

# **Rural Municipality of Wolverine No. 340**

**Financial Statements**

*December 31, 2021*

# Rural Municipality of Wolverine No. 340

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*For the year ended December 31, 2021*

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## **Management's Responsibility**

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To the Ratepayers of the Rural Municipality of Wolverine No. 340:

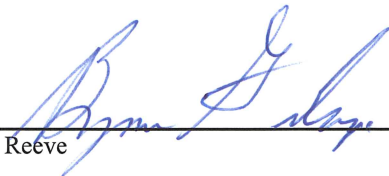
Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

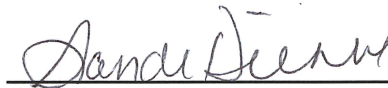
In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial statements.

Council is composed entirely of council members who are neither management nor employees of the Municipality. Council is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the annual financial statements. Council fulfils these responsibilities by reviewing the financial information and discussing relevant matters with management. Council is also responsible for the appointment of the Municipality's external auditors.

MNP LLP is appointed by 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 with both management and Council to discuss their audit findings.

March 25, 2022

  
\_\_\_\_\_  
Reeve

  
\_\_\_\_\_  
Administrator

To the Reeve and Councillors of the Rural Municipality of Wolverine No. 340:

### Opinion

We have audited the financial statements of the Rural Municipality of Wolverine No. 340 (the "Municipality"), which comprise the statement of financial position as at December 31, 2021, and the statements of operations, changes in net financial assets, cash flows and the related schedules 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, 2021, and the results of its operations, changes in its net financial assets 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 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 these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Responsibilities of Management, Reeve and Council 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 related 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.

The Reeve and council 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 the Reeve and council 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.

Humboldt, Saskatchewan

March 25, 2022

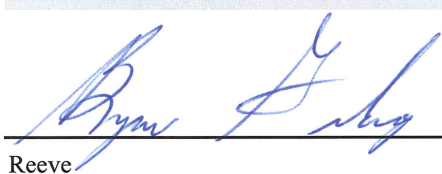
*MNP LLP*

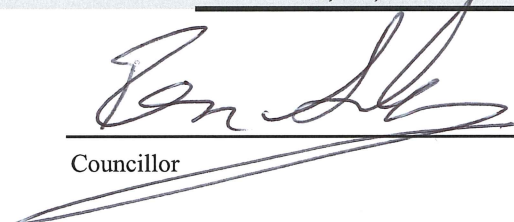
Chartered Professional Accountants

Rural Municipality of Wolverine No. 340  
Statement of Financial Position  
As at December 31, 2021

Statement 1

	2021	2020
<b>ASSETS</b>		
<b>Financial Assets</b>		
Cash and Temporary Investments (Note 2)	2,305,519	2,466,357
Taxes Receivable - Municipal (Note 3)	18,498	25,897
Other Accounts Receivable (Note 4)	209,664	52,190
Long-Term Investments (Note 5)	459,666	445,732
Land for Resale (Note 6)	-	15,475
<b>Total Financial Assets</b>	<b>2,993,347</b>	<b>3,005,651</b>
<b>LIABILITIES</b>		
Accounts Payable	112,566	142,942
Other Liabilities	39,056	26,546
<b>Total Liabilities</b>	<b>151,622</b>	<b>169,488</b>
<b>NET FINANCIAL ASSETS</b>	<b>2,841,725</b>	<b>2,836,163</b>
<b>Non-Financial Assets</b>		
Tangible Capital Assets (Schedule 6, 7)	5,119,100	4,844,606
Prepayments and Deferred Charges	2,944	4,015
Stock and Supplies	407,005	361,979
<b>Total Non-Financial Assets</b>	<b>5,529,049</b>	<b>5,210,600</b>
<b>Accumulated Surplus (Schedule 8)</b>	<b>8,370,774</b>	<b>8,046,763</b>

  
Reeve

  
Councillor

*The accompanying notes are an integral part of these financial statements*

**Rural Municipality of Wolverine No. 340**

**Statement of Operations**

**For the year ended December 31, 2021**

Statement 2

	2021 Budget	2021	2020
<b>Revenues</b>			
Taxes and Other Unconditional Revenue (Schedule 1)	1,680,899	1,679,941	1,686,688
Fees and Charges (Schedule 4, 5)	93,960	124,840	177,144
Conditional Grants (Schedule 4, 5)	5,951	5,951	7,080
Tangible Capital Asset Sales - Gain (Loss) (Schedule 4, 5)	29,076	29,076	70,345
Land Sales - Gain (Loss) (Schedule 4, 5)	1,800	122	-
Investment Income and Commissions (Schedule 4, 5)	26,900	30,284	63,696
Other Revenues (Schedule 4, 5)	19,404	30,700	22,705
<b>Total Revenues</b>	<b>1,857,990</b>	<b>1,900,914</b>	<b>2,027,658</b>
<b>Expenses</b>			
General Government Services (Schedule 3)	266,653	250,439	226,446
Protective Services (Schedule 3)	51,000	51,258	50,417
Transportation Services (Schedule 3)	1,385,935	1,261,049	1,255,185
Environmental and Public Health Services (Schedule 3)	51,135	52,553	49,067
Planning and Development Services (Schedule 3)	54,750	57,718	44,077
Recreation and Cultural Services (Schedule 3)	11,609	9,399	9,869
Utility Services (Schedule 3)	-	-	-
<b>Total Expenses</b>	<b>1,821,082</b>	<b>1,682,416</b>	<b>1,635,061</b>
<b>Surplus of Revenues over Expenses before Other Capital Contributions</b>	<b>36,908</b>	<b>218,498</b>	<b>392,597</b>
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	70,620	105,513	111,470
<b>Surplus of Revenues over Expenses</b>	<b>107,528</b>	<b>324,011</b>	<b>504,067</b>
<b>Accumulated Surplus, Beginning of Year</b>	<b>8,046,763</b>	<b>8,046,763</b>	<b>7,542,696</b>
<b>Accumulated Surplus, End of Year</b>	<b>8,154,291</b>	<b>8,370,774</b>	<b>8,046,763</b>

*The accompanying notes are an integral part of these financial statements*

**Rural Municipality of Wolverine No. 340**  
**Statement of Change in Net Financial Assets**  
**For the year ended December 31, 2021**

Statement 3

	2021 Budget	2021	2020
<b>Surplus</b>	107,528	324,011	504,067
(Acquisition) of tangible capital assets	(762,839)	(768,949)	(1,553,750)
Amortization of tangible capital assets	393,083	366,031	367,814
Proceeds on disposal of tangible capital assets	166,950	157,500	167,174
(Gain) loss on the disposal of tangible capital assets	(29,076)	(29,076)	(70,345)
<b>Deficit of capital expenses over expenditures</b>	<b>(231,882)</b>	<b>(274,494)</b>	<b>(1,089,107)</b>
(Acquisition) consumption of supplies inventories	75,000	(45,026)	74,072
(Acquisition) use of prepaid expense	-	1,071	3,679
<b>Surplus (Deficit) of expenses of other non-financial over expenditures</b>	<b>75,000</b>	<b>(43,955)</b>	<b>77,751</b>
<b>Increase (Decrease) in Net Financial Assets</b>	<b>(49,354)</b>	<b>5,562</b>	<b>(507,289)</b>
<b>Net Financial Assets - Beginning of Year</b>	2,836,163	2,836,163	3,343,452
<b>Net Financial Assets - End of Year</b>	<b>2,786,809</b>	<b>2,841,725</b>	<b>2,836,163</b>

*The accompanying notes are an integral part of these financial statements*



**Rural Municipality of Wolverine No. 340**  
**Statement of Cash Flow**  
**For the year ended December 31, 2021**

Statement 4

	2021	2020
<b>Cash provided by (used for) the following activities</b>		
<b>Operating:</b>		
Surplus	324,011	504,067
Amortization	366,031	367,814
Loss (gain) on disposal of tangible capital assets	(29,076)	(70,345)
	<u>660,966</u>	<u>801,536</u>
<b>Change in assets/liabilities</b>		
Taxes Receivable - Municipal	7,399	13,243
Other Receivables	(157,474)	(22,440)
Accounts Payable	(30,376)	(79,500)
Other Liabilities	12,510	(4,526)
Stock and supplies for use	(45,026)	74,072
Prepayments and Deferred Charges	1,071	3,679
<b>Net cash from operations</b>	<b>449,070</b>	<b>786,064</b>
<b>Capital:</b>		
Acquisition of capital assets	(768,949)	(1,553,750)
Proceeds from the disposal of capital assets	157,500	167,174
<b>Net cash used for capital</b>	<b>(611,449)</b>	<b>(1,386,576)</b>
<b>Investing:</b>		
Long-term investments	(13,934)	1,016,425
Land for Resale	15,475	-
<b>Net cash from investing</b>	<b>1,541</b>	<b>1,016,425</b>
<b>Increase (decrease) in cash resources</b>	<b>(160,838)</b>	<b>415,913</b>
<b>Cash and Investments - Beginning of Year</b>	<b>2,466,357</b>	<b>2,050,444</b>
<b>Cash and Investments - End of Year</b>	<b>2,305,519</b>	<b>2,466,357</b>

*The accompanying notes are an integral part of these financial statements*

## 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. For the purpose of the financial statements of the Municipality, there are no additional organizations that require consolidation.
- 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. The amounts collected are disclosed on Note 3.
- c) **Government Transfers:** Government transfers are the transfer of assets from senior levels of government that are not 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 transfer is authorized;
  - b) any eligibility criteria have been met; and
  - c) a reasonable estimate of the amount can be made.

Government transfer amounts received but not earned 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) **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.
- f) **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.
- g) **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.
- h) **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.

1. Significant Accounting Policies - continued

- i) **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.
  
- j) **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.
  
- k) **Tangible Capital Assets:** All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Initial costs for tangible capital assets that were acquired and developed prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant inflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of contribution. The tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. 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. 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	20 Yrs
Buildings	40 Yrs
Vehicles & Equipment	
Vehicles	5 to 10 Yrs
Machinery and Equipment	5 to 20 Yrs

<b>Infrastructure Assets</b>	
Infrastructure 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.

- l) **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.
  
- m) **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.  
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.

**1. Significant Accounting Policies - continued**

- n) **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: The general government segment provides for the administration of the Municipality.

Protective Services: Protective Services is comprised of expenses for Police and Fire protection.

Transportation services: The Transportation services segment is 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: The planning and development segment provides for neighbourhood development and sustainability.

Recreation and Culture: The recreation and culture segment provides for community services through the provision of recreation and leisure services.

Utility Services: The Utility services segment provides for delivery of water, collecting and treating of wastewater and providing collection and disposal of solid waste.

- o) **New Standards and Amendments to Standards:  
Effective for Fiscal Years Beginning On or After April 1, 2022:**

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

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

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

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

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

**Effective for Fiscal Years Beginning On or After April 1, 2023:**

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

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

**Rural Municipality of Wolverine No. 340**

**Notes to the Financial Statements**

**For the year ended December 31, 2021**

	2021	2020
<b>2. Cash and Temporary Investments</b>		
Cash	1,197,081	1,059,916
Temporary Investments	1,108,438	1,406,441
<b>Total Cash and Temporary Investments</b>	<b>2,305,519</b>	<b>2,466,357</b>

Cash and temporary investments include balances with banks, term deposits, marketable securities and short-term investments with maturities of three months or less.

**3. Taxes and Grants in Lieu Receivable**

Municipal - Current	17,223	23,197
- Arrears	1,275	2,700
	18,498	25,897
- Less Allowance for Uncollectibles	-	-
Total municipal taxes receivable	18,498	25,897
School - Current	6,249	7,444
- Arrears	199	420
Total school taxes receivable	6,448	7,864
Other - Current	433	-
- Arrears	-	-
Total other taxes receivable	433	-
Total taxes and grants in lieu receivable	25,379	33,761
Deduct taxes receivable to be collected on behalf of other organizations	(6,881)	(7,864)
<b>Municipal and Grants in Lieu Taxes Receivable</b>	<b>18,498</b>	<b>25,897</b>

**4. Other Accounts Receivable**

Federal government	60,061	35,927
Trade	11,285	11,609
Local government	138,318	4,654
Total Other Accounts Receivable	209,664	52,190
Less Allowance for Uncollectibles	-	-
<b>Net Other Accounts Receivable</b>	<b>209,664</b>	<b>52,190</b>

**5. Long-Term Investments**

Sask Association of Rural Municipalities - Self Insurance Fund	88,012	81,124
Co-operative Equity	30,010	30,010
Conexus Credit Union Term Investments	341,644	334,598
<b>Total Long-Term Investments</b>	<b>459,666</b>	<b>445,732</b>

**Rural Municipality of Wolverine No. 340****Notes to the Financial Statements****For the year ended December 31, 2021**

	2021	2020
<b>6. Land for Resale</b>		
Tax title property	-	-
Allowance for market value adjustment	-	-
Deduct portion due to other tax authority (school)	-	-
Net Tax Title Property	-	-
Other land	-	15,475
Allowance for market value adjustment	-	-
Net Other Land	-	15,475
<b>Total Land for Resale</b>	<b>-</b>	<b>15,475</b>

**7. Bank Indebtedness**

The Municipality has a line of credit to a maximum of \$550,000, bearing interest at prime (2.45% at December 31, 2021), of which \$Nil was drawn as of December 31, 2021 (2020 - \$Nil).

**8. Long-Term Debt**

The debt limit of the Municipality is \$1,165,392. 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)).

**9. 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, together with a number of other rural and urban municipalities, is a member of the Regional Authority of Carlton Trail - Waste Management District Ltd. ("REACT"). REACT is governed by the Department of Saskatchewan Environment and Resource Management ("SERM") and is responsible for waste collection, landfill operations and future site restoration costs. Expenditures that relate to on-going environmental and reclamation programs are charged against revenues as incurred. Future site restoration costs are recognized based on assumptions, engineering studies and estimates to the costs of future removal and site restoration. Changes to the underlying assumptions or legislative change in the future could have a material impact on the financial statements. As these costs are not readily determinable, the Municipality has not provided for future site restoration costs.

**10. Commitment**

The Municipality has entered into an agreement with the Lanigan and District Fire Association (the "Association") to assist in funding future capital expenditures for a ten year period commencing in 2012. In each year during the agreement period, the annual commitment will be calculated based on the Municipality's share of the yearly levy assessed. In 2021 the Municipality's share was \$7,547. The commitment was fulfilled in 2021.

**11. Budget**

On May 14, 2021, the Council approved its operating budget on planned expenses relating to the current year funding and other current year sources of revenue.

**Rural Municipality of Wolverine No. 340****Notes to the Financial Statements****For the year ended December 31, 2021****12. 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 pension expense in 2021 was \$38,810 (2020 - \$38,698). 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.

**13. Comparative Figures**

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

**14. Significant event**

Since March of 2020, the global outbreak of COVID-19 (coronavirus) has had a significant impact on businesses through the restrictions put in place by the Canadian, provincial and municipal governments regarding travel, business operations and isolation/quarantine orders. At this time, it is unknown the extent of the impact the COVID-19 outbreak may have on the Municipality as this will depend on future developments that are highly uncertain and that cannot be predicted with confidence. These uncertainties arise from the inability to predict the ultimate geographic spread of the disease, and the duration of the outbreak, including the duration of travel restrictions, business closures or disruptions, and quarantine/isolation measures that are currently, or may be put, in place by Canada and other countries to fight the virus.

**Rural Municipality of Wolverine No. 340**  
**Schedule of Taxes and Other Unconditional Revenue**  
**For the year ended December 31, 2021**

Schedule 1

	2021 Budget	2021	2020
<b>TAXES</b>			
General municipal tax levy	985,247	985,107	950,395
Abatements and adjustments	(1,000)	(1,839)	(1,041)
Discount on current year taxes	(36,000)	(35,781)	(35,080)
<b>Net Municipal Taxes</b>	<b>948,247</b>	<b>947,487</b>	<b>914,274</b>
Potash tax share	570,167	570,167	593,283
Penalties on tax arrears	2,000	1,802	2,206
<b>Total Taxes</b>	<b>1,520,414</b>	<b>1,519,456</b>	<b>1,509,763</b>
<b>UNCONDITIONAL GRANTS</b>			
Equalization (Revenue Sharing)	160,152	160,152	148,220
Safe Restart	-	-	28,634
<b>Total Unconditional Grants</b>	<b>160,152</b>	<b>160,152</b>	<b>176,854</b>
<b>GRANTS IN LIEU OF TAXES</b>			
Provincial	333	333	71
<b>Total Grants in Lieu of Taxes</b>	<b>333</b>	<b>333</b>	<b>71</b>
<b>TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE</b>	<b>1,680,899</b>	<b>1,679,941</b>	<b>1,686,688</b>



**Rural Municipality of Wolverine No. 340**  
**Schedule of Operating and Capital Revenue by Function**  
**For the year ended December 31, 2021**

Schedule 2 - 1

	2021 Budget	2021	2020
<b>GENERAL GOVERNMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Sales of supplies	1,200	1,156	1,139
- Other ( <i>Licenses, permits, rentals</i> )	1,900	7,345	2,798
Total Fees and Charges	3,100	8,501	3,937
- Land sales - gain	1,800	122	-
- Investment income and commissions	26,900	30,284	63,696
- Other ( <i>Post Office outlet, rebates</i> )	7,000	18,296	8,273
Total Other Segmented Revenue	38,800	57,203	75,906
<b>Total Operating</b>	38,800	57,203	75,906
<b>Total General Government Services</b>	<b>38,800</b>	<b>57,203</b>	<b>75,906</b>

**PROTECTIVE SERVICES**

**Operating**

Other Segmented Revenue			
Fees and Charges			
- Other ( <i>Fire fees</i> )	-	-	-
Total Fees and Charges	-	-	-
Total Other Segmented Revenue	-	-	-
<b>Total Operating</b>	-	-	-
<b>Total Protective Services</b>	<b>-</b>	<b>-</b>	<b>-</b>

**TRANSPORTATION SERVICES**

**Operating**

Other Segmented Revenue			
Fees and Charges			
- Custom work	20,000	47,291	128,916
- Sales of supplies	25,000	6,671	16,577
- Road maintenance and restoration agreements	38,100	50,210	19,291
Total Fees and Charges	83,100	104,172	164,784
- Tangible capital asset sales - gain (loss)	29,076	29,076	70,345
- Other ( <i>Insurance Proceeds</i> )	12,404	12,404	14,432
Total Other Segmented Revenue	124,580	145,652	249,561
<b>Total Operating</b>	<b>124,580</b>	<b>145,652</b>	<b>249,561</b>

**Capital**

Conditional Grants			
- Canada Community-Building Fund	70,620	58,488	42,480
- Farm & Ranch Water Infrastructure Program	-	4,725	-
- Municipal Asset Management Program	-	42,300	-
- Municipal Economic Enhancement Program	-	-	68,990
<b>Total Capital</b>	<b>70,620</b>	<b>105,513</b>	<b>111,470</b>
<b>Total Transportation Services</b>	<b>195,200</b>	<b>251,165</b>	<b>361,031</b>

**Rural Municipality of Wolverine No. 340**  
**Schedule of Operating and Capital Revenue by Function**  
**For the year ended December 31, 2021**

Schedule 2 - 2

	2021 Budget	2021	2020
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Sale of supplies	-	90	60
- Other ( <i>Beaver bounties</i> )	3,760	4,210	4,370
Total Other Segmented Revenue	3,760	4,300	4,430
Conditional Grants			
- Local government	2,903	2,903	4,032
Total Conditional Grants	2,903	2,903	4,032
<b>Total Operating</b>	2,903	2,903	4,032
<b>Total Environmental and Public Health Services</b>	<b>6,663</b>	<b>7,203</b>	<b>8,462</b>

**RECREATION AND CULTURAL SERVICES**

<b>Operating</b>			
Conditional Grants			
- Sask Lotteries Community Grant Program	3,048	3,048	3,048
Total Conditional Grants	3,048	3,048	3,048
<b>Total Operating</b>	3,048	3,048	3,048
<b>Total Recreation and Cultural Services</b>	<b>3,048</b>	<b>3,048</b>	<b>3,048</b>

**UTILITY SERVICES**

<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Water	4,000	7,867	3,993
Total Fees and Charges	4,000	7,867	3,993
Total Other Segmented Revenue	4,000	7,867	3,993
<b>Total Operating</b>	4,000	7,867	3,993
<b>Total Utility Services</b>	<b>4,000</b>	<b>7,867</b>	<b>3,993</b>

<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>247,711</b>	<b>326,486</b>	<b>452,440</b>
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**SUMMARY**

Total Other Segmented Revenue	171,140	215,022	333,890
Total Conditional Grants	5,951	5,951	7,080
Total Capital Grants and Contributions	70,620	105,513	111,470
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>247,711</b>	<b>326,486</b>	<b>452,440</b>

**Rural Municipality of Wolverine No. 340**

**Schedule of Expenses by Function**

**For the year ended December 31, 2021**

Schedule 3 - 1

	2021 Budget	2021	2020
<b>GENERAL GOVERNMENT SERVICES</b>			
Council remuneration and travel	34,915	29,895	35,878
Wages and benefits	114,500	113,146	109,490
Professional/Contractual services	87,050	81,839	59,485
Utilities	8,500	7,881	7,701
Maintenance, materials and supplies	12,400	9,093	12,858
Grants and contributions - operating	500	200	50
Amortization	8,288	7,957	8,288
Allowance for uncollectibles (recoveries)	-	-	(7,371)
Other	500	428	67
<b>Total Government Services</b>	<b>266,653</b>	<b>250,439</b>	<b>226,446</b>

**PROTECTIVE SERVICES**

**Police protection**

Professional/Contractual services	23,200	23,740	23,119
Grants and contributions - operating	200	200	100

**Fire protection**

Professional/Contractual services	600	600	600
Grants and contributions - operating	27,000	26,718	26,598

<b>Total Protective Services</b>	<b>51,000</b>	<b>51,258</b>	<b>50,417</b>
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**TRANSPORTATION SERVICES**

Wages and benefits	463,700	468,539	449,559
Professional/Contractual services	73,200	54,566	30,708
Utilities	29,050	20,878	15,392
Maintenance, materials, and supplies	286,890	255,574	235,642
Gravel	148,300	103,418	164,358
Amortization	384,795	358,074	359,526
Interest	-	-	-

<b>Total Transportation Services</b>	<b>1,385,935</b>	<b>1,261,049</b>	<b>1,255,185</b>
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Rural Municipality of Wolverine No. 340

Schedule of Expenses by Function

For the year ended December 31, 2021

Schedule 3 - 2

	2021 Budget	2021	2020
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
Wages and benefits	3,500	2,708	2,822
Professional/Contractual services	33,000	35,567	31,762
Utilities	2,000	1,788	1,985
Maintenance, materials and supplies	3,400	3,983	3,725
Grants and contributions - operating			
○ Public Health	9,235	5,735	8,235
Other ( <i>Water well samples, Donations</i> )	-	2,772	538
<b>Total Environmental and Public Health Services</b>	<b>51,135</b>	<b>52,553</b>	<b>49,067</b>
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
Professional/Contractual services	53,500	57,318	44,077
Other ( <i>Donations</i> )	1,250	400	-
<b>Total Planning and Development Services</b>	<b>54,750</b>	<b>57,718</b>	<b>44,077</b>
<b>RECREATION AND CULTURAL SERVICES</b>			
Professional/Contractual services	3,700	3,691	3,691
Grants and contributions - operating	7,909	5,708	6,178
<b>Total Recreation and Cultural Services</b>	<b>11,609</b>	<b>9,399</b>	<b>9,869</b>
<b>TOTAL EXPENSES BY FUNCTION</b>	<b>1,821,082</b>	<b>1,682,416</b>	<b>1,635,061</b>

Rural Municipality of Wolverine No. 340  
Schedule of Segment Disclosure by Function  
For the year ended December 31, 2021

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	8,501	-	104,172	4,300	-	-	7,867	124,840
Tangible Capital Asset Sales - Gain (Loss)	-	-	29,076	-	-	-	-	29,076
Land Sales - Gain (Loss)	122	-	-	-	-	-	-	122
Investment Income and Commissions	30,284	-	-	-	-	-	-	30,284
Other Revenues	18,296	-	12,404	-	-	-	-	30,700
Grants - Conditional	-	-	-	2,903	-	3,048	-	5,951
- Capital	-	-	105,513	-	-	-	-	105,513
<b>Total revenues</b>	<b>57,203</b>	<b>-</b>	<b>251,165</b>	<b>7,203</b>	<b>-</b>	<b>3,048</b>	<b>7,867</b>	<b>326,486</b>
<b>Expenses (Schedule 3)</b>								
Wages & Benefits	143,041	-	468,539	2,708	-	-	-	614,288
Professional/Contractual Services	81,839	24,340	54,566	35,567	57,318	3,691	-	257,321
Utilities	7,881	-	20,878	1,788	-	-	-	30,547
Maintenance Materials and Supplies	9,093	-	358,992	3,983	-	-	-	372,068
Grants and Contributions	200	26,918	-	5,735	-	5,708	-	38,561
Amortization	7,957	-	358,074	-	-	-	-	366,031
Interest	-	-	-	-	-	-	-	-
Allowance for uncollectibles	-	-	-	-	-	-	-	-
Other	428	-	-	2,772	400	-	-	3,600
<b>Total expenses</b>	<b>250,439</b>	<b>51,258</b>	<b>1,261,049</b>	<b>52,553</b>	<b>57,718</b>	<b>9,399</b>	<b>-</b>	<b>1,682,416</b>
<b>Surplus (Deficit) by Function</b>	<b>(193,236)</b>	<b>(51,258)</b>	<b>(1,009,884)</b>	<b>(45,350)</b>	<b>(57,718)</b>	<b>(6,351)</b>	<b>7,867</b>	<b>(1,355,930)</b>

Taxation and other unconditional revenue (Schedule 1) 1,679,941

**Net Surplus** **324,011**

Rural Municipality of Wolverine No. 340  
Schedule of Segment Disclosure by Function  
For the year ended December 31, 2020

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	3,937	-	164,784	4,430	-	-	3,993	177,144
Tangible Capital Asset Sales - Gain (Loss)	-	-	70,345	-	-	-	-	70,345
Land Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Investment Income and Commissions	63,696	-	-	-	-	-	-	63,696
Other Revenues	8,273	-	14,432	-	-	-	-	22,705
Grants - Conditional	-	-	-	4,032	-	3,048	-	7,080
- Capital	-	-	111,470	-	-	-	-	111,470
<b>Total revenues</b>	<b>75,906</b>	<b>-</b>	<b>361,031</b>	<b>8,462</b>	<b>-</b>	<b>3,048</b>	<b>3,993</b>	<b>452,440</b>
<b>Expenses (Schedule 3)</b>								
Wages & Benefits	145,368	-	449,559	2,822	-	-	-	597,749
Professional/Contractual Services	59,485	23,719	30,708	31,762	44,077	3,691	-	193,442
Utilities	7,701	-	15,392	1,985	-	-	-	25,078
Maintenance Materials and Supplies	12,858	-	400,000	3,725	-	-	-	416,583
Grants and Contributions	50	26,698	-	8,235	-	6,178	-	41,161
Amortization	8,288	-	359,526	-	-	-	-	367,814
Interest	-	-	-	-	-	-	-	-
Allowance for uncollectibles (recoveries)	(7,371)	-	-	-	-	-	-	(7,371)
Other	67	-	-	538	-	-	-	605
<b>Total expenses</b>	<b>226,446</b>	<b>50,417</b>	<b>1,255,185</b>	<b>49,067</b>	<b>44,077</b>	<b>9,869</b>	<b>-</b>	<b>1,635,061</b>
<b>Surplus (Deficit) by Function</b>	<b>(150,540)</b>	<b>(50,417)</b>	<b>(894,154)</b>	<b>(40,605)</b>	<b>(44,077)</b>	<b>(6,821)</b>	<b>3,993</b>	<b>(1,182,621)</b>
Taxation and other unconditional revenue (Schedule 1)								1,686,688
<b>Net Surplus</b>								<b>504,067</b>

Rural Municipality of Wolverine No. 340  
Schedule of Tangible Capital Assets by Object  
For the year ended December 31, 2021

Schedule 6

		2021						2020		
Assets		General Assets					Infrastructure Assets			
								Building		
								Assets Under Construction	Total	
		Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear assets		Total	
Asset cost										
	Opening Asset costs	52,294	16,449	1,681,445	100,000	2,382,509	5,130,074	-	9,362,771	8,038,659
	Additions during the year	-	-	-	-	632,192	136,757	-	768,949	1,553,750
	Disposals and write-downs during the year	-	-	-	-	(321,059)	-	-	(321,059)	(229,638)
	Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
Closing Asset Costs		52,294	16,449	1,681,445	100,000	2,693,642	5,266,831	-	9,810,661	9,362,771
Amortization	Accumulated Amortization Cost									
	Opening Accumulated Amortization Costs	-	16,449	92,628	30,295	1,167,485	3,211,308	-	4,518,165	4,283,160
	Add: Amortization taken	-	-	39,541	10,000	223,262	93,228	-	366,031	367,814
	Less: Accumulated amortization on disposals	-	-	-	-	(192,635)	-	-	(192,635)	(132,809)
	Closing Accumulated Amortization Costs	-	16,449	132,169	40,295	1,198,112	3,304,536	-	4,691,561	4,518,165
Net Book Value		52,294	-	1,549,276	59,705	1,495,530	1,962,295	-	5,119,100	4,844,606

1. Total contributed/donated assets received in 2021 \$ -

2. List of assets recognized at nominal value in 2021 are:

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

3. Amount of interest capitalized in 2021 \$ -

Rural Municipality of Wolverine No. 340  
Schedule of Tangible Capital Assets by Function  
For the year ended December 31, 2021

Schedule 7

	2021							2020
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	
<b>Asset cost</b>								<b>Total</b>
Opening Asset costs	470,385	-	8,875,937	16,449	-	-	-	9,362,771
Additions during the year	-	-	760,225	8,724	-	-	-	768,949
Disposals and write-downs during the year	-	-	(321,059)	-	-	-	-	(321,059)
<b>Closing Asset Costs</b>	<b>470,385</b>	<b>-</b>	<b>9,315,103</b>	<b>25,173</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9,810,661</b>
<b>Accumulated Amortization Cost</b>								
Opening Accumulated Amortization Costs	90,971	-	4,410,745	16,449	-	-	-	4,518,165
Add: Amortization taken	7,957	-	358,074	-	-	-	-	366,031
Less: Accumulated amortization on disposals	-	-	(192,635)	-	-	-	-	(192,635)
<b>Closing Accumulated Amortization Costs</b>	<b>98,928</b>	<b>-</b>	<b>4,576,184</b>	<b>16,449</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,691,561</b>
<b>Net Book Value</b>	<b>371,457</b>	<b>-</b>	<b>4,738,919</b>	<b>8,724</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5,119,100</b>
								<b>4,844,606</b>



**Rural Municipality of Wolverine No. 340**  
**Schedule of Accumulated Surplus**  
**For the year ended December 31, 2021**

Schedule 8

	2020	Changes	2021
<b>UNAPPROPRIATED SURPLUS</b>	<b>1,461,118</b>	<b>340,474</b>	<b>1,801,592</b>

**APPROPRIATED RESERVES**

Machinery and Equipment	613,942	(302,117)	311,825
Public Reserve	9,425	34	9,459
Other - Fire Fighting Equipment	4,329	15	4,344
Future Expenditures	592,972	4,515	597,487
Gravel	107,472	795	108,267
Future Road Construction	410,910	5,792	416,702
Cemetery	400	3	403
Employee Training	1,589	6	1,595
<b>Total Appropriated</b>	<b>1,741,039</b>	<b>(290,957)</b>	<b>1,450,082</b>

**NET INVESTMENT IN TANGIBLE CAPITAL ASSETS**

Tangible capital assets (Schedule 6)	4,844,606	274,494	5,119,100
Less: Related debt	-	-	-
<b>Net Investment in Tangible Capital Assets</b>	<b>4,844,606</b>	<b>274,494</b>	<b>5,119,100</b>

<b>Total Accumulated Surplus</b>	<b>8,046,763</b>	<b>324,011</b>	<b>8,370,774</b>
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**Rural Municipality of Wolverine No. 340**  
**Schedule of Mill Rates and Assessments**  
**For the year ended December 31, 2021**

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
<b>Taxable Assessment</b>	116,518,515	21,574,312	-	-	3,215,040	-	141,307,867
<b>Regional Park Assessment</b>							-
<b>Total Assessment</b>							141,307,867
<b>Mill Rate Factor(s)</b>	1.04	0.80	-	-	2.00		
<b>Total Base/Minimum Tax</b> (generated for each property class)	-	-	-	-	-		-
<b>Total Municipal Tax Levy</b> (include base and/or minimum tax and special levies)	824,019	117,364	-	-	43,724		985,107

**MILL RATES:**

**MILLS**

<b>Average Municipal*</b>	6.9714
<b>Average School*</b>	1.9559
<b>Potash Mill Rate</b>	-
<b>Uniform Municipal Mill Rate</b>	6.8000

\* 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 Wolverine No. 340**  
**Schedule of Council Remuneration**  
**For the year ended December 31, 2021**

Schedule 10

<b>Name</b>	<b>Remuneration</b>	<b>Reimbursed Costs</b>	<b>Total</b>
Bryan Gibney	7,200	1,005	8,205
Joan Nemeth-Syroteuk	4,781	184	4,965
Sandy Flory	4,387	192	4,579
Blaine Possberg	3,488	343	3,831
Ron Suchy	3,375	423	3,798
Rod Dale	3,275	547	3,822
Donald Williams	2,800	118	2,918
<b>Total</b>	<b>29,306</b>	<b>2,812</b>	<b>32,118</b>