	52,728
TOTAL EXPENSES BY FUNCTION	\$ 2,488,512	\$ 2,311,005	\$ 2,253,329

RURAL MUNICIPALITY OF HUMBOLDT NO. 370
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	\$ 3,470	\$ -	\$ 93,387	\$ 64	\$ 1,150	\$ -	\$ 38,841	\$ 136,912
Tangible Capital Asset Sales - Gain (Loss)	-	-	(72,530)	-	-	-	-	(72,530)
Land Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Investment Income and Commissions	20,111	-	-	-	-	-	-	20,111
Other Revenues	-	-	-	-	-	-	-	-
Grants - Conditional	-	-	33,966	-	-	-	-	33,966
- Capital	-	-	134,386	-	-	-	-	134,386
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	23,581	-	189,209	64	1,150	-	38,841	252,845
Expenses (Schedule 3)								
Wages and Benefits	194,158	19,128	513,210	-	-	-	7,000	733,496
Professional/Contractual Services	97,217	46,203	237,847	73,587	-	-	-	454,854
Utilities	8,093	-	11,205	-	-	-	6,410	25,708
Maintenance Material and Supplies	30,131	-	664,343	7,221	-	-	18,911	720,606
Grants and Contributions	-	-	-	(1,702)	-	15,708	-	14,006
Amortization	2,699	-	343,715	-	-	-	2,141	348,555
Interest	-	-	13,780	-	-	-	-	13,780
Allowance for Uncollectibles	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total Expenses	332,298	65,331	1,784,100	79,106	-	15,708	34,462	2,311,005
Surplus (Deficit) by Function	(308,717)	(65,331)	(1,594,891)	(79,042)	1,150	(15,708)	4,379	(2,058,160)
Taxes and other unconditional revenue (Schedule 1)								<u>2,811,030</u>
Net Surplus (Deficit)								\$ <u>752,870</u>

See notes to financial statements

RURAL MUNICIPALITY OF HUMBOLDT NO. 370
Schedule of Segment Disclosure by Function

As at December 31, 2019

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 4,073	\$ -	\$ 127,942	\$ 264	\$ (110)	\$ -	\$ 35,913	\$ 168,082
Tangible Capital Asset Sales - Gain (Loss)	(4,482)	-	(103,056)	-	-	-	-	(107,538)
Land Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Investment Income and Commissions	28,571	-	-	-	-	-	-	28,571
Other Revenues	-	-	-	-	-	-	-	-
Grants - Conditional	-	-	24,300	-	-	-	-	24,300
- Capital	-	-	27,701	-	-	-	-	27,701
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	28,162	-	76,887	264	(110)	-	35,913	141,116
Expenses (Schedule 3)								
Wages and Benefits	193,034	17,257	498,595	-	-	-	5,399	714,285
Professional/ Contractual Services	102,521	44,054	192,433	73,549	-	-	-	412,557
Utilities	8,356	-	17,340	-	-	-	6,149	31,845
Maintenance Material and Supplies	37,309	-	599,695	10,291	-	-	39,039	686,334
Grants and Contributions	-	-	-	(2,594)	-	14,960	-	12,366
Amortization	2,699	-	369,826	-	-	-	2,141	374,666
Interest	-	-	21,276	-	-	-	-	21,276
Allowance for Uncollectibles	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total Expenses	343,919	61,311	1,699,165	81,246	-	14,960	52,728	2,253,329
Surplus (Deficit) by Function	(315,757)	(61,311)	(1,622,278)	(80,982)	(110)	(14,960)	(16,815)	(2,112,213)
Taxes and other unconditional revenue (Schedule 1)								2,613,473
Net Surplus (Deficit)								\$ 501,260

See notes to financial statements

RURAL MUNICIPALITY OF HUMBOLDT NO. 370
Schedule of Tangible Capital Assets by Object
As at December 31, 2020

Schedule 6

2020

	General Assets										2019 Total
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Infrastructure Assets		General/ Infrastructure Assets Under Construction	Total	Total	
						Linear Assets					
Asset cost											
Opening Asset costs	\$ 1,105	\$ -	\$ 759,593	\$ 206,226	\$ 2,951,784	\$ 7,107,207	\$ -	\$ -	\$ 11,025,915	\$ 10,750,764	
Additions during the year	-	-	155,374	140,874	589,253	11,466	-	-	896,967	754,195	
Disposals and write-downs during the year	-	-	-	-	(420,855)	(2,512)	-	-	(423,367)	(479,044)	
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-	-	
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-	-	
Closing Asset Costs	1,105	-	914,967	347,100	3,120,182	7,116,161	-	-	11,499,515	11,025,915	
Accumulated Amortization Cost											
Opening Accumulated	-	-	48,586	49,027	543,210	4,958,315	-	-	5,599,138	5,483,828	
Amortization Costs	-	-	20,699	12,467	161,324	154,065	-	-	348,555	374,666	
Add: Amortization taken	-	-	-	-	-	-	-	-	-	-	
Less: Accumulated amortization on disposals	-	-	-	-	(149,718)	(1,546)	-	-	(151,264)	(259,156)	
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-	-	
Closing Accumulated Amortization Costs	-	-	69,285	61,494	554,816	5,110,834	-	-	5,796,429	5,599,138	
Net Book Value	\$ 1,105	\$ -	\$ 845,682	\$ 285,606	\$ 2,565,366	\$ 2,005,327	\$ -	\$ -	\$ 5,703,086	\$ 5,426,777	

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

See notes to financial statements

RURAL MUNICIPALITY OF HUMBOLDT NO. 370
Schedule of Tangible Capital Assets by Function
As at December 31, 2020

Schedule 7

2020

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	2019 Total
Asset cost									
Opening Asset costs	\$ 721,430	\$ -	\$ 10,146,603	\$ -	\$ -	\$ -	\$ 157,882	\$ 11,025,915	\$ 10,750,764
Additions during the year	155,374	-	741,593	-	-	-	-	896,967	754,195
Disposals and write-downs during the year	-	-	(423,367)	-	-	-	-	(423,367)	(479,044)
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-
Closing Asset Costs	876,804	-	10,464,829	-	-	-	157,882	11,499,515	11,025,915
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	11,719	-	5,525,500	-	-	-	61,919	5,599,138	5,483,628
Add: Amortization taken	2,699	-	343,715	-	-	-	2,141	348,555	374,666
Less: Accumulated amortization on disposals	-	-	(151,264)	-	-	-	-	(151,264)	(259,156)
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-
Closing Accumulated Amortization Costs	14,418	-	5,717,951	-	-	-	64,060	5,796,429	5,599,138
Net Book Value	\$ 862,386	\$ -	\$ 4,746,878	\$ -	\$ -	\$ -	\$ 93,822	\$ 5,703,086	\$ 5,426,777

See notes to financial statements

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

Schedule of Accumulated Surplus

As at December 31, 2020

Schedule 8

	2019 (Restated - see Note 14)	Changes	2020
UNAPPROPRIATED SURPLUS	\$ 2,286,133	\$ 343,504	\$ 2,629,637
APPROPRIATED RESERVES			
Machinery and Equipment	-	-	-
Public Reserve	31,860	13,161	45,021
Capital Trust	-	-	-
Utility	-	-	-
Other (specify)	-	-	-
Total Appropriated	31,860	13,161	45,021
ORGANIZED HAMLETS			
Organized Hamlet of	-	-	-
Total Organized Hamlets	-	-	-
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6, 7)	5,426,777	276,309	5,703,086
Less: Related debt	(424,843)	119,896	(304,947)
Net Investment in Tangible Capital Assets	5,001,934	396,205	5,398,139
Total Accumulated Surplus	\$ 7,319,927	\$ 752,870	\$ 8,072,797

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

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	\$113,159,005	\$ 54,394,685	\$ -	\$ 16,845,090	\$ 35,739,300	\$ -	\$220,138,080
Regional Park Assessment	-	-	-	-	-	-	-
Total Assessment	113,159,005	54,394,685	-	16,845,090	35,739,300	-	220,138,080
Mill Rate Factor(s)	1.0100	0.6300	-	0.6300	1.7300	-	-
Total Base/Minimum Tax (generated for each property class)	-	-	-	-	-	-	-
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 1,314,342	\$ 394,089	\$ -	\$ 122,043	\$ 711,033	\$ -	\$ 2,541,507

MILL RATES:

Average Municipal *	11.5451
Average School	3.0863
Potash Mill Rate	-
Uniform Municipal Mill Rate	11.5000

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

See notes to financial statements

RURAL MUNICIPALITY OF HUMBOLDT NO. 370

Schedule of Council Remuneration

As at December 31, 2020

Schedule 10

	Name	Remuneration	Reimbursed Costs	Total
Position				
Reeve	Ryan Fleischhacker	\$ 1,560	\$ 460	\$ 2,020
Reeve	Larry Ries	7,605	2,665	10,270
Councillor	Harold Jenkins	3,900	1,612	5,512
Councillor	Christopher Jenkins	975	256	1,231
Councillor	Clarence Puetz	5,850	1,338	7,188
Councillor	Leon Lueke	4,875	1,240	6,115
Councillor	Brendan Kalthoff	975	277	1,252
Councillor	Pat Pomedli	5,850	1,657	7,507
Councillor	Blair Hoppe	5,265	1,525	6,790
Councillor	Stan Hoppe	5,850	1,742	7,592
Total		\$ 42,705	\$ 12,772	\$ 55,477

There was a general municipal election held in 2020 which is why there are more than seven total members of Council showing above. Larry Ries was Reeve from January 1 to November 8 but did not seek re-election. Ryan Fleischhacker was elected as the Reeve on November 9 and held this position through December 31. Councilor Pomedli was re-elected and was a member of council for the entire year. Councilor Harold Jenkins was a member of Council from January 1 to November 8 but did not seek re-election. Councilor Leon Lueke was a member of Council from January 1 to November 8 but was not re-elected. Councilors Christopher Jenkins and Kalthoff were newly elected and members of Council from November 9 to December 31.

Councilors Blair Hoppe, Stan Hoppe and Puetz were members of Council for the entire year and were not subject to the election due to the staggered election process.