

RURAL MUNICIPALITY OF FRENCHMAN'S BUTTE NO 501
AUDITORS' REPORT AND FINANCIAL STATEMENTS
December 31, 2019

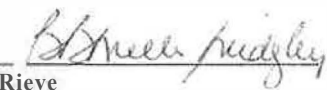
Management's Responsibility

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 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 consolidated financial statements.

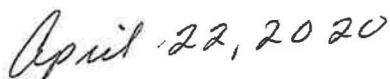
The Council is composed of elected officials who are not employees of the municipality. The Council is responsible for overseeing management in the performance of its financial reporting responsibilities. The Council fulfils these responsibilities by reviewing the financial information prepared by management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

Pinnacle Business Solutions, an independent firm of Chartered Professional Accountants, is appointed by the Council to audit the 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.


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April 22, 2020


April 22, 2020

Pinnacle Business Solutions

Chartered Professional Accountants P.C. Ltd.

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INDEPENDENT AUDITORS' REPORT

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

Opinion

We have audited the financial statements of Rural Municipality of Frenchman's Butte No 501 (the Organization), which comprise the statement of financial position as at December 31, 2019, and the statements of operations and annual surplus (deficit), changes in net financial assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

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

Basis for Opinion

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

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

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

In preparing the financial statements, management is responsible for assessing the Organization's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Organization or to cease operations, or has no realistic alternative but to do so.

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

Auditors' Responsibility

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Organization to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Meadow Lake, Saskatchewan
April 22, 2020


Chartered Professional Accountants

Rural Municipality of Frenchman Butte No. 501
Statement of Financial Position
As at December 31, 2019

Statement 1

	2019	2018
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	\$ 7,396,724	\$ 7,347,290
Taxes Receivable - Municipal (Note 3)	344,332	308,870
Other Accounts Receivable (Note 4)	1,032,496	1,174,985
Land for Resale (Note 5)	21,034	21,034
Long-Term Investments (Note 6)	9,904,750	7,633,954
Debt Charges Recoverable (Note 7)		31,551
Other (Specify)		
Total Financial Assets	\$ 18,699,336	\$ 16,517,684
LIABILITIES		
Bank Indebtedness (Note 8)		
Accounts Payable	\$ 496,939	\$ 777,113
Accrued Liabilities Payable	186,613	186,613
Deposits	180	5,100
Deferred Revenue (Note 9)		
Accrued Landfill Costs (Note 10)		
Liability for Contaminated Sites (Note 11)		
Other Liabilities		
Long-Term Debt (Note 12)		
Lease Obligations (Note 13)		
Total Liabilities	683,732	968,826
NET FINANCIAL ASSETS (DEBT)	\$ 18,015,604	\$ 15,548,858
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	\$ 72,001,370	\$ 68,614,039
Prepayments and Deferred Charges	131,157	
Stock and Supplies	841,661	1,112,979
Other (Note 14)		
Total Non-Financial Assets	72,974,188	69,727,018
ACCUMULATED SURPLUS (DEFICIT) (Schedule 8)	\$ 90,989,792	\$ 85,275,876

Rural Municipality of Frenchman Butte No. 501
Statement of Operations
As at December 31, 2019

Statement 2

	2019 Budget	2019	2018
REVENUES			
Taxes and Other Unconditional Revenue (Schedule 1)	\$ 10,112,829	\$ 10,214,933	\$ 10,203,525
Fees and Charges (Schedule 4, 5)	674,082	598,153	2,049,464
Conditional Grants (Schedule 4, 5)	35,890	37,314	81,835
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	(147,730)	(221,141)	(134,296)
Land Sales - Gain (Schedule 4, 5)			
Investment Income and Commissions (Schedule 4, 5)	253,700	428,480	377,377
Restructurings (Schedule 4,5)			
Other Revenues (Schedule 4, 5)			
Total Revenues	\$ 10,928,771	\$ 11,057,739	\$ 12,577,905
EXPENSES			
General Government Services (Schedule 3)	\$ 922,425	\$ 755,542	\$ 747,981
Protective Services (Schedule 3)	270,190	276,600	136,901
Transportation Services (Schedule 3)	10,487,690	4,929,275	4,502,152
Environmental and Public Health Services (Schedule 3)	227,810	149,000	173,091
Planning and Development Services (Schedule 3)	19,850	9,338	19,168
Recreation and Cultural Services (Schedule 3)	154,524	145,337	116,319
Utility Services (Schedule 3)	75,190	58,280	66,158
Restructurings (Schedule 3)			
Total Expenses	\$ 12,157,679	\$ 6,323,373	\$ 5,761,770
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	(1,228,90)	4,734,366	6,816,135
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	2,473,184	979,550	7,920,950
Surplus (Deficit) of Revenues over Expenses	1,244,276	5,713,916	14,737,085
Accumulated Surplus (Deficit), Beginning of Year	85,275,876	85,275,876	70,538,791
Accumulated Surplus (Deficit), End of Year	\$ 86,520,152	\$ 90,989,792	\$ 85,275,876

Rural Municipality of Frenchman Butte No. 501
Statement of Change in Net Financial Assets
As at December 31, 2019

Statement 3

	2019 Budget	2019	2018
Surplus (Deficit)	\$ 1,244,276	\$ 5,713,916	\$ 14,737,085
(Acquisition) of tangible capital assets		(5,519,384)	(17,500,128)
Amortization of tangible capital assets		1,683,812	1,510,043
Proceeds on disposal of tangible capital assets		227,100	79,500
Loss (gain) on the disposal of tangible capital assets		221,141	134,296
Transfer of Assets/Liabilities in Restructuring Transactions			
Surplus (Deficit) of capital expenses over expenditures		(3,387,331)	(15,776,289)
(Acquisition) of supplies inventories			
(Acquisition) of prepaid expense		(131,155)	
Consumption of supplies inventory		271,316	481,186
Use of prepaid expense			
Surplus (Deficit) of expenses of other non-financial over expenditures		140,161	481,186
Increase/Decrease in Net Financial Assets	1,244,276	2,466,746	(558,018)
Net Financial Assets (Debt) - Beginning of Year	15,548,858	15,548,858	16,106,876
Net Financial Assets (Debt) - End of Year	\$ 16,793,134	\$ 18,015,604	\$ 15,548,858

Rural Municipality of Frenchman Butte No. 501
Statement of Cash Flow
As at December 31, 2019

Statement 4

	2019	2018
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	\$ 5,713,916	\$ 14,737,085
Amortization	1,683,812	1,510,043
Loss (gain) on disposal of tangible capital assets	221,141	134,296
	<u>\$ 7,618,869</u>	<u>\$ 16,381,424</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	(35,462)	(38,874)
Other Receivables	142,489	(743,688)
Land for Resale		(8,411)
Other Financial Assets		
Accounts and Accrued Liabilities Payable	(280,174)	109,489
Deposits	(4,920)	5,000
Deferred Revenue		
Accrued Landfill Costs		
Liability for Contaminated Sites		
Other Liabilities		
Stock and Supplies	271,318	481,186
Prepayments and Deferred Charges	(131,157)	
Other (Specify)		
Cash provided by operating transactions	7,580,963	16,186,126
Capital:		
Acquisition of capital assets	(5,519,384)	(17,500,128)
Proceeds from the disposal of capital assets	227,100	79,500
Other capital		
Cash applied to capital transactions	(5,292,284)	(17,420,628)
Investing:		
Long-term investments	(2,270,796)	(6,406,964)
Other investments		
Cash provided by (applied to) investing transactions	(2,270,796)	(6,406,964)
Financing:		
Debt charges recovered	31,551	7,385
Long-term debt issued		
Long-term debt repaid		
Other financing		
Cash provided by (applied to) financing transactions	31,551	7,385
Change in Cash and Temporary Investments during the year	49,434	(7,634,081)
Cash and Temporary Investments - Beginning of Year	7,347,290	14,981,371
Cash and Temporary Investments - End of Year	\$ 7,396,724	\$ 7,347,290

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

Entity

Rural Municipality of Frenchman Butte No. 501

All inter-organizational transactions and balances have been eliminated.

- b) **Collection of funds for other authorities:** Collection of funds by the municipality for school boards, municipal hall 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>
General Assets	
Land	Indefinite
Land Improvements	15 Yrs
Buildings	40 Yrs
Vehicles & Equipment	
Vehicles	10 Yrs
Machinery and Equipment	5 to 20 Yrs
Infrastructure Assets	
Infrastructure Assets	40 Yrs
Water & Sewer	40 Yrs
Road Network Assets	40 Yrs

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

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

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

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

- m) **Landfill Liability:**
The municipality does not maintain a waste disposal site.
- n) **Trust Funds:** Funds held in trust for others, under a trust agreement or statute, are not included in the consolidated financial statements as they are not controlled by the municipality. Trust fund activities administered by the municipality are disclosed in Note 18.
- o) **Employee Benefit Plans:** Contributions to the municipality's defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the municipality's obligations are limited to their contributions.
- p) **Liability for Contaminated Sites:** Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all the following criteria are met:
- 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 "Part of the total cost to the function" of the municipality.

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 June 26, 2019.

New Accounting Standards:

- t) **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.

Rural Municipality of Frenchman Butte No. 501
Notes to the Financial Statements
As at December 31, 2019

2. Cash and Temporary Investments

	2019	2018
Cash	\$ 6,656,810	\$ 4,076,768
Synergy Credit Union 2.9% 23-Jan-19	517,297	3,000,000
Synergy Credit Union	222,617	270,522
Restricted Cash		
Total Cash and Temporary Investments	\$ 7,396,724	\$ 7,347,290

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	\$ 241,661	\$ 193,739.0
- Arrears	144,602	147,962
	386,263	341,701
- Less Allowance for Uncollectible	(41,931)	(32,831)
Total municipal taxes receivable	344,332	308,870
School - Current	111,591	61,081
- Arrears	37,541	45,143
Total school taxes receivable	149,132	106,224
Other Hail	14,055	
Other C & D	495	
Total taxes and grants in lieu receivable	508,014	415,094
Deduct taxes receivable to be collected on behalf of other organizations	(163,682)	(106,224)
Total Taxes Receivable - Municipal	\$ 344,332	\$ 308,870

Rural Municipality of Frenchman Butte No. 501

Notes to the Financial Statements

As at December 31, 2019

4. Other Accounts Receivable

	2019	2018
Federal Government	\$ 261,782	\$ 486,310
Provincial Government	417,086	87,307
Local Government		
Utility		
Trade	126,308	397,584
Other Accrued Interest	230,123	213,508
Total Other Accounts Receivable	1,035,299	1,184,709
Less: Allowance for Uncollectible	(2,803)	(9,724)
Net Other Accounts Receivable	\$ 1,032,496	\$ 1,174,985

5. Land for Resale

	2019	2018
Tax Title Property	\$ 21,172	\$ 21,172
Allowance for market value adjustment	(138)	(138)
Net Tax Title Property	21,034	21,034
Other Land		
Allowance for market value adjustment		
Net Other Land		
Total Land for Resale	\$ 21,034	\$ 21,034

6. Long-Term Investments

	2019	2018
Sask Assoc. of Rural Municipalities - Self Insurance Fund	\$ 71,827	\$ 67,841
Sask Assoc. of Rural Municipalities - Property Insurance Fund	40,149	32,798
Synergy Credit Union Equity	30,005	30,005
Synergy Credit Union GIC 2.90%	520,120	
Synergy Credit Union GIC 3.45%	1,551,892	2,500,000
Synergy Credit Union GIC 2.95%	5,148,552	5,000,000
Synergy Credit Union GIC 2.90%	2,532,722	
Turtleford Coop Equity	9,483	3,310
Other (Specify)		
Total Long-Term Investments	\$ 9,904,750	\$ 7,633,954

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

7. Debt Charges Recoverable

	2019	2018
Town of St Walburg Fire Truck Loan		\$ 31,551
Total Debt Charges Recoverable		31,551

The municipality has undertaken a project with the Town of St. Walburg to purchase a fire truck. The municipality assumed the long-term financing of \$76,595; however, \$ 76,595 plus interest at 1.2 % is recoverable from the Town of St. Walburg with respect to this financing. Amounts are recoverable in annual principal instalments of \$8,126 plus interest, and mature December 31, 2022. The loan was repaid during the year.

Future debt charges recoverable are as follows:

Year	Principal	Interest	Total
2020			
Balance			

Rural Municipality of Frenchman Butte No. 501

Notes to the Financial Statements

As at December 31, 2019

8. Bank Indebtedness

The Municipality has a credit facility agreement with its financial institution that consists of credit cards with a limit totaling \$22,000.

9. Deferred Revenue

The municipality does not have any deferred revenue.

10. Accrued other Liabilities

	2019	2018
Gravel Pit Reclamation	\$ 186,613	\$ 186,613

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

11. Liability for Contaminated Sites

The municipality does not have any liability for contaminated sites.

Rural Municipality of Frenchman Butte No. 501
Notes to the Financial Statements
As at December 31, 2019

12. Long-Term Debt

- a) The debt limit of the municipality is \$12,223,439. The debt limit for a municipality is the total amount of the municipality's own source revenues for the preceding year (the *Municipalities Act* section 161(1)).
- b) The municipality does not have any long-term debt.

13. Lease Obligations

The municipality does not have any lease obligations.

Rural Municipality of Frenchman Butte No. 501
Notes to the Financial Statements
As at December 31, 2019

14. Other Non-financial Assets

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

15. Contingent Liabilities

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

The municipality has a dispute with two of its contractor for two different projects that each of the contractors completed in 2019. The contractors have disagreed with the final payment and have each filed a statement of claim against the municipality. At the time of audit the amount of the settlements were not readily determinable and as such no amount has been set up as a contingent liability. Any amount determined to be payable will be recorded in the 2020 fiscal period.

16. Pension Plan

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality's pension expense in 2019 was \$99,422. The benefits accrued to the municipality's employees from MEPP are calculated using the following: Pensionable Years of Service, Highest Average Salary, and the plan accrual rate.

17. Comparative Figures

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

18. Trusts Administered by the Municipality

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

	Current Year Total	Prior Year Total
Balance - Beginning of Year	\$ 10,173	\$ 10,060
Revenue (<i>Specify</i>)		
Interest revenue	73	113
Expenditure (<i>Specify</i>)		
Balance - End of Year	\$ 10,246	\$ 10,173

19. Related Parties

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

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

20. Contingent Assets

The Municipality does not have any contingent assets.

21. Contractual Rights

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

22. Contractual Obligations and Commitments

The municipality does not have any contractual obligations and commitments.

23.Reslructuring Transactions

The municipality does not have any restructuring transactions.

Rural Municipality of Frenchman Butte No. 501
Schedule of Taxes and Other Unconditional Revenue
As at December 31, 2019

Schedule 1

	2019 Budget	2019	2018
TAXES			
General municipal tax levy	\$ 10,125,700	\$ 10,220,447	\$ 10,216,449
Abatements and adjustments	(145,570)	(139,516)	(132,333)
Discount on current year taxes	(300,000)	(287,303)	(287,518)
Net Municipal Taxes	9,680,130	9,793,628	9,796,598
Potash tax share			
Trailer license fees			
Penalties on tax arrears	29,660	31,836	26,960
Special tax levy			
Other (Specify)			
Total Taxes	\$ 9,709,790	\$ 9,825,464	\$ 9,823,558
UNCONDITIONAL GRANTS			
Revenue Sharing	\$ 288,136	\$ 288,136	\$ 264,520
(Organized Hamlet)	7,703	7,703	7,520
Total Unconditional Grants	\$ 295,839	\$ 295,839	\$ 272,040
GRANTS IN LIEU OF TAXES			
Federal	61,000	53,740	67,074
Provincial			
S.P.C. Electrical			
SaskEnergy Gas			
TransGas			
Central Services	15,000	16,843	13,760
SaskTel	16,700	13,760	16,765
Other (Specify)		599	1,732
Local/Other			
Housing Authority			
C.P.R. Mainline			
Treaty Land Entitlement	8,500	8,688	8,596
Other (Specify)			
Other Government Transfers			
S.P.C. Surcharge			
Sask Energy Surcharge			
Other (Specify)			
Total Grants in Lieu of Taxes	\$ 107,200	\$ 93,630	\$ 107,927
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 10,112,829	\$ 10,214,933	\$ 10,203,525

Rural Municipality of Frenchman Butte No. 501
Schedule of Operating and Capital Revenue by Function
As at December 31, 2019

Schedule 2 - I

	2019 Budget	2019	2018
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 1,110	\$ 1,168	\$ 1,388
- Sales of supplies	1,500	2,385	1,854
- Rental Income	3,300	3,589	2,728
- Other Permits	45,000	58,950	77,400
Total Fees and Charges	50,910	66,092	83,370
- Tangible capital asset sales - gain (loss)			
- Land sales - gain			
- Investment income and commissions	253,700	428,480	377,377
- Other (Specijy)			
Total Other Segmented Revenue	304,610	494,572	460,747
Conditional Grants			
- Student Employment			
- FCM Asset Management			34,800
- Other MAIP			3,333
Total Conditional Grants			38,133
Total Operating	304,610	494,572	498,880
Capital			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other (Specijy)			
Total Capital			
Restructuring Revenue (Specijy, if any)			
Total General Government Services	\$ 304,610	\$ 494,572	\$ 498,880

PROTECTIVE SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			\$ 400
- Other (Specijy)			
Total Fees and Charges			400
- Tangible capital asset sales - gain (loss)			
- Other (Specijy)			
Total Other Segmented Revenue			400
Conditional Grants			
- Student Employment			
- Local government			
- Other (Specijy)			
Total Conditional Grants			
Total Operating			400

Capital

Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Local government			
- Other (Specijy)			
Total Capital			
Restructuring Revenue (Specijy, if any)			
Total Protective Services			\$ 400

Rural Municipality of Frenchman Butte No. 501
Schedule of Operating and Capital Revenue by Function
As at December 31, 2019

Schedule 2 - 2

	2019 Budget	2019	2018
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 9,360	\$ 24,629	\$ 25,771
- Sales of supplies	37,700	54,384	62,085
- Road Maintenance and Restoration Agreements	476,500	326,371	1,782,016
- Frontage			
- Other Overweight Permits	40,000	71,350	40,025
Total Fees and Charges	563,560	476,734	1,909,897
- Tangible capital asset sales - gain (loss)	(147,730)	(221,141)	(134,296)
- Other (Specify)			
Total Other Segmented Revenue	415,830	255,593	1,775,601
Conditional Grants			
-MREP (CTP)			
- Student Employment	3,000	4,424	2,630
- Other (Specify)			
Total Conditional Grants	3,000	4,424	2,630
Total Operating	418,830	260,017	1,778,231
Capital			
Conditional Grants			
- Federal Gas Tax	90,000	180,539	87,862
- MREP (Heavy Haul, CTP, Municipal Bridges)	55,000	54,357	695,643
- Provincial Disaster Assistance	400,000		178,062
- Other (Specify)			
Total Capital	545,000	234,896	961,567
Restructuring Revenue (Specify, if any)			
Total Transportation Services	\$ 963,830	\$ 494,913	\$ 2,739,798

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	\$ 5,210	\$ 5,376	\$ 5,208
- Cemetery	50		70
- Other Pest Control	4,000	5,694	3,990
Total Fees and Charges	9,260	11,070	9,268
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	9,260	11,070	9,268
Conditional Grants			
-Other Sask Health Monthly Payment	24,000	28,000	23,697
-Other -Clinic Annual Levy			9,249
-Other -Sask Health Administration Fee	2,400	2,400	2,400
- Student Employment			
-MMSW	4,000		4,136
- Local government			
- Other Beaver Control	2,490	2,490	1,590
Total Conditional Grants	32,890	32,890	41,072
Total Operating	42,150	43,960	50,340
Capital			
Conditional Grants			
- Federal Gas Tax			
- TAPD			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital			
Restructuring Revenue (Specify, if any)			
Total Environmental and Public Health Services	\$ 42,150	\$ 43,960	\$ 50,340

Rural Municipality of Frenchman Butte No. 501
Schedule of Operating and Capital Revenue by Function
As at December 31, 2019

Schedule 2 - 3

	2019 Budget	2019	2018
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges	\$ 2,500	\$ 2,229	\$ 1,334
- Other Development and Building Permits	20,000	13,243	23,129
Total Fees and Charges	22,500	15,473	24,463
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	22,500	15,473	24,463
Conditional Grants			
- Student Employment			
- Other (Specify)			
Total Conditional Grants			
Total Operating	22,500	15,473	24,463
Capital			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital			
Restructuring Revenue (Specify, if any)			
Total Planning and Development Services	\$ 22,500	\$ 15,473	\$ 24,463

RECREATION AND CULTURAL SERVICES

Operating

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

Capital

Conditional Grants			
- Federal Gas Tax			
- Local government			
- CIF and Sask Lotteries	\$ 9,434	\$ 9,487	\$ 9,131
- Other (Specify)			
Total Capital	9,434	9,487	9,131
Restructuring Revenue (Specify, if any)			
Total Recreation and Cultural Services	\$ 9,434	\$ 9,487	\$ 9,131

Rural Municipality of Frenchman Butte No. 501
Schedule of Operating and Capital Revenue by Function
As at December 31, 2019

Schedule 2 - 4

	2019 Budget	2019	2018
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	\$ 24,252	\$ 24,252	\$ 18,586
- Sewer	3,600	4,532	3,480
- Other (Specify)			
Total Fees and Charges	27,852	28,784	22,066
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	27,852	28,784	22,066
Conditional Grants			
- Student Employment			
- Other (Specify)			
Total Conditional Grants			
Total Operating	27,852	28,784	22,066
Capital			
Conditional Grants			
- Federal Gas Tax			
- New Building Canada Fund (SCF, NRP)	1,359,750	735,167	6,950,252
- Clean Water and Wastewater Fund			
- Provincial Disaster Assistance			
- Other (Specify)	559,000		
Total Capital	1,918,750	735,167	6,950,252
Restructuring Revenue (Specify, if any)			
Total Utility Services	\$ 1,946,602	\$ 763,951	\$ 6,972,318
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 3,289,126	\$ 1,822,356	\$ 10,295,330

SUMMARY

Total Other Segmented Revenue	\$ 780,052	\$ 805,492	\$ 2,292,545
Total Conditional Grants	35,890	37,314	81,835
Total Capital Grants and Contributions	2,473,184	979,550	7,920,950
Restructuring Revenue			
TOTAL REVENUE BY FUNCTION	\$ 3,289,126	\$ 1,822,356	\$ 10,295,330

Rural Municipality of Frenchman Butte No. 501

Total Expenses by Function

As at December 31, 2019

Schedule 3 • I

	2019 Budget	2019	2018
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 137,200	\$ 127,265	\$ 127,144
Wages and benefits	442,495	378,335	387,207
Professional/Contractual services	274,550	198,469	158,407
Utilities	18,000	14,421	22,172
Maintenance, materials and supplies	33,500	21,172	24,170
Grants and contributions - operating	3,500	2,988	15,988
- capital			
Amortization	3,180	2,893	2,893
Interest			
Allowance for uncollectible	10,000	10,000	10,000
Other (Specify)			
General Government Services	922,425	755,542	747,981
Restructuring (Specify, if any)			
Total General Government Services	\$ 922,425	\$ 755,542	\$ 747,981

PROTECTIVE SERVICES

Police protection

Wages and benefits	\$ 75,000	\$ 69,457	\$ 68,187
Professional/Contractual services	125,000	141,112	
Utilities			
Maintenance, material and supplies			
Grants and contributions - operating	200	200	200
- capital			
Other (Specify)			

Fire protection

Wages and benefits	2,000		
Professional/Contractual services	7,990	7,381	8,559
Utilities			
Maintenance, material and supplies	1,200		1,505
Grants and contributions - operating	55,000	55,000	55,000
- capital			
Amortization	3,800	3,450	3,450
Interest			
Other (Specify)			

Protective Services	270,190	276,600	136,901
Restructuring (Specify, if any)			
Total Protective Services	\$ 270,190	\$ 276,600	\$ 136,901

TRANSPORTATION SERVICES

Wages and benefits	\$ 1,335,750	\$ 1,097,906	\$ 1,112,643
Professional/Contractual Services	4,212,270	611,334	813,615
Utilities	18,250	14,652	15,490
Maintenance, materials, and supplies	2,184,810	992,363	600,856
Gravel	1,109,000	559,605	479,902
Grants and contributions - operating			
- capital			
Amortization	1,627,610	1,653,415	1,479,646
Interest			
Other (Specify)			

Transportation Services	10,487,690	4,929,275	4,502,152
Restructuring (Specify, if any)			
Total Transportation Services	\$ 10,487,690	\$ 4,929,275	\$ 4,502,152

Rural Municipality of Frenchman Butte No. 501

Total Expenses by Function

As at December 31, 2019

Schedule 3 - 2

	2019 Budget	2019	2018
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	\$ 30,700	\$ 28,139	\$ 30,449
Professional/Contractual services	118,310	82,223	93,894
Utilities	2,800	2,472	2,453
Maintenance, materials and supplies	10,000	7,923	4,146
Grants and contributions - operating			
o Waste disposal			
o Public Health	50,000	12,430	26,008
- capital			
o Waste disposal			
o Public Health	16,000	15,813	16,141
Amortization			
Interest			
Other (Specify)			
Environmental and Public Health Services	227,810	149,000	173,091
Restructuring (Specify, if any)			
Total Environmental and Public Health Services	227,810	149,000	173,091

PLANNING AND DEVELOPMENT SERVICES

Wages and benefits			
Professional/Contractual Services	\$ 19,850	\$ 9,338	\$ 19,168
Grants and contributions - operating			
- capital			
Amortization			
Interest			
Other (Specify)			
Planning and Development Services	19,850	9,338	19,168
Restructuring (Specify, if any)			
Total Planning and Development Services	\$ 19,850	\$ 9,338	\$ 19,168

RECREATION AND CULTURAL SERVICES

Wages and benefits			
Professional/Contractual services	\$ 20,000	\$ 18,839	\$ 18,839
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating	134,524	121,874	92,856
- capital			
Amortization		4,624	4,624
Interest			
Allowance for uncollectible			
Other (Specify)			
Recreation and Cultural Services	154,524	145,337	116,319
Restructuring (Specify, if any)			
Total Recreation and Cultural Services	\$ 154,524	\$ 145,337	\$ 116,319

Rural Municipality of Frenchman Butte No. 501

Total Expenses by Function

As at December 31, 2019

Schedule 3 - 3

	2019 Budget	2019	2018
UTILITY SERVICES			
Wages and benefits	\$ 500	\$ 146	\$ 201
Professional/Contractual services	32,140	19,409	27,425
Utilities	7,900	7,726	7,464
Maintenance, materials and supplies	4,100	3,139	3,289
Grants and contributions - operating			
- capital	9,180	8,430	8,349
Amortization	21,370	19,430	19,430
Interest			
Allowance for Uncollectible			
Other (Specify)			
Utility Services	75,190	58,280	66,158
Restructuring (Specify, if any)			
Total Utility Services	\$ 75,190	\$ 58,280	\$ 66,158
TOTAL EXPENSES BY FUNCTION			
	\$ 12,157,679	\$ 6,323,373	\$ 5,761,770

Rural Municipality of Frenchman Butte No. 501
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	\$ 66,092		\$ 476,734	\$ 11,070	\$ 15,473		\$ 28,784	\$ 598,153
Tangible Capital Asset Sales - Gain			(221,141)					(221,141)
Land Sales - Gain								
Investment Income and Commissions	428,480							428,480
Other Revenues								
Grants - Conditional			4,424	32,890				37,314
- Capital			234,896			\$ 9,487	735,167	979,550
Restructurings								
Total Revenues	\$ 494,572		\$ 494,913	\$ 43,960	\$ 15,473	\$ 9,487	\$ 763,951	\$ 1,822,356
Expenses (Schedule 3)								
Wages & Benefits	\$ 505,600	\$ 69,457	\$ 1,097,906	\$ 28,139			\$ 146	\$ 1,701,248
Professional/ Contractual Services	198,469	148,493	611,334	82,223	\$ 9,338	\$ 18,839	19,409	1,088,105
Utilities	14,421		14,652	2,472			7,726	39,271
Maintenance Materials and Supplies	21,172		1,551,968	7,923			3,139	1,584,202
Grants and Contributions	2,988	55,200		28,242		121,874	8,430	216,734
Amortization	2,893	3,450	1,653,415			4,624	19,430	1,683,812
Interest								
Allowance for Uncollectible	10,000							10,000
Restructurings								
Other								
Total Expenses	755,542	276,600	4,929,275	149,000	9,338	145,337	58,280	6,323,373
Surplus (Deficit) by Function	\$ (260,970)	\$ (276,600)	\$ (4,434,362)	\$ 1108,040	\$ 6,134	\$ (135,850)	\$ 705,672	\$ (4,501,017)

Taxes and other unconditional revenue (Schedule 1)

10,214,933

Net Surplus (Deficit)

\$ 5,713,916

Rural Municipality of Frenchman Butte No. 501
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
Revenues (Schedule 2)								
Fees and Charges	\$ 83,370	\$ 400	\$ 1,909,897	\$ 9,268	\$ 24,463		\$ 22,066	\$ 2,049,464
Tangible Capital Asset Sales - Gain			(134,296)					(134,296)
Land Sales - Gain								
Investment Income and Commissions	377,377							377,377
Other Revenues								
Grants - Conditional	38,133		2,630	41,072				81,835
- Capital			961,567			\$ 9,131	6,950,252	7,920,950
Restructurings								
Total Revenues	498,880	400	2,739,798	50,340	24,463	9,131	6,972,318	10,295,330
Expenses (Schedule 3)								
Wages & Benefits	\$ 514,351	\$ 68,187	\$ 1,112,643	\$ 30,449			\$ 201	\$ 1,725,831
Professional/ Contractual Services	158,407	8,559	813,615	93,894	\$ 19,168	\$ 18,839	27,425	1,139,907
Utilities	22,172		15,490	2,453			7,464	47,579
Maintenance Materials and Supplies	24,170	1,505	1,080,758	4,146			3,289	1,113,868
Grants and Contributions	15,988	55,200		42,149		92,856	8,349	214,542
Amortization	2,893	3,450	1,479,646			4,624	19,430	1,510,043
Interest								
Allowance for Uncollectible	10,000							10,000
Restructurings								
Other								
Total Expenses	747,981	136,901	4,502,152	173,091	19,168	116,319	66,158	5,761,770
Surplus (Deficit) by Function	\$ (249,101)	\$ (136,501)	\$ (1,762,354)	\$ (122,751)	\$ 5,295	\$ (107,188)	\$ 6,906,160	\$ 4,533,560

Taxes and other unconditional revenue (Schedule 1)

10,203,525

Net Surplus (Deficit)

\$ 14,737,085

Rural Municipality of Frenchman Butte No. 501
Schedule of Tangible Capital Assets by Object
As at December 31, 2019

Schedule 6

		2019						2018		
	General Assets					Infrastructure Assets		General Infrastructure Assets Under Construction	Total	Total
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear assets				
Assets	Asset cost									
	Opening Asset costs	\$ 238,767	\$ 687,249	\$ 637,337	\$ 400,132	\$ 4,344,127	\$ 55,305,817	\$ 19,074,545	\$ 80,687,974	\$ 63,472,907
	Additions during the year	42,912		29,715		681,413		4,765,344	5,519,384	24,316,397
	Disposals and write-downs during the year					(540,952)			(540,952)	(285,061)
	Transfers (from) assets under construction									(6,816,269)
	Transfer of Capital Assets related to restructuring (Schedule 11)									
Closing Asset Costs		\$ 281,679	\$ 687,249	\$ 667,052	\$ 400,132	\$ 4,484,588	\$ 55,305,817	\$ 23,839,889	\$ 85,666,406	\$ 80,687,974
Amortization	Accumulated Amortization Cost									
	Opening Accumulated Amortization Costs		\$ 59,637	\$ 236,649	\$ 147,616	\$ 1,453,659	\$ 10,176,374		\$ 12,073,935	\$ 10,635,157
	Add: Amortization taken		12,483	12,747	38,080	277,297	1,343,205		1,683,812	1,510,043
	Less: Accumulated amortization on disposals					(92,711)			(92,711)	(71,265)
	Transfer of Capital Assets related to restructuring (Schedule 11)									
	Closing Accumulated		\$ 72,120	\$ 249,396	\$ 185,696	\$ 1,638,245	\$ 11,519,579		\$ 13,665,036	\$ 10,773,935
Net Book Value		\$ 281,619	\$ 615,129	\$ 417,656	\$ 214,436	\$ 2,846,343	\$ 43,786,238	\$ 23,839,889	\$ 12,001,310	\$ 68,614,039

1. Total contributed/donated assets received in 2019

2. List of assets recognized at nominal value in 2019 at

- Infrastructure Assets
- Vehicles
- Machinery and Equipment

3. Amount of interest capitalized in Schedule 6

Rural Municipality of Frenchman Butte No. 501
Schedule of Tangible Capital Assets by Function
As at December 31, 2019

Schedule 7

		2019							2018	
		General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
Assets	Asset cost									
	Opening Asset costs	\$ 283,072	\$ 106,502	\$ 70,382,070	\$ 240		\$ 75,819	\$ 9,840,271	\$ 80,687,974	\$ 63,472,907
	Additions during the year	6,004		718,036				4,795,344	5,519,384	24,316,397
	Disposals and write-downs during the year			(540,952)					(540,952)	(7,101,330)
	Transfer of Capital Assets related to restructuring (Schedule 11)									
Closing Asset Costs		\$ 289,076	\$ 106,502	\$ 70,559,154	\$ 240		\$ 75,819	\$ 14,635,615	\$ 85,666,406	\$ 80,687,974
Amortization	Accumulated									
	Opening Accumulated Amortization Costs	\$ 58,080	\$ 28,050	\$ 11,747,676			\$ 4,624	\$ 235,505	\$ 12,073,935	\$ 10,635,157
	Add: Amortization taken	2,893	3,450	1,653,415			4,624	19,430	1,683,812	1,510,043
	Less: Accumulated amortization on disposals			(92,711)					(92,711)	(712,655)
	Transfer of Capital Assets related to restructuring (Schedule 11)									
Closing Accumulated Amortization Costs		\$ 60,973	\$ 31,500	\$ 13,308,380			\$ 9,248	\$ 254,935	\$ 13,665,036	\$ 12,073,935
Net Book Value		\$ 228,103	\$ 75,002	\$ 57,250,774	\$ 240		\$ 66,571	\$ 14,380,680	\$ 72,001,370	\$ 68,614,039

Rural Municipality of Frenchman Butte No. 501
Schedule of Accumulated Surplus
As at December 31, 2019

Schedule 8

	2018	Changes	2019
UNAPPROPRIATED SURPLUS	\$ 13,587,760	\$ 2,073,236	\$ 15,660,996

APPROPRIATED RESERVES

Dust Control	\$ 40,000		\$ 40,000
Future Expenditure (Sanding Truck)		241,500	241,500
EMO	20,000		20,000
Fire	450,000		450,000
Ft. Pitt Fire Department	10,000		10,000
Health Care/SHA	448,070	(6,825)	441,245
Machinery and Equipment	1,242,034		1,242,034
Public Reserves	6,652	2,229	8,881
Rail Line Discontinuation	270,522		270,522
Recreation	8,040		8,040
Residential Road Allowance	100,000		100,000
Road Construction	359,578		359,578
Total Appropriated	2,954,896	236,904	3,191,800

ORGANIZED HAMLETS {add lines if required}

Organized Hamlet of(Name)	119,181	16,445	135,626
Organized Hamlet of(Name)			
Organized Hamlet of(Name)			
Organized Hamlet of(Name)			
Organized Hamlet of(Name)			
Organized Hamlet of(Name)			
Total Organized Hamlets	119,181	16,445	135,626

NET INVESTMENT IN TANGIBLE CAPITAL ASSETS

Tangible capital assets (Schedule 6, 7)	68,(14,039)	3,387,331	72,001,370
Less: Related debt			
Net Investment in Tangible Capital Assets	68,614,039	3,387,331	72,001,370

Total Accumulated Surplus	\$ 85,275,876	\$ 5,713,916	\$ 90,989,792
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Rural Municipality of Frenchman Butte No. 501
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	148,529,750	49,102,272		17,780,290	268,904,925		484,317,237
Regional Park Assessment							
Total Assessment							484,317,237
Mill Rate Factor(s)	1.0000	0.7000		0.7000	6.3000		
Total Base/Minimum Tax (generated for each property class)	50	14,420			1,981,175		1,995,645
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	646,149	163,417		54,141	9,350,189		10,213,896

MILL RATES: **MILLS**

Average Municipal*	21.09
Average School*	6.37
Potash Mill Rate	
Uniform Municipal Mill Rate	4.35

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

Rural Municipality of Frenchman Butte No. 501
Schedule of Council Remuneration
As at December 31, 2019

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Reeve	Mills Midgley, Bonnie	\$ 18,906	\$ 3,976	\$ 22,882
Councillor	Fischer, Owen	14,525	1,296	15,821
Councillor	Gory, Ronald	9,300	1,457	10,757
Councillor	Hritzuk, Daniel	14,500	3,115	17,615
Councillor	Larre, Leonard	9,675	1,591	11,266
Councillor	Noeth, Gay	14,675	1,284	15,959
Councillor	Young, Claus	9,500	1,733	11,233
Total		\$ 91,081	\$ 14,452	\$ 105,533