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**INDEPENDENT AUDITOR'S REPORT**

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**To the Reeve and Council of the  
RM of Torch River No. 488**

**Opinion**

We have audited the financial statements of RM of Torch River No. 488, (the Municipality) which comprise of the Statement of Financial Position as at December 31, 2019, and the Statements of Operations, Change in Net Financial Assets, and Cash Flow for the year then ended, and Notes to the Financial Statements, including a summary of significant accounting policies.

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

**Basis for Opinion**

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the 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 opinion.

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

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

Tisdale, Saskatchewan  
June 15, 2020



Chartered Professional Accountants

**JANKE**LLP

## Management's Responsibility

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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 is required.

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

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

Janke 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.



Reeve/Councillor



Administrator

**Municipality of RM of Torch River No. 488**  
**Statement of Financial Position**  
**As at December 31, 2019**

Statement 1

	2019	2018
<b>FINANCIAL ASSETS</b>		
Cash and Temporary Investments (Note 2)	3,011,380	3,130,324
Taxes Receivable - Municipal (Note 3)	356,297	365,157
Other Accounts Receivable (Note 4)	138,692	100,429
Land for Resale (Note 5)	11,952	11,952
Long-Term Investments (Note 6)	201,238	184,839
Debt Charges Recoverable (Note 7)	-	-
Other (Specify)	-	-
<b>Total Financial Assets</b>	<b>3,719,559</b>	<b>3,792,701</b>
<b>LIABILITIES</b>		
Bank Indebtedness (Note 8)	-	-
Accounts Payable	211,792	141,987
Accrued Liabilities Payable	-	-
Deposits	-	-
Deferred Revenue (Note 9)	27,591	19,517
Accrued Landfill Costs (Note 10)	-	-
Liability for Contaminated Sites (Note 11)	-	-
Other Liabilities	-	-
Long-Term Debt (Note 12)	-	-
Lease Obligations (Note 13)	-	-
<b>Total Liabilities</b>	<b>239,383</b>	<b>161,504</b>
<b>NET FINANCIAL ASSETS (DEBT)</b>	<b>3,480,176</b>	<b>3,631,197</b>
<b>NON-FINANCIAL ASSETS</b>		
Tangible Capital Assets (Schedule 6, 7)	10,235,566	9,738,994
Prepayments and Deferred Charges	40,956	9,431
Stock and Supplies	503,771	541,958
Other (Note 14)	-	-
<b>Total Non-Financial Assets</b>	<b>10,780,293</b>	<b>10,290,383</b>
<b>ACCUMULATED SURPLUS (DEFICIT) (Schedule 8)</b>	<b>14,260,469</b>	<b>13,921,580</b>

Municipality of RM of Torch River No. 488

Statement of Operations

As at December 31, 2019

Statement 2

	2019 Budget	2019	2018
<b>REVENUES</b>			
Taxes and Other Unconditional Revenue (Schedule 1)	3,845,130	3,847,572	3,749,297
Fees and Charges (Schedule 4, 5)	211,710	254,790	145,182
Conditional Grants (Schedule 4, 5)	31,920	34,261	35,228
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	-	(71,134)	(199,238)
Land Sales - Gain (Schedule 4, 5)	-	-	-
Investment Income and Commissions (Schedule 4, 5)	31,800	48,820	31,313
Restructurings (Schedule 4,5)	-	-	-
Other Revenues (Schedule 4, 5)	-	1,035	51,156
<b>Total Revenues</b>	<b>4,120,560</b>	<b>4,115,344</b>	<b>3,812,938</b>
<b>EXPENSES</b>			
General Government Services (Schedule 3)	436,390	445,939	439,960
Protective Services (Schedule 3)	210,650	205,616	177,794
Transportation Services (Schedule 3)	2,430,690	3,039,468	2,757,532
Environmental and Public Health Services (Schedule 3)	202,640	204,801	200,222
Planning and Development Services (Schedule 3)	41,620	43,674	17,502
Recreation and Cultural Services (Schedule 3)	44,530	44,773	45,018
Utility Services (Schedule 3)	21,150	26,037	18,208
Restructurings (Schedule 3)	-	-	-
<b>Total Expenses</b>	<b>3,387,670</b>	<b>4,010,308</b>	<b>3,656,236</b>
<b>Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions</b>	<b>732,890</b>	<b>105,036</b>	<b>156,702</b>
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	93,360	233,853	89,695
<b>Surplus (Deficit) of Revenues over Expenses</b>	<b>826,250</b>	<b>338,889</b>	<b>246,397</b>
<b>Accumulated Surplus (Deficit), Beginning of Year</b>	<b>13,921,580</b>	<b>13,921,580</b>	<b>13,675,183</b>
<b>Accumulated Surplus (Deficit), End of Year</b>	<b>14,747,830</b>	<b>14,260,469</b>	<b>13,921,580</b>

**Municipality of RM of Torch River No. 488**  
**Statement of Change in Net Financial Assets**  
**As at December 31, 2019**

Statement 3

	2019 Budget	2019	2018
<b>Surplus (Deficit)</b>	826,250	338,889	246,397
(Acquisition) of tangible capital assets	(1,309,000)	(1,485,975)	(1,023,064)
Amortization of tangible capital assets	-	700,519	676,001
Proceeds on disposal of tangible capital assets	20,250	217,750	177,500
Loss (gain) on the disposal of tangible capital assets	-	71,134	199,238
Transfer of Assets/Liabilities in Restructuring Transactions	-	-	-
<b>Surplus (Deficit) of capital expenses over expenditures</b>	<b>(1,288,750)</b>	<b>(496,572)</b>	<b>29,675</b>
(Acquisition) of supplies inventories	-	(302,343)	(458,279)
(Acquisition) of prepaid expense	-	(44,695)	(19,434)
Consumption of supplies inventory	-	340,530	201,539
Use of prepaid expense	-	13,170	14,249
<b>Surplus (Deficit) of expenses of other non-financial over expenditures</b>	<b>-</b>	<b>6,662</b>	<b>(261,925)</b>
<b>Increase/Decrease in Net Financial Assets</b>	<b>(462,500)</b>	<b>(151,021)</b>	<b>14,147</b>
<b>Net Financial Assets (Debt) - Beginning of Year</b>	<b>3,631,197</b>	<b>3,631,197</b>	<b>3,617,050</b>
<b>Net Financial Assets (Debt) - End of Year</b>	<b>3,168,697</b>	<b>3,480,176</b>	<b>3,631,197</b>

Municipality of RM of Torch River No. 488  
**Statement of Cash Flow**  
**As at December 31, 2019**

Statement 4

	2019	2018
<b>Cash provided by (used for) the following activities</b>		
<b>Operating:</b>		
Surplus (Deficit)	338,889	246,397
Amortization	700,519	676,001
Loss (gain) on disposal of tangible capital assets	71,134	199,238
	1,110,542	1,121,636
<b>Change in assets/liabilities</b>		
Taxes Receivable - Municipal	8,860	(40,880)
Other Receivables	(38,263)	3,605
Land for Resale	-	3,501
Other Financial Assets	-	-
Accounts and Accrued Liabilities Payable	69,805	(148,262)
Deposits	-	-
Deferred Revenue	8,074	(3,630)
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Stock and Supplies	38,187	(256,740)
Prepayments and Deferred Charges	(31,525)	(5,185)
<b>Other (Specify)</b>	-	-
<b>Cash provided by operating transactions</b>	<b>1,165,680</b>	<b>674,045</b>
<b>Capital:</b>		
Acquisition of capital assets	(1,485,975)	(1,023,064)
Proceeds from the disposal of capital assets	217,750	177,500
Other capital	-	-
<b>Cash applied to capital transactions</b>	<b>(1,268,225)</b>	<b>(845,564)</b>
<b>Investing:</b>		
Long-term investments	(16,399)	(4,427)
Other investments	-	-
<b>Cash provided by (applied to) investing transactions</b>	<b>(16,399)</b>	<b>(4,427)</b>
<b>Financing:</b>		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	-	-
Other financing	-	-
<b>Cash provided by (applied to) financing transactions</b>	<b>-</b>	<b>-</b>
<b>Change in Cash and Temporary Investments during the year</b>	<b>(118,944)</b>	<b>(175,946)</b>
<b>Cash and Temporary Investments - Beginning of Year</b>	<b>3,130,324</b>	<b>3,306,270</b>
<b>Cash and Temporary Investments - End of Year</b>	<b>3,011,380</b>	<b>3,130,324</b>

## 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 reporting entity does not include any other organizations.
- b) **Collection of funds for other authorities:** Collection of funds by the municipality for school boards, municipal hail and conservation and development authorities are collected and remitted in accordance with relevant legislation.
- c) **Government Transfers:** Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return. Government transfers are recognized as revenue in the period that the events giving rise to the transfer occur, providing:
  - a) the transfers are authorized
  - b) any eligibility criteria have been met; and
  - c) reasonable estimates of the amounts can be made.

Unearned government transfer amounts received will be recorded as deferred revenue.

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

- d) **Deferred Revenue - Fees and charges:** Certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred or services performed.
- e) **Local Improvement Charges:** Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed.
- f) **Net Financial Assets:** Net Financial Assets at the end of an accounting period are the net amount of financial assets less liabilities outstanding. Financial assets represent items such as cash and those other assets on hand which could provide resources to discharge existing liabilities or finance future operations. These include realizable assets which are convertible to cash and not intended for consumption in the normal course of operations.
- g) **Non-financial Assets:** Tangible capital and other non-financial assets are accounted for as assets by the government because they can be used to provide government services in future periods. These assets do not normally provide resources to discharge the liabilities of the government unless they are sold.
- h) **Appropriated Reserves:** Reserves are established at the discretion of Council to designate surplus for future operating and capital transactions. Amounts so designated are described on Schedule 8.
- i) **Property Tax Revenue:** Property tax revenue is based on assessments determined in accordance with Saskatchewan Legislation and the formulas, principles, and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually by council following the guidance of the Government of Saskatchewan. Tax revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred. Requisitions operate as a flow through and are excluded from municipal revenue.
- j) **Investments:** Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment. Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment. The long term investments in the Saskatchewan Association of Rural Municipalities - Self insurance fund are accounted for on the equity basis.



**1. Significant Accounting Policies - continued**

- k) **Inventories:** Inventories of materials and supplies expected to be used by the municipality are valued at the lower of cost or replacement cost. Inventories of land, materials and supplies held for resale are valued at the lower of cost or net realizable value. Cost is determined by the average cost method. Net realizable value is the estimated selling price in the ordinary course of business.
- l) **Tangible Capital Assets:** All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Initial costs for tangible capital assets that were acquired and developed prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant deflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of contribution. The cost of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. Tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The municipality's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
<b>General Assets</b>	
Land	Indefinite
Land Improvements	15 Yrs
Buildings	40 Yrs
Vehicles & Equipment	
Vehicles	10 Yrs
Machinery and Equipment	5 to 20 Yrs
<b>Infrastructure Assets</b>	
Infrastructure Assets	15 to 40 Yrs
Water & Sewer	40 Yrs
Road Network Assets	15 to 40 Yrs

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

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

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

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

- m) **Landfill Liability:** The municipality maintains a waste disposal site. An annual provision is not reported as an expense. However, reserves for landfill decommissioning, etc. are reported on the Schedule of Accumulated Surplus (schedule 8). Additional disclosure is provided in Note 10.
- n) **Trust Funds:** Funds held in trust for others, under a trust agreement or statute, are not included in the consolidated financial statements as they are not controlled by the municipality. Trust fund activities administered by the municipality are disclosed in Note 18.
- o) **Employee Benefit Plans:** Contributions to the municipality's defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the municipality's obligations are limited to their contributions.
- p) **Liability for Contaminated Sites:** Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all the following criteria are met:
- an environmental standard exists;
  - contamination exceeds the environmental standard;
  - the municipality:
    - is directly responsible; or
    - accepts responsibility;
  - it is expected that future economic benefits will be given up; and
  - a reasonable estimate of the amount can be made.

1. Significant Accounting Policies - continued

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

The measurement of materials and supplies are based on estimates of volume and quality.

The 'Opening Asset costs' of tangible capital assets have been estimated where actual costs were not available.

Amortization is based on the estimated useful lives of tangible capital assets.

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

- 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 July 30, 2019.

- t) **New Accounting Standards:**

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

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

**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.

Municipality of RM of Torch River No. 488  
**Notes to the Financial Statements**  
**As at December 31, 2019**

**2. Cash and Temporary Investments**

	2019	2018
Cash	1,292,850	1,452,739
Temporary Investments	-	-
Restricted Cash	1,718,530	1,677,585
<b>Total Cash and Temporary Investments</b>	<b>3,011,380</b>	<b>3,130,324</b>

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

**3. Taxes Receivable - Municipal**

	2019	2018
Municipal - Current	298,260	315,264
- Arrears	64,354	56,210
	362,614	371,474
- Less Allowance for Uncollectible	(6,317)	(6,317)
Total municipal taxes receivable	356,297	365,157
School - Current	54,419.00	57,259
- Arrears	12,297.00	13,336
Total school taxes receivable	66,716.00	70,595
Other	25,683	30,092
Total taxes and grants in lieu receivable	448,696	465,844
Deduct taxes receivable to be collected on behalf of other organizations	(92,399)	(100,687)
<b>Total Taxes Receivable - Municipal</b>	<b>356,297</b>	<b>365,157</b>

**4. Other Accounts Receivable**

	2019	2018
Federal Government	55,222	58,381
Provincial Government	48,145	2,340
Local Government	44,405	50,703
Utility	-	-
Trade	3,737	2,973
Other	1,151	-
Total Other Accounts Receivable	152,660	114,397
Less: Allowance for Uncollectible	(13,968)	(13,968)
<b>Net Other Accounts Receivable</b>	<b>138,692</b>	<b>100,429</b>

**5. Land for Resale**

	2019	2018
Tax Title Property	66,063	66,063
Allowance for market value adjustment	(54,111)	(54,111)
Net Tax Title Property	11,952	11,952
Other Land	-	-
Allowance for market value adjustment	-	-
Net Other Land	-	-
<b>Total Land for Resale</b>	<b>11,952</b>	<b>11,952</b>

**6. Long-Term Investments**

	2019	2018
Sask Assoc. of Rural Municipalities - Self Insurance Fund	161,720	146,212
Other - Torch River Rail	25,000	25,000
Other Pineland Co-op Equity	14,518	13,627
<b>Total Long-Term Investments</b>	<b>201,238</b>	<b>184,839</b>

The long term investments in the Saskatchewan Association of Rural Municipalities - Self Insurance Fund and Co-op Equity are accounted for on the equity basis. The shares in Torch River Rail are accounted for on the cost basis.

**7. Debt Charges Recoverable**

	2019	2018
Current debt charges recoverable	-	-
Non-current debt charges recoverable	-	-
<b>Total Debt Charges Recoverable</b>	<b>-</b>	<b>-</b>

The municipality has undertaken a project with *[describe nature of project and identify partners]*. The municipality assumed the long-term financing of *[\$ - amount]*; however, *[\$ - amount]* plus interest at *[#]* % is recoverable from *[name of municipality]* with respect to this financing. Amounts are recoverable in annual principal instalments of *[\$]* plus interest, and mature *[date]*.

Future debt charges recoverable are as follows:

Year	Principal	Interest	Total
2020	-	-	-
2021	-	-	-
2022	-	-	-
2023	-	-	-
2024	-	-	-
Thereafter	-	-	-
Balance	-	-	-

**8. Bank Indebtedness**

Bank indebtedness includes an operating loan amounting to [\$] ([prior year] - [\$]) and bearing interest at prime plus [# %]. Assets pledged as collateral are [describe assets].

**Credit Arrangements**

[Disclosure appropriate where lines of credit have been authorized, but no amount is drawn at the financial statement date]

At [date], the Municipality had lines of credit totaling [\$], none of which were drawn. The following has been collateralized in connection with this line of credit:

- General security agreement; and
- Hypothecation of certain preferred shares (market value at [date] of [\$]).

**9. Deferred Revenue**

	2019	2018
Overpaid Taxes	27,441	19,367
Licenses / Permits	150	150
<b>Total Deferred Revenue</b>	<b>27,591</b>	<b>19,517</b>

**10. Accrued Landfill Costs**

	2019	2018
Environmental Liabilities	-	-

In 2019 the municipality has accrued an overall liability for environmental matters in the amount of \$Nil (prior year - \$Nil); however, the municipality does maintain reserves of \$177,096 (prior year \$186,000) for future landfill expenses. At this time, the municipality cannot estimate with any certainty the required future costs of decommission the solid waste disposal site.

Included in environmental liabilities is [\$] (prior year - \$) of the estimated total landfill closure and post-closure care expenses. The estimated liability for these expenses is recognized as the landfill site's capacity is used and the reported liability represents the portion of the estimated total expenses recognized as at December 31, [year] based on the cumulative capacity used at that date, compared to the total estimated landfill capacity. Estimated total expenditures represent the sum of the discounted future cash flows for closure and post-closure care activities discounted at the municipality's average long-term borrowing rate of [%] (prior year - %).

Landfill closure and post-closure care requirements have been defined in accordance with The Environmental Management and Protection Act and include final covering and landscaping of the landfill, pumping of ground water, methane gas and leachate management, and ongoing environmental monitoring, site inspection and maintenance. The reported liability is based on estimates and assumptions with respect to events extending over a [# of years]-year period using the best information available to management. Future events may result in significant changes to the estimated total expense, capacity used or total capacity and the estimated liability, and would be recognized prospectively, as a change in estimate, when applicable.

The estimated remaining capacity of the landfill is [%] - [#] cubic metres (prior year - % - [#] cubic metres) of its total estimated capacity of [#] cubic metres and its estimated remaining life is [#] years (prior year - [#] years). The period for post-closure care is estimated to be [#] years (prior year - [#]).

The unfunded liability for the landfill will be paid for [explain how will be financed].

**11. Liability for Contaminated Sites**

The municipality recognizes and estimates a liability of [\$] ([prior year] - [\$]) for remediation of [name of the contaminated sites] using [name of the valuation method]. The nature of the liability is [description of the nature of the liability including the event of transaction creating the liability]. The assumptions used in estimating the liability include [descriptions of assumptions and measurement basis used]. The amount of estimated recoveries is [\$] ([prior year] - [\$]).

[Note: additional disclosure is required of the estimated total undiscounted expenditures and discount rate (when a net present value technique is used), as well as the reason for not recognizing a liability, if appropriate.]

**Municipality of RM of Torch River No. 488**

**Notes to the Financial Statements**

**As at December 31, 2019**

**12. Long-Term Debt**

The debt limit of the municipality is \$3,015,220. 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)).

Debenture debt is repayable at *[describe terms including interest rates, repayment dates and amounts, and whether any amount is due on demand]*.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Year Total	Prior Year Total
2020			-	
2021			-	
2022			-	
2023			-	
2024			-	
Thereafter			-	
Balance	-	-	-	-

Bank loans are repayable *[describe terms including interest rates, repayment dates and amounts, and whether any amount is due on demand]*.

Future principal repayments are estimated as follows:

Year	Principal	Interest	Current Year Total	Prior Year Total
2020			-	
2021			-	
2022			-	
2023			-	
2024			-	
Thereafter			-	
Balance	-	-	-	-

**13. Lease Obligations**

*[Description of capital leases including interest rates, expiry dates and significant conditions of the lease agreements]*

Future minimum lease payments under the capital leases together with the balance of the obligation due under the capital leases are as follows:

Year	Payment Amount
2020	-
2021	-
2022	-
2023	-
2024	-
Thereafter	-
Total future minimum lease payments	-
Amounts representing interest at a weighted average rate of _____ %	-
Capital Lease Liability	-

**Municipality of RM of Torch River No. 488**  
**Notes to the Financial Statements**  
**As at December 31, 2019**

**14. Other Non-financial Assets**

**2019**

**2018**

**15. Contingent Liabilities**

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

The municipality has not identified any contingent liabilities.

**16. Pension Plan**

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality's pension expense in 2019 was \$93,714 (2018 - \$82,161). The benefits accrued to the municipality's employees from MEPP are calculated using the following: Pensionable Years of Service, Highest Average Salary, and the plan accrual rate.

**17. Comparative Figures**

Prior year comparative figures have been restated to conform to the current year's presentation.

**18. Trusts Administered by the Municipality**

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

*[Description of Trust i.e. Cemetery]*

	<b>Current Year Total</b>	<b>Prior Year Total</b>
Balance - Beginning of Year		
Revenue ( <i>Specify</i> )		
Interest revenue		
Expenditure ( <i>Specify</i> )		
<b>Balance - End of Year</b>	<b>-</b>	<b>-</b>

## 19. Related Parties

The financial statements include transactions with related parties.

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

## 20. Contingent Assets

Contingent assets are not recorded in the financial statements.

## 21. Contractual Rights

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

Contractual Rights Type	Describe Nature Time and Extent	2019	2020	2021	2022	2023	Thereafter	No Fixed Maturity Date	Current Year Total	Prior Year Total
<i>[i.e. future lease Revenue]</i>		<i>[\$]</i>	<i>[\$]</i>	<i>[\$]</i>	<i>[\$]</i>	<i>[\$]</i>	<i>[\$]</i>	<i>[\$]</i>	-	<i>[\$]</i>
Contractual Rights 1									-	
Contractual Rights 2									-	
Contractual Rights 3									-	
<i>[Other Specify]</i>									-	
<b>Total</b>		-	-	-	-	-	-	-	-	-

## 22. 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:

Contractual Obligations and Commitments Type <sup>1</sup>	Describe Nature Time and Extent	2019	2020	2021	2022	2023	Thereafter	No Fixed Maturity Date	Current Year Total	Prior Year Total
<i>[i.e. future lease Revenue]</i>		<i>[\$]</i>	<i>[\$]</i>	<i>[\$]</i>	<i>[\$]</i>	<i>[\$]</i>	<i>[\$]</i>	<i>[\$]</i>	-	<i>[\$]</i>
Contractual Obligations 1									-	
Contractual Obligations 2									-	
Contractual Obligations 3									-	
<i>[Other Specify]</i>									-	
<b>Total</b>		-	-	-	-	-	-	-	-	-

<sup>1</sup> See Note 13 for Capital Lease obligations.



Municipality of **RM of Torch River No. 488**  
**Schedule of Taxes and Other Unconditional Revenue**  
**As at December 31, 2019**

Schedule 1

	2019 Budget	2019	2018
<b>TAXES</b>			
General municipal tax levy	3,092,140	3,090,128	3,018,526
Abatements and adjustments	(10,000)	(8,469)	(9,408)
Discount on current year taxes	(105,790)	(112,760)	(105,515)
<b>Net Municipal Taxes</b>	<b>2,976,350</b>	<b>2,968,899</b>	<b>2,903,603</b>
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	21,730	21,883	21,705
Special tax levy	-	-	-
<b>Other - Fire Levies</b>	<b>162,900</b>	<b>167,550</b>	<b>163,449</b>
<b>Total Taxes</b>	<b>3,160,980</b>	<b>3,158,332</b>	<b>3,088,757</b>
<b>UNCONDITIONAL GRANTS</b>			
Revenue Sharing	661,910	661,911	638,441
(Organized Hamlet)	7,320	7,326	7,188
<b>Total Unconditional Grants</b>	<b>669,230</b>	<b>669,237</b>	<b>645,629</b>
<b>GRANTS IN LIEU OF TAXES</b>			
Federal	820	821	821
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	-	-	-
Central Services	-	-	-
SaskTel	4,469	4,469	4,468
<b>Other - Pastures</b>	<b>9,631</b>	<b>14,713</b>	<b>9,622</b>
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
<b>Other (Specify )</b>	<b>-</b>	<b>-</b>	<b>-</b>
Other Government Transfers			
S.P.C. Surcharge	-	-	-
Sask Energy Surcharge	-	-	-
<b>Other (Specify )</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Grants in Lieu of Taxes</b>	<b>14,920</b>	<b>20,003</b>	<b>14,911</b>
<b>TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE</b>	<b>3,845,130</b>	<b>3,847,572</b>	<b>3,749,297</b>

Municipality of **RM of Torch River No. 488**  
**Schedule of Operating and Capital Revenue by Function**  
**As at December 31, 2019**

Schedule 2 - 1

	2019 Budget	2019	2018
<b>GENERAL GOVERNMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Custom work	-	-	-
- Sales of supplies	2,700	3,280	2,679
- <b>Other - Tax Certificates, Permits, Rentals</b>	15,830	11,638	16,553
Total Fees and Charges	18,530	14,918	19,232
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain	-	-	-
- Investment income and commissions	31,800	48,820	31,313
- <b>Other (Specify)</b>	-	-	-
Total Other Segmented Revenue	50,330	63,738	50,545
Conditional Grants			
- Student Employment	-	-	-
- <b>Other - MAIP</b>	-	-	7,807
Total Conditional Grants	-	-	7,807
<b>Total Operating</b>	<b>50,330</b>	<b>63,738</b>	<b>58,352</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- <b>Other (Specify)</b>	-	-	-
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Restructuring Revenue (Specify, if any)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total General Government Services</b>	<b>50,330</b>	<b>63,738</b>	<b>58,352</b>

**PROTECTIVE SERVICES**

<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- <b>Other - Contravention fines</b>	-	50	-
Total Fees and Charges	-	50	-
- Tangible capital asset sales - gain (loss)	-	-	-
- <b>Other (Specify)</b>	-	-	-
Total Other Segmented Revenue	-	50	-
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- <b>Other (Specify)</b>	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	<b>-</b>	<b>50</b>	<b>-</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	-	-	-
- <b>Other (Specify)</b>	-	-	-
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Restructuring Revenue (Specify, if any)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Protective Services</b>	<b>-</b>	<b>50</b>	<b>-</b>

**Municipality of RM of Torch River No. 488**  
**Schedule of Operating and Capital Revenue by Function**  
**As at December 31, 2019**

Schedule 2 - 2

	2019 Budget	2019	2018
<b>TRANSPORTATION SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Custom work	2,080	2,455	651
- Sales of supplies	12,500	17,339	5,387
- Road Maintenance and Restoration Agreements	38,000	71,889	23,912
- Frontage	-	-	-
- <b>Other - JD Advantage</b>	12,330	12,331	7,726
Total Fees and Charges	64,910	104,014	37,676
- Tangible capital asset sales - gain (loss)	-	(71,134)	(199,238)
- <b>Other (Specify)</b>	-	-	-
Total Other Segmented Revenue	64,910	32,880	(161,562)
Conditional Grants			
- MREP (CTP)	-	-	-
- Student Employment	-	-	-
- <b>Other - Sask Water</b>	2,900	2,920	3,128
Total Conditional Grants	2,900	2,920	3,128
<b>Total Operating</b>	<b>67,810</b>	<b>35,800</b>	<b>(158,434)</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	93,360	182,708	89,695
- MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
- Provincial Disaster Assistance	-	51,145	-
- <b>Other (Specify)</b>	-	-	-
<b>Total Capital</b>	<b>93,360</b>	<b>233,853</b>	<b>89,695</b>
<b>Restructuring Revenue (Specify, if any)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Transportation Services</b>	<b>161,170</b>	<b>269,653</b>	<b>(68,739)</b>

**ENVIRONMENTAL AND PUBLIC HEALTH SERVICES**

<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	56,200	60,875	64,664
- <b>Other - Recycle, Sale of Metal</b>	6,400	13,851	-
Total Fees and Charges	62,600	74,726	64,664
- Tangible capital asset sales - gain (loss)	-	-	-
- <b>Other (Specify)</b>	-	-	51,156
Total Other Segmented Revenue	62,600	74,726	115,820
Conditional Grants			
- Student Employment	-	-	-
- TAPD	-	-	-
- Local government	-	-	-
- <b>Other - Pest Control, Cem. Donations, etc.</b>	29,020	31,341	24,293
Total Conditional Grants	29,020	31,341	24,293
<b>Total Operating</b>	<b>91,620</b>	<b>106,067</b>	<b>140,113</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	-	-	-
- TAPD	-	-	-
- Provincial Disaster Assistance	-	-	-
- <b>Other (Specify)</b>	-	-	-
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Restructuring Revenue (Specify, if any)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Environmental and Public Health Services</b>	<b>91,620</b>	<b>106,067</b>	<b>140,113</b>

**Municipality of RM of Torch River No. 488**  
**Schedule of Operating and Capital Revenue by Function**  
**As at December 31, 2019**

Schedule 2 - 3

	2019 Budget	2019	2018
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges	48,570	44,702	7,970
- <b>Other (Specify)</b>	-	-	-
Total Fees and Charges	48,570	44,702	7,970
- Tangible capital asset sales - gain (loss)	-	-	-
- <b>Other - Public Reserve</b>	-	1,035	-
Total Other Segmented Revenue	48,570	45,737	7,970
Conditional Grants			
- Student Employment	-	-	-
- <b>Other (Specify)</b>	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	48,570	45,737	7,970
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- <b>Other (Specify)</b>	-	-	-
<b>Total Capital</b>	-	-	-
<b>Restructuring Revenue (Specify, if any)</b>	-	-	-
<b>Total Planning and Development Services</b>	48,570	45,737	7,970

**RECREATION AND CULTURAL SERVICES**

<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- <b>Other (Specify)</b>	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- <b>Other (Specify)</b>	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- <b>Other (Specify)</b>	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	-	-	-
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- <b>Other (Specify)</b>	-	-	-
<b>Total Capital</b>	-	-	-
<b>Restructuring Revenue (Specify, if any)</b>	-	-	-
<b>Total Recreation and Cultural Services</b>	-	-	-

Municipality of RM of Torch River No. 488  
Schedule of Operating and Capital Revenue by Function  
As at December 31, 2019

Schedule 2 - 4

	2019 Budget	2019	2018
<b>UTILITY SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Water	17,100	16,380	15,640
- Sewer	-	-	-
- <b>Other (Specify)</b>	-	-	-
Total Fees and Charges	17,100	16,380	15,640
- Tangible capital asset sales - gain (loss)	-	-	-
- <b>Other (Specify)</b>	-	-	-
Total Other Segmented Revenue	17,100	16,380	15,640
Conditional Grants			
- Student Employment	-	-	-
- <b>Other (Specify)</b>	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	17,100	16,380	15,640
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	-	-	-
- New Building Canada Fund (SCF, NRP)	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- <b>Other (Specify)</b>	-	-	-
<b>Total Capital</b>	-	-	-
<b>Restructuring Revenue (Specify, if any)</b>	-	-	-
<b>Total Utility Services</b>	17,100	16,380	15,640
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>368,790</b>	<b>501,625</b>	<b>153,336</b>

**SUMMARY**

Total Other Segmented Revenue	243,510	233,511	28,413
Total Conditional Grants	31,920	34,261	35,228
Total Capital Grants and Contributions	93,360	233,853	89,695
Restructuring Revenue	-	-	-
<b>TOTAL REVENUE BY FUNCTION</b>	<b>368,790</b>	<b>501,625</b>	<b>153,336</b>

Municipality of RM of Torch River No. 488

## Total Expenses by Function

As at December 31, 2019

Schedule 3 - 1

	2019 Budget	2019	2018
<b>GENERAL GOVERNMENT SERVICES</b>			
Council remuneration and travel	37,740	33,502	34,945
Wages and benefits	250,600	252,301	211,064
Professional/Contractual services	98,940	107,468	114,387
Utilities	9,000	9,074	10,082
Maintenance, materials and supplies	40,110	40,135	66,023
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	3,459	3,459
Interest	-	-	-
Allowance for uncollectible	-	-	-
Other (Specify )	-	-	-
<b>General Government Services</b>	<b>436,390</b>	<b>445,939</b>	<b>439,960</b>
<b>Restructuring (Specify, if any)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total General Government Services</b>	<b>436,390</b>	<b>445,939</b>	<b>439,960</b>

**PROTECTIVE SERVICES****Police protection**

Wages and benefits	-	-	-
Professional/Contractual services	67,170	68,388	67,137
Utilities	-	-	-
Maintenance, material and supplies	-	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
<b>Other - Bylaw Enforcement</b>	<b>3,000</b>	<b>1,341</b>	<b>1,173</b>

**Fire protection**

Wages and benefits	-	-	-
Professional/Contractual services	10,710	13,221	10,547
Utilities	-	-	-
Maintenance, material and supplies	-	-	-
Grants and contributions - operating	129,770	122,666	98,937
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other (Specify )	-	-	-

<b>Protective Services</b>	<b>210,650</b>	<b>205,616</b>	<b>177,794</b>
<b>Restructuring (Specify, if any)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Protective Services</b>	<b>210,650</b>	<b>205,616</b>	<b>177,794</b>

**TRANSPORTATION SERVICES**

Wages and benefits	1,048,620	1,148,646	970,660
Professional/Contractual Services	203,950	77,089	151,302
Utilities	23,930	17,512	23,231
Maintenance, materials, and supplies	832,310	806,237	632,211
Gravel	321,880	323,904	338,563
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	666,080	641,565
Interest	-	-	-
Other (Specify )	-	-	-

<b>Transportation Services</b>	<b>2,430,690</b>	<b>3,039,468</b>	<b>2,757,532</b>
<b>Restructuring (Specify, if any)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Transportation Services</b>	<b>2,430,690</b>	<b>3,039,468</b>	<b>2,757,532</b>

Municipality of **RM of Torch River No. 488**
**Total Expenses by Function**

As at December 31, 2019

Schedule 3 - 2

	2019 Budget	2019	2018
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
Wages and benefits	61,940	61,033	53,494
Professional/Contractual services	119,200	84,319	98,780
Utilities	500	131	517
Maintenance, materials and supplies	19,700	27,489	17,574
Grants and contributions - operating			
o Waste disposal	-	-	-
o Public Health	1,300	3,312	1,340
- capital			
o Waste disposal	-	-	-
o Public Health	-	-	-
Amortization	-	28,517	28,517
Interest	-	-	-
Other (Specify)	-	-	-
<b>Environmental and Public Health Services</b>	<b>202,640</b>	<b>204,801</b>	<b>200,222</b>
<b>Restructuring (Specify, if any)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Environmental and Public Health Services</b>	<b>202,640</b>	<b>204,801</b>	<b>200,222</b>

**PLANNING AND DEVELOPMENT SERVICES**

Wages and benefits	-	-	-
Professional/Contractual Services	40,120	42,174	16,002
Grants and contributions - operating	1,500	1,500	1,500
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other (Specify)	-	-	-
<b>Planning and Development Services</b>	<b>41,620</b>	<b>43,674</b>	<b>17,502</b>
<b>Restructuring (Specify, if any)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Planning and Development Services</b>	<b>41,620</b>	<b>43,674</b>	<b>17,502</b>

**RECREATION AND CULTURAL SERVICES**

Wages and benefits	-	-	-
Professional/Contractual services	23,280	23,707	23,250
Utilities	-	-	-
Maintenance, materials and supplies	-	-	-
Grants and contributions - operating	1,250	584	1,286
- capital	20,000	20,000	20,000
Amortization	-	482	482
Interest	-	-	-
Allowance for uncollectible	-	-	-
Other (Specify)	-	-	-
<b>Recreation and Cultural Services</b>	<b>44,530</b>	<b>44,773</b>	<b>45,018</b>
<b>Restructuring (Specify, if any)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Recreation and Cultural Services</b>	<b>44,530</b>	<b>44,773</b>	<b>45,018</b>

Municipality of **RM of Torch River No. 488**

**Total Expenses by Function**

As at December 31, 2019

Schedule 3 - 3

	2019 Budget	2019	2018
<b>UTILITY SERVICES</b>			
Wages and benefits	6,540	5,710	6,374
Professional/Contractual services	3,480	2,678	1,099
Utilities	2,300	5,309	5,093
Maintenance, materials and supplies	8,830	10,359	3,664
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	1,981	1,978
Interest	-	-	-
Allowance for Uncollectible	-	-	-
Other ( <i>Specify</i> )	-	-	-
Utility Services	21,150	26,037	18,208
Restructuring (Specify, if any)	-	-	-
Total Utility Services	21,150	26,037	18,208
<b>TOTAL EXPENSES BY FUNCTION</b>			
	3,387,670	4,010,308	3,656,236



**Municipality of RM of Torch River No. 488**  
**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
<b>Revenues (Schedule 2)</b>									
Fees and Charges	14,918	50		104,014	74,726	44,702	-	16,380	254,790
Tangible Capital Asset Sales - Gain	-	-		(71,134)	-	-	-	-	(71,134)
Land Sales - Gain	-								-
Investment Income and Commissions	48,820								48,820
Other Revenues	-	-		-	-	1,035	-	-	1,035
Grants - Conditional	-	-		2,920	31,341	-	-	-	34,261
- Capital	-	-		233,853	-	-	-	-	233,853
Restructurings	-	-		-	-	-	-	-	-
<b>Total Revenues</b>	<b>63,738</b>	<b>50</b>		<b>269,653</b>	<b>106,067</b>	<b>45,737</b>	<b>-</b>	<b>16,380</b>	<b>501,625</b>
<b>Expenses (Schedule 3)</b>									
Wages & Benefits	285,803	-		1,148,646	61,033	-	-	5,710	1,501,192
Professional/ Contractual Services	107,468	81,609		77,089	84,319	42,174	23,707	2,678	419,044
Utilities	9,074	-		17,512	131	-	-	5,309	32,026
Maintenance Materials and Supplies	40,135	-		1,130,141	27,489	-	-	10,359	1,208,124
Grants and Contributions	-	122,666		-	3,312	1,500	20,584	-	148,062
Amortization	3,459	-		666,080	28,517	-	482	1,981	700,519
Interest	-	-		-	-	-	-	-	-
Allowance for Uncollectible	-	-		-	-	-	-	-	-
Restructurings	-	-		-	-	-	-	-	-
Other	-	1,341		-	-	-	-	-	1,341
<b>Total Expenses</b>	<b>445,939</b>	<b>205,616</b>		<b>3,039,468</b>	<b>204,801</b>	<b>43,674</b>	<b>44,773</b>	<b>26,037</b>	<b>4,010,308</b>
<b>Surplus (Deficit) by Function</b>	<b>(382,201)</b>	<b>(205,566)</b>		<b>(2,769,815)</b>	<b>(98,734)</b>	<b>2,063</b>	<b>(44,773)</b>	<b>(9,657)</b>	<b>(3,508,683)</b>

Taxes and other unconditional revenue (Schedule 1)

3,847,572

**Net Surplus (Deficit)**

**338,889**

Municipality of **RM of Torch River No. 488**  
Schedule of Segment Disclosure by Function  
As at December 31, 2018

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and Charges	19,232	-	37,676	64,664	7,970	-	15,640	145,182
Tangible Capital Asset Sales - Gain	-	-	(199,238)	-	-	-	-	(199,238)
Land Sales - Gain	-	-	-	-	-	-	-	-
Investment Income and Commissions	31,313	-	-	51,156	-	-	-	31,313
Other Revenues	-	-	-	24,293	-	-	-	51,156
Grants - Conditional	7,807	-	3,128	-	-	-	-	35,228
- Capital	-	-	89,695	-	-	-	-	89,695
Restructurings	-	-	-	-	-	-	-	-
<b>Total Revenues</b>	<b>58,352</b>	<b>-</b>	<b>(68,739)</b>	<b>140,113</b>	<b>7,970</b>	<b>-</b>	<b>15,640</b>	<b>153,336</b>
<b>Expenses (Schedule 3)</b>								
Wages & Benefits	246,009	-	970,660	53,494	-	-	6,374	1,276,537
Professional/ Contractual Services	114,387	77,684	151,302	98,780	16,002	23,250	1,099	482,504
Utilities	10,082	-	23,231	517	-	-	5,093	38,923
Maintenance Materials and Supplies	66,023	-	970,774	17,574	-	-	3,664	1,058,035
Grants and Contributions	-	98,937	-	1,340	1,500	21,286	-	123,063
Amortization	3,459	-	641,565	28,517	-	482	1,978	676,001
Interest	-	-	-	-	-	-	-	-
Allowance for Uncollectible	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	-	1,173	-	-	-	-	-	1,173
<b>Total Expenses</b>	<b>439,960</b>	<b>177,794</b>	<b>2,757,532</b>	<b>200,222</b>	<b>17,502</b>	<b>45,018</b>	<b>18,208</b>	<b>3,656,236</b>
<b>Surplus (Deficit) by Function</b>	<b>(381,608)</b>	<b>(177,794)</b>	<b>(2,826,271)</b>	<b>(60,109)</b>	<b>(9,532)</b>	<b>(45,018)</b>	<b>(2,568)</b>	<b>(3,502,900)</b>
Taxes and other unconditional revenue (Schedule 1)								3,749,297
<b>Net Surplus (Deficit)</b>								<b>246,397</b>

Municipality of  
Schedule of Tangible Capital Assets by Object  
As at December 31, 2019

RM of Torch River No. 488  
Schedule 6

	2019						2018	
	General Assets						General/ Infrastructure	
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Infrastructure Assets	Assets Under Construction	Total
<b>Asset cost</b>								
Opening Asset costs	316,892	-	543,123	84,589	4,272,088	22,759,255	23,895	27,611,289
Additions during the year	465,629	-	-	9,010	928,358	6,349	76,629	1,023,064
Disposals and write-downs during the year	-	-	-	(26,500)	(446,620)	-	-	(634,511)
Transfers (from) assets under construction	-	-	-	-	-	10,553	(10,553)	-
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
<b>Closing Asset Costs</b>	<b>782,521</b>	<b>-</b>	<b>543,123</b>	<b>67,099</b>	<b>4,753,826</b>	<b>22,776,157</b>	<b>89,971</b>	<b>27,999,842</b>
<b>Accumulated Amortization Cost</b>								
Opening Accumulated Amortization Costs	-	-	302,886	16,748	1,402,782	16,538,432	-	17,842,620
Add: Amortization taken	-	-	9,254	8,459	306,381	376,425	-	676,001
Less: Accumulated amortization on disposals	-	-	-	(2,650)	(181,586)	-	-	(257,773)
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
<b>Closing Accumulated</b>	<b>-</b>	<b>-</b>	<b>312,140</b>	<b>22,557</b>	<b>1,527,577</b>	<b>16,914,857</b>	<b>-</b>	<b>18,260,848</b>
<b>Net Book Value</b>	<b>782,521</b>	<b>-</b>	<b>230,983</b>	<b>44,542</b>	<b>3,226,249</b>	<b>5,861,300</b>	<b>89,971</b>	<b>9,738,994</b>

Municipality of  
Schedule of Tangible Capital Assets by Function  
As at December 31, 2019

RM of Toreh River No. 488

Schedule 7

	2019						2018	
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total
<b>Assets</b>								
Asset cost								
Opening Asset costs	104,441	-	26,612,332	322,821	-	19,885	940,363	27,611,289
Additions during the year	-	-	1,452,402	33,573	-	-	-	1,023,064
Disposals and write-downs during the year	-	-	(473,120)	-	-	-	-	(634,511)
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
<b>Closing Asset Costs</b>	<b>104,441</b>	<b>-</b>	<b>27,591,614</b>	<b>356,394</b>	<b>-</b>	<b>19,885</b>	<b>940,363</b>	<b>29,012,697</b>
<b>Amortization</b>								
Accumulated								
Opening Accumulated Amortization Costs	90,486	-	17,179,656	60,973	-	2,414	927,319	17,842,620
Add: Amortization taken	3,459	-	666,080	28,517	-	482	1,981	676,001
Less: Accumulated amortization on disposals	-	-	(184,236)	-	-	-	-	(257,773)
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
<b>Closing Accumulated Amortization Costs</b>	<b>93,945</b>	<b>-</b>	<b>17,561,500</b>	<b>89,490</b>	<b>-</b>	<b>2,896</b>	<b>929,300</b>	<b>18,260,848</b>
<b>Net Book Value</b>	<b>10,496</b>	<b>-</b>	<b>9,930,114</b>	<b>266,904</b>	<b>-</b>	<b>16,989</b>	<b>11,063</b>	<b>9,738,994</b>

Municipality of RM of Torch River No. 488  
Schedule of Accumulated Surplus  
As at December 31, 2019

Schedule 8

	2018	Changes	2019
<b>UNAPPROPRIATED SURPLUS</b>	<b>2,505,002</b>	<b>(198,629)</b>	<b>2,306,373</b>
<b>APPROPRIATED RESERVES</b>			
Machinery and Equipment	379,721	-	379,721
Public Reserve	3,650	1,035	4,685
Capital Trust	-	-	-
Utility	-	-	-
Other - Roads, Fire Prot., Envir., Emergency, e	1,203,459	35,980	1,239,439
<b>Total Appropriated</b>	<b>1,586,830</b>	<b>37,015</b>	<b>1,623,845</b>
<b>ORGANIZED HAMLETS (add lines if required)</b>			
Organized Hamlet of Garrick	37,840	(499)	37,341
Organized Hamlet of Snowden	39,662	4,430	44,092
Organized Hamlet of Shipman	13,252	-	13,252
	-	-	-
	-	-	-
	-	-	-
<b>Total Organized Hamlets</b>	<b>90,754</b>	<b>3,931</b>	<b>94,685</b>
<b>NET INVESTMENT IN TANGIBLE CAPITAL ASSETS</b>			
Tangible capital assets (Schedule 6, 7)	9,738,994	496,572	10,235,566
Less: Related debt	-	-	-
<b>Net Investment in Tangible Capital Assets</b>	<b>9,738,994</b>	<b>496,572</b>	<b>10,235,566</b>
<b>Total Accumulated Surplus</b>	<b>13,921,580</b>	<b>338,889</b>	<b>14,260,469</b>

**Municipality of**  
**Schedule of Mill Rates and Assessments**  
**As at December 31, 2019**

**RM of Torch River No. 488**  
**Schedule 9**

	PROPERTY CLASS				
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Potash Mine(s)
<b>Taxable Assessment</b>	207,509,100	45,745,630	2,236,240	9,625,005	-
<b>Regional Park Assessment</b>					
<b>Total Assessment</b>					276,053,575
<b>Mill Rate Factor(s)</b>	1.0000	1.0000	1.0000	1.0000	
<b>Total Base/Minimum Tax</b> (generated for each property class)	375,750	78,500	-	-	
<b>Total Municipal Tax Levy</b> (include base and/or minimum tax and special levies)	2,295,198	512,394	22,363	96,182	163,991
					3,090,128

**MILL RATES:**

MILLS	
Average Municipal*	11.19
Average School*	2.27
Potash Mill Rate	-
Uniform Municipal Mill Rate	10.00

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

**Municipality of** **RM of Torch River No. 488**  
**Schedule of Council Remuneration**  
**As at December 31, 2019**

Schedule 10

<b>Position</b>	<b>Name</b>	<b>Remuneration</b>	<b>Reimbursed Costs</b>	<b>Total</b>
<b>Reeve</b>	<b>Jerry Kindrat</b>	3,095	1,911	5,006
Councillor	David Larose	2,997	1,238	4,235
Councillor	Lyle Lindgergh	2,500	983	3,483
Councillor	Peter Lubyk	2,260	1,269	3,529
Councillor	Ken Runn	2,230	400	2,630
Councillor	Richard Pickett	1,935	867	2,802
Councillor	Ken Rein	1,980	677	2,657
				-
				-
				-
				-
				-
				-
<b>Total</b>		<b>16,997</b>	<b>7,345</b>	<b>24,342</b>