

**RURAL MUNICIPALITY OF ABERDEEN NO. 373**  
**Financial Statements**  
**Year Ended December 31, 2019**

**RURAL MUNICIPALITY OF ABERDEEN NO. 373**

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**Year Ended December 31, 2019**

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## Management's Responsibility

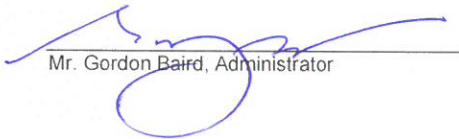
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The municipality's management is responsible for the preparation and presentation of the accompanying consolidated financial statements in accordance with Canadian public sector accounting standards (PSAS). The preparation of the statements necessarily includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgments and estimates by management are required.

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

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

Grant Thornton LLP, an independent firm of Chartered Professional Accountants, is appointed by the Council to audit the consolidated financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Council and management to discuss their audit findings.



Mr. Gordon Baird, Administrator



Mr Martin Bettker, Reeve

Aberdeen, SK

Date: Aug. 13, 2020

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## INDEPENDENT AUDITOR'S REPORT

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To the Council of the Rural Municipality of Aberdeen No. 373

### *Qualified Opinion*

We have audited the consolidated financial statements of the Rural Municipality of Aberdeen No. 373 (the Municipality), which comprise the statement of financial position as at December 31, 2019, and the statements of operations and accumulated surplus and cash flow for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Municipality as at December 31, 2019, and the results of its operations and its cash flow for the year then ended in accordance with Canadian public sector accounting standards.

### *Basis for Qualified Opinion*

As discussed in Note 23 to the financial statements, the municipality has an interest in the Highway 41 Water Utility which is a government partnership. The municipality has not recorded in its financial statements its 33.33% interest in this partnership using the proportionate consolidation method, which constitutes a departure from Canadian Public Sector Accounting Standards. This is the result of a decision taken by council to not record its interest in this government partnership. If the interests in Highway 41 Water Utility were included in the municipality's financial statements the annual surplus of revenue over expenses would decrease by \$81,940 to \$450,229 (2018 - deficit would increase by \$51,893 to \$369,695, financial assets would increase by \$530,482 (2018 - \$540,390), liabilities would increase by \$20,021 (2018 - \$25,809), non-financial assets would increase by \$3,446,057 (2018 - \$3,524,279) and accumulated ending surplus would increase by \$3,956,519 (2018 - \$4,038,863).

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

### *Other Matters*

#### *Supplemental Information*

Our audit was conducted for the purposes of forming an opinion on the consolidated financial statements taken as a whole. Schedules 1, 2, 3, 7 and 10 are presented for purposes of additional information and are not a required part of the consolidated financial statements. Such information has been subjected to the auditing procedures applied, only to the extent necessary to express an opinion, in the audit of the consolidated financial statements taken as a whole.

#### *Predecessor Auditor*

The financial statements of the Rural Municipality of Aberdeen No. 373 for the year ended December 31, 2018, were audited by Cogent Chartered Professional Accountants LLP who expressed an unmodified opinion on those consolidated statements on April 9, 2019. The partners and staff of Cogent Chartered Professional Accountants LLP joined Grant Thornton LLP subsequent to that on November 1, 2019.

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

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

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

*Auditor's Responsibilities for the Audit of the Consolidated Financial Statements*

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated 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 consolidated 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 consolidated 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 consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

Saskatoon, Canada  
August 20, 2020

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

Chartered Professional Accountants

**RURAL MUNICIPALITY OF ABERDEEN NO. 373****Statement of Financial Position****As at December 31, 2019****Statement 1**

	2019	2018
<b>FINANCIAL ASSETS</b>		
Cash and Temporary Investments (Note 2)	\$ 364,659	\$ 794,337
Taxes Receivable - Municipal (Note 3)	208,666	229,228
Other Accounts Receivable (Note 4)	260,666	94,239
Land for Resale (Note 5)	-	-
Long-Term Investments (Note 6)	44,174	41,910
Debt Charges Recoverable (Note 7)	-	-
Other	-	-
<b>Total financial assets</b>	<b>878,165</b>	<b>1,159,714</b>
<b>LIABILITIES</b>		
Bank indebtedness (Note 8)	-	-
Accounts Payable	104,808	60,067
Accrued Liabilities Payable	-	-
Deposits	-	43,040
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)	-	-
<b>Total liabilities</b>	<b>104,808</b>	<b>103,107</b>
<b>NET FINANCIAL ASSETS</b>	<b>773,357</b>	<b>1,056,607</b>
<b>NON-FINANCIAL ASSETS</b>		
Tangible Capital Assets(Schedule 6, 7)	5,652,790	4,832,371
Prepayments and Deferred Charges	542	5,542
Stock and Supplies	-	-
Other (Note 14)	-	-
<b>Total Non-Financial Assets</b>	<b>5,653,332</b>	<b>4,837,913</b>
<b>ACCUMULATED SURPLUS (Schedule 8)</b>	<b>\$ 6,426,689</b>	<b>\$ 5,894,520</b>

See notes to financial statements

**RURAL MUNICIPALITY OF ABERDEEN NO. 373**  
**Statement of Operations and Accumulated Surplus**  
**As at December 31, 2019**  
**Statement 2**

	Budget 2019	2019	2018
<b>REVENUES OTHER THAN PROVINCIAL/ FEDERAL CAPITAL GRANTS AND CONTRIBUTIONS</b>			
Taxes and Other Unconditional Revenue (Schedule 1)	\$ 2,161,950	\$ 2,147,318	\$ 2,075,626
Fees and Charges (Schedule 4, 5)	159,060	197,667	143,705
Conditional Grants (Schedule 4, 5)	10,400	4,097	1,370
Tangible Capital Assets Sales - Gain (Loss) (Schedule 4, 5)	-	-	-
Land Sales - Gain (Loss) (Schedule 4, 5)	-	-	-
Investment Income and Commissions (Schedule 4, 5)	6,100	6,453	6,184
Restructurings (Schedule 4, 5)	-	-	-
Other Revenues (Schedule 4, 5)	-	5,769	-
<b>Total Revenues other than Provincial/ Federal Capital Grants and Contributions</b>	<b>2,337,510</b>	<b>2,361,304</b>	<b>2,226,885</b>
<b>EXPENSES</b>			
General Government Services (Schedule 3)	506,210	484,794	406,674
Protective Services (Schedule 3)	135,230	130,863	135,801
Transportation Services (Schedule 3)	1,294,510	1,232,070	1,838,354
Environmental and Public Health Services (Schedule 3)	82,190	49,399	55,223
Planning and Development Services (Schedule 3)	29,140	30,766	30,722
Recreation and Cultural Services (Schedule 3)	168,200	142,794	136,021
Utility Services (Schedule 3)	11,970	8,315	3,970
Restructurings (Schedule 3)	-	-	-
<b>Total Expenses</b>	<b>2,227,450</b>	<b>2,079,001</b>	<b>2,606,765</b>
<b>Surplus (Deficit) of Revenues over Expenses before Provincial/ Federal Capital Grants and Contributions</b>	<b>110,060</b>	<b>282,303</b>	<b>(379,880)</b>
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	71,720	249,866	62,078
<b>Surplus (Deficit) of Revenues over Expenses</b>	<b>181,780</b>	<b>532,169</b>	<b>(317,802)</b>
Accumulated Surplus (Deficit), Beginning of Year	5,894,520	5,894,520	6,212,322
<b>ACCUMULATED SURPLUS - END OF YEAR</b>	<b>\$ 6,076,300</b>	<b>6,426,689</b>	<b>\$ 5,894,520</b>

See notes to financial statements

**RURAL MUNICIPALITY OF ABERDEEN NO. 373**

**Statement of Change in Net Financial Assets**

**As at December 31, 2019**

**Statement 3**

	Budget	2019	2018
<b>Surplus (Deficit)</b>	\$ 181,780	\$ 532,169	\$ (317,802)
(Acquisition) of tangible capital assets	(1,114,430)	<b>(1,166,525)</b>	(502,440)
Amortization of tangible capital assets	268,800	<b>346,106</b>	322,868
Proceeds on disposal of tangible capital assets	-	-	-
Loss (gain) on the disposal of tangible capital assets	-	-	-
Transfer of assets/liabilities in restructuring transactions	-	-	-
<b>Surplus (Deficit) of capital expenses over expenditures</b>	<b>(845,630)</b>	<b>(820,419)</b>	(179,572)
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expense	-	<b>(542)</b>	(5,542)
Consumption of supplies inventory	-	-	-
Use of prepaid expense	-	<b>5,542</b>	6,710
<b>Surplus (Deficit) of expenses of other non-financial over expenditures</b>	-	<b>5,000</b>	1,168
<b>Increase/Decrease in Net Financial Assets</b>	<b>(663,850)</b>	<b>(283,250)</b>	(496,206)
<b>Net Financial Assets (Debt) - Beginning of Year</b>	1,056,607	<b>1,056,607</b>	1,552,813
<b>Net Financial Assets (Debt) - End of Year</b>	\$ 392,757	\$ <b>773,357</b>	\$ 1,056,607



**RURAL MUNICIPALITY OF ABERDEEN NO. 373****Statement of Cash Flow****As at December 31, 2019****Statement 4****Cash provided by (used for) the following activities**

	2019	2018
<b>Operating:</b>		
Surplus (Deficit)	\$ 532,169	\$ (317,802)
Amortization	346,106	322,868
Loss (gain) on disposal of tangible capital assets	-	-
	<u>878,275</u>	<u>5,066</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	20,562	(8,029)
Other Receivables	(166,427)	61,879
Land for Resale	-	-
Other Financial Assets	-	-
Accrued Liabilities Payable	-	-
Accounts Payable	44,741	21,714
Deposits	(43,040)	(38,857)
Deferred Revenue	-	-
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Stock and Supplies	-	-
Prepayments and Deferred Charges	5,000	1,167
Other (Subscriber Loans Receivable)	-	-
	<u>(139,164)</u>	<u>37,874</u>
<b>Cash provided by operating transactions</b>	<u>739,111</u>	<u>42,940</u>
<b>Capital:</b>		
Acquisition of capital assets	(1,166,525)	(502,440)
Proceeds from the disposal of capital assets	-	-
Other capital	-	-
	<u>(1,166,525)</u>	<u>(502,440)</u>
<b>Cash applied to capital transactions</b>	<u>(1,166,525)</u>	<u>(502,440)</u>
<b>Investing:</b>		
Long-Term Investments	(2,264)	1,379
Other	-	-
	<u>(2,264)</u>	<u>1,379</u>
<b>Cash provided by (applied to) investing transactions</b>	<u>(2,264)</u>	<u>1,379</u>
<b>Financing:</b>		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	-	-
Other financing	-	-
	<u>-</u>	<u>-</u>
<b>Cash provided by (applied to) financing transactions</b>	<u>-</u>	<u>-</u>
<b>Change in Cash and Temporary Investments during the year</b>	<u>(429,678)</u>	<u>(458,121)</u>

*(continues)*

See notes to financial statements

**RURAL MUNICIPALITY OF ABERDEEN NO. 373**

**Statement of Cash Flow** *(continued)*

**As at December 31, 2019**

	<b>2019</b>	2018
Cash and Temporary Investments - Beginning of Year	<u>794,337</u>	1,252,458
<b>Cash and Temporary Investments - End of Year</b> <i>(Note 2)</i>	<u><b>\$ 364,659</b></u>	<u>\$ 794,337</u>

Note to Financial Statements

As at December 31, 2019

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1. **Significant accounting policies**

The financial statements of the municipality have been prepared by management in accordance with Canadian public sector accounting standards (PSAS) as recommended by the Chartered Professional Accountants of Canada (CPA Canada). Significant aspects of the accounting policies adopted by the municipality are as follows:

**Basis of accounting:** The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting requires revenues to be recognized as they become available and measurable and expenses are recognized as they are incurred and measurable as a result of the receipt of goods and services and the creation of a legal obligation to pay.

(a) **Reporting Entity:**

The financial statements consolidate the assets, liabilities and flow of resources of the municipality. The entity is comprised of all of the organizations that are owned or controlled by the municipality and are, therefore, accountable to the Council for the administration of their financial affairs and resources. There are no external entities consolidated into this municipality.

(b) **Collection of funds for other authorities:**

Collection of funds by the municipality for school boards, municipal hail and conservation and development authorities are collected and remitted in accordance with relevant legislation.

(c) **Government Transfers:**

Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return. Government transfers are recognized as revenue in the period that the events giving rise to the transfer occur, providing:

- a) the transfers are authorized
- b) any eligibility criteria and stipulations have been met; and
- c) reasonable estimates of the amounts can be made.

Unearned government transfer amounts received will be recorded as deferred revenue until eligibility criteria or stipulations are met.

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

Government transfers to individuals and other entities are recognized as an expense when the transfers are authorized and all eligibility criteria have been met.

(d) **Deferred Revenue - Fees and Charges:**

Certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred or services performed.

Resources restricted by agreement with an external party are recognized as revenue in the municipality's financial statements in the period in which the resources are used for the purpose or purposes specified. An externally restricted inflow received before this criterion has been met is recorded as a liability until the resources are used for the purpose or purposes specified.

(e) **Local Improvement Charges:**

Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed.

(f) **Net Financial Assets:**

Net Financial Assets at the end of an accounting period are the net amount of financial assets less liabilities outstanding. Financial assets represent items such as cash and those other assets on hand which could provide resources to discharge existing liabilities or finance future operations. These include realizable assets which are convertible to cash and not intended for consumption in the normal course of operations.

(g) **Non-financial assets:**

Tangible capital and other non-financial assets are accounted for as assets by the government because they can be used to provide government services in future periods. These assets do not normally provide resources to discharge the liabilities of the government unless they are sold.

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Note to Financial Statements

As at December 31, 2019

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1. **Significant accounting policies** *(continued)*

(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, provided the revenues are expected to be collected. Requisitions operate as a flow through and are excluded from municipal revenue.

(j) **Investments:**

Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment. Investments with terms of 91 days to one year have been classified as other short-term investments and investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment.

The long term investments in the Saskatchewan Association of Rural Municipalities - Self insurance fund are accounted for on the equity basis. The balance represents the balances receivable should the municipality decide to leave the self-insurance program and includes upfront contributions to the plan, additional premium payments, allocations of investment income on the funds on deposit, self-insurance claims paid and other claims administration costs. The municipality has the ability to withdraw from the plan with notice. Beyond the return of the municipality's fund balance, it has no further claim to the residual net assets of SARM.

(k) **Inventories:**

Inventories of materials and supplies expected to be used by the municipality are valued at the lower of cost or replacement cost. Inventories of land, materials and supplies held for resale are valued at the lower of cost or net realizable value. Cost is determined by the average cost method. Net realizable value is the estimated selling price in the ordinary course of business.

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Note to Financial Statements

As at December 31, 2019

1. Significant accounting policies (continued)

(l) **Tangible Capital Assets:**

All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Initial costs for tangible capital assets that were acquired and developed prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant inflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of contribution. The cost of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. Tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The municipality's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
<b>General Assets</b>	
Land	Indefinite
Land Improvements	5 to 20 Years
Buildings	10 to 50 Years
Vehicles & Equipment	
Vehicles	5 to 10 Years
Machinery and Equipment	5 to 10 Years

**Infrastructure Assets**

Infrastructure Assets	30 to 75 Years
Water & Sewer	30 to 75 Years
Road Network Assets	30 to 75 Years

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

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

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

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

(m) **Landfill liability:**

The municipality does not maintain a waste disposal site.

(n) **Trust Funds:**

Funds held in trust for others, under a trust agreement or statute, are not included in the financial statements as they are not controlled by the municipality. Trust fund activities administered by the municipality are disclosed in Note 18.

(o) **Employee benefit plans:**

Contributions to the municipality's multi employer defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the municipality's obligations are limited to their contributions.

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Note to Financial Statements

As at December 31, 2019

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1. Significant accounting policies (continued)

(p) **Liability for Contaminated Sites:**

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all the following criteria are met:

- a) an environmental standard exists;
- b) contamination exceeds the environmental standard;
- c) The municipality:
  - i. is directly responsible; or
  - ii. accepts responsibility;
- d) it is expected that future economic benefits will be given up; and
- e) a reasonable estimate of the amount can be made.

Any revisions to the amount previously recognized are accounted for in the period in which the revisions are made.

(q) **Measurement Uncertainty:**

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

The measurement of materials and supplies are based on estimates of volume and quality. The 'Opening Asset costs' of tangible capital assets have been estimated where actual costs were not available. Amortization is based on the estimated useful lives of tangible capital assets.

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

(r) **Basis of segmentation/Segment report:**

The municipality follows the Public Sector Accounting Board's recommendations requiring financial information to be provided on a segmented basis. Municipal services have been segmented by grouping activities that have similar service objectives (by function). Revenues that are directly related to the costs of the function have been attributed to each segment. Interest is allocated to functions based on the purpose of specific borrowings.

The segments (functions) are as follows:

**General Government:** Provides for the administration of the municipality.

**Protective Services:** Comprised of expenses for Police and Fire protection.

**Transportation Services:** Responsible for the delivery of public works services related to the development and maintenance of roadway systems and street lighting.

**Environmental and Public Health:** The environmental segment provides waste disposal and other environmental services. The public health segment provides for expenses related to public health services in the municipality.

**Planning and Development:** Provides for neighbourhood development and sustainability.

**Recreation and Culture:** Provides for community services through the provision of recreation and leisure services.

**Utility Services:** Provides for delivery of water, collecting and treating of wastewater and providing collection and disposal of solid waste.

(s) **Budget Information:**

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on June 10, 2019.

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Note to Financial Statements

As at December 31, 2019

1. Significant accounting policies (continued)

(t) **New Accounting Standards:**

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

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

**Future Accounting Standards, Effective on or after April 1, 2022:**

**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, 2023:**

**PS 3400, Revenue**, a new standard establishing guidance on the recognition, measurement, presentation and disclosure of revenue.

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

2. Cash and Temporary Investments

	2019	2018
Cash	\$ 364,659	\$ 794,337
Temporary Investments	-	-
Restricted Cash	-	-
<b>Total Cash and Temporary Investments</b>	<b>\$ 364,659</b>	<b>\$ 794,337</b>

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

RURAL MUNICIPALITY OF ABERDEEN NO. 373

Note to Financial Statements

As at December 31, 2019

3. Taxes Receivable - Municipal

	2019	2018
<u>Municipal</u>		
- current	\$ 161,189	\$ 156,057
- arrears	59,548	76,525
	<u>220,738</u>	232,582
Less - allowance for uncollectibles	<u>(12,070)</u>	(3,354)
Total municipal taxes receivable	<u>208,667</u>	229,228
 School		
- current	101,149	113,149
- arrears	22,410	31,868
Total school taxes receivable	<u>123,559</u>	145,017
 Other (Hail)	<u>5,836</u>	6,012
Total taxes and grants in lieu receivable	<u>338,062</u>	380,257
Deduct taxes receivable to be collected on behalf of other organizations	<u>(129,396)</u>	(151,029)
<b>Total Taxes Receivable - Municipal</b>	<b><u>\$ 208,666</u></b>	<b><u>\$ 229,228</u></b>

4. Other Accounts Receivable

	2019	2018
Federal Government	\$ 47,821	\$ 42,880
Provincial Government	143,895	835
Local Government	30,576	30,339
Utility	-	-
Trade	38,374	20,185
Other	-	-
Total Other Accounts Receivable	<u>260,666</u>	94,239
Less: allowance for uncollectibles	<u>-</u>	-
<b>Net Other Accounts Receivable</b>	<b><u>\$ 260,666</u></b>	<b><u>\$ 94,239</u></b>

5. Land for Resale

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



**RURAL MUNICIPALITY OF ABERDEEN NO. 373**

**Note to Financial Statements**

**As at December 31, 2019**

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**6. Investments**

	<u>2019</u>	<u>2018</u>
<b>Short-term Investments</b>		
<b>Long-term Investments</b>		
Sask. Assoc. of Rural Municipalities - Self Insurance Fund	\$ 44,174	\$ 41,910
<b>Total Investments</b>	<u>\$ 44,174</u>	<u>\$ 41,910</u>

The long term investments in the Saskatchewan Association of Rural Municipalities - Self Insurance Fund are accounted for on the equity basis. The balance represents the balances receivable should the municipality decide to leave the self-insurance program and includes upfront contributions to the plan, additional premium payments, allocations of investment income on the funds on deposit, self-insurance claims paid and other claims administration costs. The municipality has the ability to withdraw from the plan with notice. Beyond the return of the municipality's fund balance, it has no further claim to the residual net assets of SARM.

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**7. Debt Charges Recoverable**

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

This note does not pertain to this municipality.

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**8. Bank Indebtedness**

**Credit Arrangements**

At December 31, 2019, the municipality had lines of credit totaling \$1,000,000, none of which were drawn. The following has been collateralized in connection with this line of credit:  
-- General security agreement;

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**9. Deferred Revenue**

This note does not pertain to this municipality.

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**10. Accrued Landfill Costs**

The municipality maintains a transfer stations and as such has no accrued landfill costs.

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**11. Liability for Contaminated Sites**

The municipality does not currently have a liability for any contaminated sites in the community. All properties that have environmentally risky histories are still under the ownership of the corporation or individual that operated on the property and all property tax and/or other liabilities to the municipality are current. There is currently no risk that any of these properties will become the responsibility of the municipality.

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**12. Long-term Debt**

The debt limit of the municipality is \$1,935,578. 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)).

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**13. Lease Obligations**

This note does not pertain to this municipality.

**14. Other Non-financial Assets**

This note does not pertain to this municipality.

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**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.

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**16. Pension Plan**

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality pension expense in 2019 was \$50,212. 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.

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**17. Comparative Figures / Subsequent Events**

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

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

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

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**18. Trusts Administered by the Municipality**

This note does not pertain to this municipality.

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**19. Related Parties**

The financial statements include transactions with related parties. The municipality is related to the Highway 41 Water Utility under the common control of the Council, but Council has chosen not to consolidate its proportionate share of the Utility.

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**20. Contingent Assets**

This note does not pertain to this municipality.

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**21. Restructuring Transactions**

This note does not pertain to this municipality.

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**RURAL MUNICIPALITY OF ABERDEEN NO. 373**

**Note to Financial Statements**

**As at December 31, 2019**

**22. Budget Data**

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

	<u>2019</u>
Budget surplus per Statement of Operations	\$ 181,780
Less: Capital expenditures	(1,114,430)
Add: Transfer from other funds	<u>940,000</u>
	<u>\$ 7,350</u>

**23. Highway 41 Water Utility**

The Rural Municipality of Aberdeen No. 373, the Rural Municipality of Blucher No. 343 and the Rural Municipality of Grant No. 372 (the "members") jointly share control of the Highway 41 Water Utility (the "Utility"), a public utility board created under the authority of The Municipalities Act of the Province of Saskatchewan by bylaw of the members. The Utility constitutes a government partnership under Canadian Public Sector Accounting Standards and as such the municipality is required to include in its financial statements its proportionate share of the financial position and results of operations of the Utility. The municipality has not recorded its proportionate share of the Utility in its financial statement which constitutes a departure from Canadian Public Sector Accounting Standards.

The following demonstrates the municipalities 33.33% of share of the financial position and results of operations of the Utility, a non-business government partnership, and the financial position and results of operations of the municipality had council consolidated its reporting entity.

	2019 33.33% of Utility	<b>2019 Consolidated</b>	2018 33.33% of Utility	2018 Consolidated
<b>Financial Position:</b>				
<b>Financial Assets</b>				
Cash	\$ 360,465	\$ 725,124	\$ 325,660	\$ 1,119,997
Taxes Receivable - Municipal	-	208,666	-	229,228
Other Accounts Receivable	26,789	287,455	23,450	117,689
Long-term investments	86,483	130,657	86,492	128,402
Subscriber Loans receivable	56,745	56,745	104,788	104,788
	<u>530,482</u>	<u>1,408,647</u>	<u>540,390</u>	<u>1,700,104</u>
<b>Liabilities</b>				
Accounts payable	18,856	123,664	14,986	75,053
Deposits	1,165	1,165	1,165	44,205
Long-term debt	-	-	9,658	9,658
	<u>20,021</u>	<u>124,829</u>	<u>25,809</u>	<u>128,916</u>
<b>Net Financial Assets</b>	510,462	<b>1,283,818</b>	514,584	1,571,188
<b>Non-financial Assets</b>				
Tangible Capital Assets	3,446,057	<b>9,098,847</b>	3,524,279	8,356,650
Prepayments	-	542	-	5,542
<b>Accumulated Surplus</b>	<u>3,956,519</u>	<u>10,383,207</u>	<u>4,038,863</u>	<u>9,933,380</u>
<b>Operations:</b>				
Revenues	252,188	<b>2,863,358</b>	289,781	2,578,744
Expenses	(334,128)	<b>(2,413,129)</b>	(341,674)	(2,948,439)
<b>Annual Deficit</b>	<u>(81,940)</u>	<u>450,229</u>	<u>(51,893)</u>	<u>(369,695)</u>
Accumulated Surplus, opening	4,038,459	<b>9,932,978</b>	4,090,756	10,303,075
<b>Accumulated Surplus, ending</b>	<u>3,956,519</u>	<u>10,383,207</u>	<u>4,038,863</u>	<u>9,933,380</u>

**RURAL MUNICIPALITY OF ABERDEEN NO. 373**

**Note to Financial Statements**

**As at December 31, 2019**

**24. Contractual Rights**

This note does not pertain to this municipality.

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

	2019	2020	2021	2022	2023	Thereafter	Maturity Date	Current Year Total	Prior Year Total
<b>Type, Nature, Time &amp; Extent</b>	<hr/> <hr/>								

**25. Contractual Obligations and Commitments**

The municipality has entered into multiple-year contracts for the delivery of services and the construction of tangible capital assets. These contractual obligations will become liabilities in the future when the terms of the contracts are met. Significant contractual obligations and commitments of the municipality include:

<b>Time, Nature, Time &amp; Extent</b>	2020	2021	2022	2023	2024	Thereafter	Maturity Date	Current Year Total	Prior Year Total
	<hr/> <hr/>								

This note does not pertain to this municipality.

RURAL MUNICIPALITY OF ABERDEEN NO. 373

Schedule of Taxes and Other Unconditional Revenue

As at December 31, 2019

Schedule 1

	Budget 2019	2019	2018
<b>TAXES</b>			
General municipal tax levy	\$ 1,658,190	\$ 1,656,576	\$ 1,606,193
Abatements and adjustments	(100)	66	(178)
Discount on current year taxes	(65,000)	(69,254)	(68,418)
<b>Net Municipal Taxes</b>	1,593,090	1,587,388	1,537,597
Potash tax share	336,260	336,266	312,181
Trailer license fees	-	-	-
Penalties on tax arrears	18,000	10,645	17,962
Special tax levy	-	-	-
Other	-	-	-
<b>Total Taxes</b>	1,947,350	1,934,299	1,867,740
<b>UNCONDITIONAL GRANTS</b>			
Revenue Sharing	212,770	212,769	203,649
Organized Hamlet	-	-	-
<b>Total Unconditional Grants</b>	212,770	212,769	203,649
<b>GRANTS IN LIEU OF TAXES</b>			
Federal	1,580	-	3,987
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
Transgas	250	250	250
Central Services	-	-	-
SaskTel	-	-	-
Other	-	-	-
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other	-	-	-
Other Government Transfers			
S.P.C. Surcharge	-	-	-
Sask Energy Surcharge	-	-	-
Other	-	-	-
<b>Total Grants in Lieu of Taxes</b>	1,830	250	4,237
<b>TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE</b>	<b>\$ 2,161,950</b>	<b>\$ 2,147,318</b>	<b>\$ 2,075,626</b>

RURAL MUNICIPALITY OF ABERDEEN NO. 373

Schedule of Operating and Capital Revenue by Function

As at December 31, 2019

Schedule 2 - 1

	Budget 2019	2019	2018
<b>GENERAL GOVERNMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and charges	\$ 150	\$ 28	\$ 125
- Custom work	-	-	-
- Sales of supplies	24,510	29,423	27,459
- Other (Rentals, licenses and permits)	51,300	48,902	58,197
Total Fees and Charges	75,960	78,353	85,781
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain (loss)	-	-	-
- Investment income and commissions	6,100	6,453	6,184
- Other (Donations/ Insurance)	-	5,769	-
Total Other Segmented Revenue	82,060	90,575	91,965
Conditional Grants			
- Student Employment	-	-	-
- Other (PFRA)	9,000	-	-
Total Conditional Grants	9,000	-	-
<b>Total Operating</b>	<b>91,060</b>	<b>90,575</b>	<b>91,965</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total General Government Services</b>	<b>91,060</b>	<b>90,575</b>	<b>91,965</b>
<b>PROTECTIVE SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and charges	4,000	8,000	5,000
- Other (Fire calls)	2,000	21,160	3,283
Total Fees and Charges	6,000	29,160	8,283
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	6,000	29,160	8,283
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	<b>6,000</b>	<b>29,160</b>	<b>8,283</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	-	-	-
- Other	-	-	-
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Protective Services</b>	<b>\$ 6,000</b>	<b>\$ 29,160</b>	<b>\$ 8,283</b>

See notes to financial statements

**RURAL MUNICIPALITY OF ABERDEEN NO. 373**

**Schedule of Operating and Capital Revenue by Function**

**As at December 31, 2019**

**Schedule 2 - 2**

	Budget 2019	2019	2018
<b>TRANSPORTATION SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Custom work	21,000	29,796	21,525
- Sales of supplies	1,100	8,595	68
- Road Maintenance and Restoration			
Agreements	50,000	40,816	17,294
- Frontage	-	-	-
- Other	-	-	-
Total Fees and Charges	72,100	79,207	38,887
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	72,100	79,207	38,887
Conditional Grants			
- MREP (CTP)	-	-	-
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	<b>72,100</b>	<b>79,207</b>	<b>38,887</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	71,720	137,099	62,078
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Heavy Haul	-	-	-
- MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
- Provincial Disaster Assistance	-	112,767	-
- Other	-	-	-
<b>Total Capital</b>	<b>71,720</b>	<b>249,866</b>	<b>62,078</b>
<b>Total Transportation Services</b>	<b>143,820</b>	<b>329,073</b>	<b>100,965</b>
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges	-	-	-
- Waste and Disposal Fees	100	4,164	2,350
- Other (Cemetery fees, pest control sales)	900	2,783	1,239
Total Fees and Charges	1,000	6,947	3,589
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	1,000	6,947	3,589
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other (Pest control)	1,400	4,097	1,370
Total Conditional Grants	1,400	4,097	1,370
<b>Total Operating</b>	<b>2,400</b>	<b>11,044</b>	<b>4,959</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	-	-	-
- TAPD	-	-	-
- Transit for Disabled	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Environmental and Public Health Services</b>	<b>\$ 2,400</b>	<b>\$ 11,044</b>	<b>\$ 4,959</b>

See notes to financial statements

**RURAL MUNICIPALITY OF ABERDEEN NO. 373**

**Schedule of Operating and Capital Revenue by Function**

**As at December 31, 2019**

**Schedule 2 - 3**

	Budget 2019	2019	2018
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges	\$ 1,000	\$ -	\$ 4,815
- Maintenance and Development Charges	-	-	-
- Other	-	-	-
Total Fees and Charges	1,000	-	4,815
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	1,000	-	4,815
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	<b>1,000</b>	<b>-</b>	<b>4,815</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Planning and Development Services</b>	<b>1,000</b>	<b>-</b>	<b>4,815</b>
<b>RECREATION AND CULTURAL SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenues			
Fees and Charges	3,000	4,000	2,350
- Other	-	-	-
Total Fees and Charges	3,000	4,000	2,350
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	3,000	4,000	2,350
Conditional Grants			
- Student Employment	-	-	-
- Local Government	-	-	-
- Donations	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	<b>3,000</b>	<b>4,000</b>	<b>2,350</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Recreation and Cultural Services</b>	<b>\$ 3,000</b>	<b>\$ 4,000</b>	<b>\$ 2,350</b>



RURAL MUNICIPALITY OF ABERDEEN NO. 373

Schedule of Operating and Capital Revenue by Function

As at December 31, 2019

Schedule 2 - 4

	Budget 2019	2019	2018
<b>UTILITY SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Water	-	-	-
- Sewer	-	-	-
- Other (share of Highway 41 Water Utility)	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- Other - SIGI Interest	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	-	-	-
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
<b>Total Capital</b>	-	-	-
<b>Total Utility Services</b>	-	-	-
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>\$ 247,280</b>	<b>\$ 463,852</b>	<b>\$ 213,337</b>

**SUMMARY**

Total Other Segmented Revenue	\$ 209,889	\$ 149,889
Total Conditional Grants	4,097	1,370
Total Capital Grants and Contributions	249,866	62,078
Restructuring Revenue	-	-
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>\$ 463,852</b>	<b>\$ 213,337</b>

RURAL MUNICIPALITY OF ABERDEEN NO. 373

Total Expenses by Function

As at December 31, 2019

Schedule 3 - 1

	Budget 2019	2019	2018
<b>GENERAL GOVERNMENT SERVICES</b>			
Council remuneration and travel	\$ 81,270	\$ 92,226	\$ 86,629
Wages and benefits	227,990	230,014	177,396
Professional/Contractual services	103,600	101,682	97,814
Utilities	9,580	11,154	9,520
Maintenance, materials and supplies	36,400	26,994	14,029
Grants and contributions			
Grants and contributions - operating	13,460	9,869	9,050
- capital	-	-	-
Amortization	11,910	12,236	12,236
Interest	22,000	619	-
Allowance For Uncollectibles	-	-	-
Other	-	-	-
<b>General Government Services</b>	<b>506,210</b>	<b>484,794</b>	<b>406,674</b>
	-	-	-
<b>Total General Government Services</b>	<b>506,210</b>	<b>484,794</b>	<b>406,674</b>
<b>PROTECTIVE SERVICES</b>			
<b>Police Protection</b>			
Wages and benefits	-	-	-
Professional/Contractual Services	64,200	65,150	63,977
Utilities	-	-	-
Maintenance, Materials and Supplies	-	-	-
Grants and contributions			
Grants and Contributions - operating	-	-	-
- capital	-	-	-
Other	-	-	-
<b>Fire Protection</b>			
Wages and benefits	-	-	-
Professional/Contractual Services	57,070	37,308	59,617
Utilities	10,360	7,919	514
Maintenance, Materials and Supplies	200	7,618	5,792
Grants and contributions			
Grants and Contributions - operating	-	-	-
- capital	-	-	-
Amortization	3,200	12,388	2,838
Interest	-	-	-
Other	200	480	3,063
<b>Protective Services</b>	<b>135,230</b>	<b>130,863</b>	<b>135,801</b>
	-	-	-
<b>Total Protective Services</b>	<b>135,230</b>	<b>130,863</b>	<b>135,801</b>
<b>TRANSPORTATION SERVICES</b>			
Wages and Benefits	451,430	451,210	487,183
Professional/Contractual Services	42,990	48,727	125,615
Utilities	14,800	11,756	14,709
Maintenance, Materials and Supplies	421,600	346,015	483,831
Gravel	110,000	52,880	396,901
Grants and contributions			
Grants and Contributions - operating	-	-	-
- capital	-	-	-
Amortization	253,690	321,482	307,794
Interest	-	-	-
Other	-	-	22,321
<b>Transportation Services</b>	<b>1,294,510</b>	<b>1,232,070</b>	<b>1,838,354</b>
	-	-	-
<b>Total Transportation Services</b>	<b>\$ 1,294,510</b>	<b>\$ 1,232,070</b>	<b>\$ 1,838,354</b>

RURAL MUNICIPALITY OF ABERDEEN NO. 373

Total Expenses by Function

As at December 31, 2019

Schedule 3 - 2

	Budget 2019	2019	2018
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
Wages and Benefits	\$ 17,090	\$ 16,626	\$ 18,025
Professional/Contractual Services	53,500	21,627	23,631
Utilities	-	-	-
Maintenance, Materials and Supplies	4,500	4,119	4,425
Grants and contributions			
Grants and contributions - operating	7,100	7,027	9,142
[] Waste disposal	-	-	-
[] Public Health	-	-	-
- capital	-	-	-
[] Waste disposal	-	-	-
[] Public Health	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
<b>Environmental and Public Health Services</b>	<b>82,190</b>	<b>49,399</b>	<b>55,223</b>
	-	-	-
<b>Total Environmental and Public Health Services</b>	<b>82,190</b>	<b>49,399</b>	<b>55,223</b>
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
Wages and Benefits	-	-	-
Professional/Contractual Services	29,140	30,766	30,722
Grants and contributions			
Grants and Contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
<b>Planning and Development Services</b>	<b>29,140</b>	<b>30,766</b>	<b>30,722</b>
	-	-	-
<b>Total Planning and Development Services</b>	<b>29,140</b>	<b>30,766</b>	<b>30,722</b>
<b>RECREATION AND CULTURAL SERVICES</b>			
Wages and Benefits	-	-	-
Professional/Contractual Services	43,200	37,941	42,857
Utilities	-	-	-
Maintenance, Materials, and Supplies	-	-	-
Grants and contributions			
Grants and Contributions - operating	97,000	102,300	93,164
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other	28,000	2,553	-
<b>Recreation and Cultural Services</b>	<b>168,200</b>	<b>142,794</b>	<b>136,021</b>
	-	-	-
<b>Total Recreation and Cultural Services</b>	<b>\$ 168,200</b>	<b>\$ 142,794</b>	<b>\$ 136,021</b>

**RURAL MUNICIPALITY OF ABERDEEN NO. 373**

**Total Expenses by Function**

**As at December 31, 2019**

**Schedule 3 - 3**

	Budget 2019	2019	2018
<b>UTILITY SERVICES</b>			
Wages and Benefits	\$ -	\$ -	\$ -
Professional/Contractual Services	-	-	-
Utilities	1,970	<b>1,879</b>	1,906
Maintenance, Materials and Supplies	10,000	<b>6,436</b>	2,064
Grants and contributions			
Grants and Contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other (share of Highway 41 Water Utility)	-	-	-
<b>Utility Services</b>	11,970	<b>8,315</b>	3,970
	-	-	-
<b>Total Utility Services</b>	11,970	<b>8,315</b>	3,970
<b>TOTAL EXPENSES BY FUNCTION</b>	<b>\$ 2,227,450</b>	<b>\$ 2,079,001</b>	<b>\$ 2,606,765</b>

**RURAL MUNICIPALITY OF ABERDEEN NO. 373**

**Schedule of Segment Disclosure by Function**

**As at December 31, 2019**

**Schedule 4**

	<b>General Government</b>	<b>Protective Services</b>	<b>Transportation Services</b>	<b>Environmental &amp; Public Health</b>	<b>Planning and Development</b>	<b>Recreation and Culture</b>	<b>Utility Services</b>	<b>Total</b>
<b>Revenues (Schedule 2)</b>								
Fees and Charges	\$ 78,353	\$ 29,160	\$ 79,207	\$ 6,947	\$ -	\$ 4,000	\$ -	\$ 197,667
Tangible Capital Asset Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Land Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Investment Income and Commissions	6,453	-	-	-	-	-	-	6,453
Other Revenues	5,769	-	-	-	-	-	-	5,769
Grants - Conditional	-	-	-	4,097	-	-	-	4,097
- Capital	-	-	249,866	-	-	-	-	249,866
Restructurings	-	-	-	-	-	-	-	-
<b>Total Revenues</b>	<b>90,575</b>	<b>29,160</b>	<b>329,073</b>	<b>11,044</b>	<b>-</b>	<b>4,000</b>	<b>-</b>	<b>463,852</b>
<b>Expenses (Schedule 3)</b>								
Wages and Benefits	322,240	-	451,210	16,626	-	-	-	790,076
Professional/Contractual Services	101,682	102,458	48,727	21,627	30,766	37,941	-	343,201
Utilities	11,154	7,919	11,756	-	-	-	1,879	32,708
Maintenance Material and Supplies	26,994	7,618	398,895	4,119	-	-	6,436	444,062
Grants and Contributions	9,869	-	-	7,027	-	102,300	-	119,196
Amortization	12,236	12,388	321,482	-	-	-	-	346,106
Interest	619	-	-	-	-	-	-	619
Allowance for Uncollectibles	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	-	480	-	-	-	2,553	-	3,033
<b>Total Expenses</b>	<b>484,794</b>	<b>130,863</b>	<b>1,232,070</b>	<b>49,399</b>	<b>30,766</b>	<b>142,794</b>	<b>8,315</b>	<b>2,079,001</b>
<b>Surplus (Deficit) by Function</b>	<b>(394,219)</b>	<b>(101,703)</b>	<b>(902,997)</b>	<b>(38,355)</b>	<b>(30,766)</b>	<b>(138,794)</b>	<b>(8,315)</b>	<b>(1,615,149)</b>
Taxes and other unconditional revenue (Schedule 1)								<u>2,147,318</u>
<b>Net Surplus (Deficit)</b>								<u>\$ 532,169</u>

See notes to financial statements

**RURAL MUNICIPALITY OF ABERDEEN NO. 373**

**Schedule of Segment Disclosure by Function**

**As at December 31, 2018**

**Schedule 5**

	<b>General Government</b>	<b>Protective Services</b>	<b>Transportation Services</b>	<b>Environmental &amp; Public</b>	<b>Planning and Development</b>	<b>Recreation and Culture</b>	<b>Utility Services</b>	<b>Total</b>
<b>Revenues (Schedule 2)</b>								
Fees and Charges	\$ 85,781	\$ 8,283	\$ 38,887	\$ 3,589	\$ 4,815	\$ 2,350	\$ -	\$ 143,705
Tangible Capital Asset Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Land Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Investment Income and Commissions	6,184	-	-	-	-	-	-	6,184
Other Revenues	-	-	-	-	-	-	-	-
Grants - Conditional	-	-	-	1,370	-	-	-	1,370
- Capital	-	-	62,078	-	-	-	-	62,078
Restructurings	-	-	-	-	-	-	-	-
<b>Total Revenues</b>	<b>91,965</b>	<b>8,283</b>	<b>100,965</b>	<b>4,959</b>	<b>4,815</b>	<b>2,350</b>	<b>-</b>	<b>213,337</b>
<b>Expenses (Schedule 3)</b>								
Wages and Benefits	264,025	-	487,183	18,025	-	-	-	769,233
Professional/ Contractual Services	97,814	123,594	125,615	23,631	30,722	42,857	-	444,233
Utilities	9,520	514	14,709	-	-	-	1,906	26,649
Maintenance Material and Supplies	14,029	5,792	880,732	4,425	-	-	2,064	907,042
Grants and Contributions	9,050	-	-	9,142	-	93,164	-	111,356
Amortization	12,236	2,838	307,794	-	-	-	-	322,868
Interest	-	-	-	-	-	-	-	-
Allowance for Uncollectibles	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	-	3,063	22,321	-	-	-	-	25,384
<b>Total Expenses</b>	<b>406,674</b>	<b>135,801</b>	<b>1,838,354</b>	<b>55,223</b>	<b>30,722</b>	<b>136,021</b>	<b>3,970</b>	<b>2,606,765</b>
<b>Surplus (Deficit) by Function</b>	<b>(314,709)</b>	<b>(127,518)</b>	<b>(1,737,389)</b>	<b>(50,264)</b>	<b>(25,907)</b>	<b>(133,671)</b>	<b>(3,970)</b>	<b>(2,393,428)</b>
Taxes and other unconditional revenue (Schedule 1)								<u>2,075,626</u>
<b>Net Surplus (Deficit)</b>								<u>\$ (317,802)</u>

See notes to financial statements

RURAL MUNICIPALITY OF ABERDEEN NO. 373

Consolidated Schedule of Tangible Capital Assets by Object

As at December 31, 2019

Schedule 6

	2019								2018 Total
	General Assets					Infrastructure Assets	General/ Infrastructure	Total	
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets	Assets Under Construction		
<b>Asset cost</b>									
Opening Asset costs	\$ 144,060	\$ -	\$ 1,345,678	\$ -	\$ 2,383,297	\$ 4,825,998	\$ -	\$ 8,699,033	\$ 8,196,594
Additions during the year	-	-	418,497	-	11,157	-	736,871	1,166,525	502,439
Disposals and write-downs during the year	-	-	-	-	-	-	-	-	-
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
<b>Closing Asset Costs</b>	<b>144,060</b>	<b>-</b>	<b>1,764,175</b>	<b>-</b>	<b>2,394,454</b>	<b>4,825,998</b>	<b>736,871</b>	<b>9,865,558</b>	<b>8,699,033</b>
<b>Accumulated Amortization Cost</b>									
Opening Accumulated Amortization Costs	-	-	386,896	-	1,020,103	2,459,663	-	3,866,662	3,543,794
Add: Amortization taken	-	-	27,755	-	173,683	144,668	-	346,106	322,868
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	-
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
<b>Closing Accumulated Amortization Costs</b>	<b>-</b>	<b>-</b>	<b>414,651</b>	<b>-</b>	<b>1,193,786</b>	<b>2,604,331</b>	<b>-</b>	<b>4,212,768</b>	<b>3,866,662</b>
<b>Net Book Value</b>	<b>\$ 144,060</b>	<b>\$ -</b>	<b>\$ 1,349,524</b>	<b>\$ -</b>	<b>\$ 1,200,668</b>	<b>\$ 2,221,667</b>	<b>\$ 736,871</b>	<b>\$ 5,652,790</b>	<b>\$ 4,832,371</b>

1. Total contributed donated assets received in 2019: \$ -
2. List of assets recognized at nominal value in 2019 are:
  - a) Infrastructure Assets \$ -
  - b) Vehicles \$ -
  - c) Machinery and Equipment \$ -
3. Amount of interest capitalized in 2019: \$ -

See notes to financial statements

RURAL MUNICIPALITY OF ABERDEEN NO. 373

Consolidated Schedule of Tangible Capital Assets by Function

As at December 31, 2019

Schedule 7

	2019							Total	2018 Total
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer		
<b>Asset cost</b>									
Opening Asset costs	\$ 473,379	\$ 561,957	\$ 7,663,697	\$ -	\$ -	\$ -	\$ -	\$ 8,699,033	\$ 8,196,594
Additions during the year	-	424,587	736,871	-	-	5,067	-	1,166,525	502,439
Disposals and write-downs during the year	-	-	-	-	-	-	-	-	-
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
<b>Closing Asset Costs</b>	<b>473,379</b>	<b>986,544</b>	<b>8,400,568</b>	<b>-</b>	<b>-</b>	<b>5,067</b>	<b>-</b>	<b>9,865,558</b>	8,699,033
<b>Accumulated Amortization Cost</b>									
Opening Accumulated Amortization Costs	51,644	107,653	3,707,365	-	-	-	-	3,866,662	3,543,794
Add: Amortization taken	12,236	12,388	321,482	-	-	-	-	346,106	322,868
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	-
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
<b>Closing Accumulated Amortization Costs</b>	<b>63,880</b>	<b>120,041</b>	<b>4,028,847</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,212,768</b>	3,866,662
<b>Net Book Value</b>	<b>\$ 409,499</b>	<b>\$ 866,503</b>	<b>\$ 4,371,721</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 5,067</b>	<b>\$ -</b>	<b>\$ 5,652,790</b>	<b>\$ 4,832,371</b>

See notes to financial statements



**RURAL MUNICIPALITY OF ABERDEEN NO. 373**

**Consolidated Schedule of Accumulated Surplus**

**As at December 31, 2019**

**Schedule 8**

	2018	Changes	2019
<b>UNAPPROPRIATED SURPLUS</b>	<b>\$ 515,627</b>	<b>\$ 152,272</b>	<b>\$ 667,899</b>
<b>APPROPRIATED RESERVES</b>			
Machinery and Equipment	-	-	-
Public Reserve	-	-	-
Capital Trust	-	-	-
Utility	-	-	-
Other (general reserve)	546,522	(546,522)	-
Other (Infrastructure fees)	-	106,000	<b>106,000</b>
<b>Total Appropriated</b>	<b>546,522</b>	<b>(440,522)</b>	<b>106,000</b>
<b>ORGANIZED HAMLETS</b>			
Organized Hamlet of	-	-	-
<b>Total Organized Hamlets</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET INVESTMENT IN TANGIBLE CAPITAL ASSETS</b>			
Tangible capital assets (Schedule 6, 7)	4,832,371	820,419	<b>5,652,790</b>
Less: Related debt	-	-	-
<b>Net Investment in Tangible Capital Assets</b>	<b>4,832,371</b>	<b>820,419</b>	<b>5,652,790</b>
<b>Total Accumulated Surplus</b>	<b>\$ 5,894,520</b>	<b>\$ 532,169</b>	<b>\$ 6,426,689</b>

**RURAL MUNICIPALITY OF ABERDEEN NO. 373**

**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)	
<b>Taxable Assessment</b>	\$ 96,686,600	\$191,492,250	\$ -	\$ -	\$ 18,320,000	\$ -	<b>\$306,498,850</b>
<b>Regional Park Assessment</b>	-	-	-	-	-	-	-
<b>Total Assessment</b>	96,686,600	191,492,250	-	-	18,320,000	-	<b>306,498,850</b>
<b>Mill Rate Factor(s)</b>	1.0000	1.0000	-	-	2.0000	-	-
<b>Total Base/Minimum Tax (generated for each property class)</b>	-	-	-	-	-	-	-
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	<b>\$ 493,102</b>	<b>\$ 976,610</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 186,864</b>	<b>\$ -</b>	<b>\$ 1,656,576</b>

**MILL RATES:**

Average Municipal \*  
 Average School  
 Potash Mill Rate  
 Uniform Municipal Mill Rate

MILLS
5.4048
3.3999
-
5.1000

\* 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 ABERDEEN NO. 373**

**Schedule of Council Remuneration**

**As at December 31, 2019**

**Schedule 10**

	<b>Name</b>	<b>Remuneration</b>	<b>Reimbursed Costs</b>	<b>Total</b>
<b>Position</b>				
<b>Reeve</b>	Martin Bettker	\$ 13,500	\$ 5,014	<b>\$ 18,514</b>
Councillor	Graham White	16,950	3,109	<b>20,059</b>
Councillor	Mark Schaffel	10,230	1,694	<b>11,924</b>
Councillor	Kevin Kirk	10,350	1,720	<b>12,070</b>
Councillor	Real Hamoline	6,250	882	<b>7,132</b>
Councillor	Paul Marten	10,425	1,666	<b>12,091</b>
Councillor	Jim Korpan	8,400	2,036	<b>10,436</b>
<b>Total</b>		<b>\$ 76,105</b>	<b>\$ 16,121</b>	<b>\$ 92,226</b>

**RURAL MUNICIPALITY OF ABERDEEN NO. 373**

**Schedule of Restructuring**

**Year Ended December 31, 2019**

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	<b>2019</b>
<b>Carrying amount of Assets and Liabilities Transferred/Received at Restructuring Date:</b>	
Cash and Temporary Investments	\$ -
Taxes Receivable - Municipal	-
Other Accounts Receivable	-
Land for Resale	-
Long-Term Investments	-
Debt Charges Recoverable	-
Bank Indebtedness	-
Accounts Payable	-
Accrued Liabilities Payable	-
Deposits	-
Deferred Revenue	-
Accrued Landfill Costs	-
Liability for Contaminated Sites	-
Other Liabilities	-
Long-Term Debt	-
Lease Obligations	-
Tangible Capital Assets	-
Prepayments and Deferred Charges	-
Stock and Supplies	-
Other	-
	<hr/>
<b>Total Net Carrying Amount Received (Transferred)</b>	<b>\$ -</b> <hr/>