

RURAL MUNICIPALITY OF BLAINE LAKE NO. 434
Financial Statements
Year Ended December 31, 2019

 elizabeth m. torrens
CHARTERED PROFESSIONAL ACCOUNTANT
CHARTERED ACCOUNTANT

Management's Responsibility for Financial Reporting

The financial statements of Rural Municipality of Blaine Lake No. 434 have been prepared in accordance with Canadian public sector accounting standards established by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants. These statements include certain amounts based on management's estimates and judgments. Management has determined such amounts based on a reasonable basis in order to ensure that the financial statements are presented fairly in all material respects.

The integrity and reliability of Rural Municipality of Blaine Lake No. 434's reporting systems are achieved through the use of formal policies and procedures, the careful selection of employees and an appropriate division of responsibilities. These systems are designed to provide reasonable assurance that the financial information is reliable and accurate.

The Council is responsible for ensuring that management fulfills its responsibility for financial reporting. These responsibilities are fulfilled by the Council through the review the financial information prepared by management and discussion of relevant matters with the external auditors. The Council is responsible for the engagement or re-appointment of the external auditor.

Elizabeth M. Torrens CPA Professional Corporation, an independent auditor, has been appointed by the Municipal Council to audit and express an opinion on the Municipality's financial statements. The external auditor has full and free access to Council and management. The Independent Auditor's Report is addressed to the Council and appears on the following page.

Mr. William Chalmers, Reeve

Ms. Jennifer Gutknecht, Acting
Administrator

Blaine Lake Saskatchewan
June 26, 2020

INDEPENDENT AUDITOR'S REPORT

To the Councilors of Rural Municipality of Blaine Lake No. 434

I have audited the accompanying financial statements of Rural Municipality of Blaine Lake No. 434, which comprise the statement of financial position as at December 31, 2019 and the statements of operations, comprehensive income and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles, 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.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified audit opinion.

Basis for Qualified Opinion

Due to the age of some inventory, I was unable to obtain original cost for some items. I was unable to confirm or verify by alternative means original cost value for some inventory items included in the statement of financial position. The total estimated value of inventory items included in the statement of financial position at December 31, 2019 is \$31,610.05.

The audit evidence obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Qualified Opinion

In my opinion, except for the effects of the unavailable inventory costing as described in the preceding paragraphs, the financial statements present fairly, in all material respects the financial position of Rural Municipality of Blaine Lake No. 434 as at December 31, 2019 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Borden, Saskatchewan
June 26, 2020


ELIZABETH M TORRENS CPA PROFESSIONAL CORPORATION

RURAL MUNICIPALITY OF BLAINE LAKE NO. 434

Statement of Financial Position

December 31, 2019

	2019	2018
FINANCIAL ASSETS		
Cash (Note 2)	\$ 1,345,202	\$ 1,813,629
Municipal taxes receivable (Note 3)	172,348	127,206
Other receivables (Note 4)	81,938	81,140
Long term investments (Note 5)	42,424	39,242
	<u>1,641,912</u>	<u>2,061,217</u>
LIABILITIES		
Accounts payable	14,123	39,551
Payables collected on behalf of other organizations	3,158	6,228
	<u>17,281</u>	<u>45,779</u>
NET FINANCIAL ASSETS	<u>1,624,631</u>	<u>2,015,438</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Net of accumulated amortization) (Schedule 6 and 7)	1,307,669	1,092,868
Prepaid expenses	891	938
Stock and supplies	155,420	132,781
	<u>1,463,980</u>	<u>1,226,587</u>
ACCUMULATED SURPLUS (Schedule 8)	<u>\$ 3,088,611</u>	<u>\$ 3,242,025</u>

ON BEHALF OF THE COUNCIL

Reeve

Councillor

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

RURAL MUNICIPALITY OF BLAINE LAKE NO. 434

Statement of Operations

Year Ended December 31, 2019

	<i>2019</i> <i>(Budget)</i>	2019 (Actual)	2018 <i>(Actual)</i>
REVENUES			
Taxes and other unconditional revenue <i>(Schedule 1)</i>	\$ 1,164,400	\$ 1,178,342	\$ 1,166,396
Fees and charges <i>(Schedule 4 and 5)</i>	96,800	74,344	61,698
Conditional grants <i>(Schedule 4 and 5)</i>	9,000	9,378	721
Gain (loss) on sale of tangible capital assets <i>(Schedule 4 and 5)</i>	-	(23,385)	-
Investment income and commissions <i>(Schedule 4 and 5)</i>	22,200	32,713	23,360
Other revenue	130	39,214	(46,175)
	<u>1,292,530</u>	<u>1,310,606</u>	<u>1,206,000</u>
EXPENSES			
General government services <i>(Schedule 3)</i>	550,180	390,628	235,018
Protective services <i>(Schedule 3)</i>	38,700	42,300	48,764
Transportation services <i>(Schedule 3)</i>	719,600	1,082,391	789,371
Environmental and public health services <i>(Schedule 3)</i>	67,600	52,538	40,014
Recreation and culture services <i>(Schedule 3)</i>	11,600	6,344	7,980
Utility services <i>(Schedule 3)</i>	3,450	1,019	677
	<u>1,391,130</u>	<u>1,575,220</u>	<u>1,121,824</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE OTHER CAPITAL CONTRIBUTIONS	(98,600)	(264,614)	84,176
Capital grants and contributions <i>(Schedule 4 and 5)</i>	138,000	111,200	106,910
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	39,400	(153,414)	191,086
ACCUMULATED SURPLUS, BEGINNING OF YEAR	<u>3,242,025</u>	<u>3,242,025</u>	<u>3,050,939</u>
ACCUMULATED SURPLUS, END OF YEAR <i>(Schedule 8)</i>	<u>\$ 3,281,425</u>	<u>\$ 3,088,611</u>	<u>\$ 3,242,025</u>

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

RURAL MUNICIPALITY OF BLAINE LAKE NO. 434

Statement of Changes in Net Financial Assets

Year Ended December 31, 2019

	<i>2019</i> <i>(Budget)</i>	<i>2019</i> <i>(Actual)</i>	<i>2018</i> <i>(Actual)</i>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$ 39,400	\$ (153,414)	\$ 191,086
Acquisition of tangible capital assets	(325,000)	(523,460)	(51,131)
Amortization of tangible capital assets	-	93,774	105,339
Proceeds on disposal of tangible capital assets	-	191,500	-
(Gain) loss on disposal of tangible capital assets	-	23,385	-
	(325,000)	(214,801)	54,208
Use (Acquisition) of supplies inventories	-	(22,640)	(1,425)
Use (Acquisition) of prepaid assets	-	48	(333)
		(22,592)	(1,758)
INCREASE (DECREASE) IN NET FINANCIAL ASSETS	(285,600)	(390,807)	243,536
NET FINANCIAL ASSETS, BEGINNING OF YEAR	2,015,438	2,015,438	1,771,902
NET FINANCIAL ASSETS, END OF YEAR	\$ 1,729,838	\$ 1,624,631	\$ 2,015,438

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

RURAL MUNICIPALITY OF BLAINE LAKE NO. 434**Statement of Cash Flows
Year Ended December 31, 2019**

	2019	2018
NET INFLOW OF CASH RELATED TO THE FOLLOWING ACTIVITIES:		
OPERATING		
Excess of revenues over expenses	\$ (153,414)	\$ 191,086
Non-cash items included in excess of revenues over expenses:		
Amortization of tangible capital assets	93,774	105,339
Loss on disposal of assets	23,385	-
	<u>(36,255)</u>	<u>296,425</u>
Changes in non-cash working capital:		
Municipal taxes receivable	(45,142)	18,855
Other receivables	(798)	35,042
Accounts payable	(25,428)	19,079
Prepaid expenses	45	(332)
Inventory for consumption	(22,575)	(1,425)
Total collection liability	(3,132)	6,229
	<u>(97,030)</u>	<u>77,448</u>
Cash provided by operating transactions	<u>(133,285)</u>	<u>373,873</u>
CAPITAL		
Acquisition of tangible capital assets	(523,460)	(51,131)
Proceeds on disposal of intangible assets	191,500	-
	<u>(331,960)</u>	<u>(51,131)</u>
INVESTING		
Long-term investments	<u>(3,182)</u>	<u>(1,352)</u>
CHANGE IN CASH AND EQUIVALENTS DURING THE YEAR	(468,427)	321,390
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	1,813,629	1,492,239
CASH AND CASH EQUIVALENTS, END OF YEAR (Note 2)	\$ 1,345,202	\$ 1,813,629

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

RURAL MUNICIPALITY OF BLAINE LAKE NO. 434

Notes to Financial Statements

Year Ended December 31, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Municipality are prepared by management in accordance with the local government accounting standards established by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants. Significant aspects of the accounting policies are as follows:

Basis of accounting

The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenue as it is earned and measurable. Expenses are recognized as they are incurred and measurable, based upon receipt of goods or services and / or the legal obligation to pay.

Collection of funds for other authorities

Collection of funds by the Municipality for the school board and municipal hail authorities are collected and remitted in accordance with relevant legislation.

Government transfers

Government transfers are recognized in the financial statements as revenue or expense in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amounts can be determined.

Government transfer amounts received, but not earned, are recorded as deferred revenue.

Government transfer amounts earned, but not received, are recorded as an amount receivable.

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.

Non-financial assets

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

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.

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RURAL MUNICIPALITY OF BLAINE LAKE NO. 434

Notes to Financial Statements

Year Ended December 31, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

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.

Investments

Portfolio investments are valued at 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 investment in the Saskatchewan Rural Municipalities Self Insurance fund is accounted for on an equity basis.

Inventory

Inventory is valued at the lower of cost and net realizable value with the cost being determined on a first-in, first-out basis.

Tangible capital assets

Tangible capital assets 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.

Tangible capital assets are amortized over their estimated useful lives, less any residual value, on a straight-line basis at the following rates:

Buildings	40 years
Machinery and equipment	5 to 20 years
Infrastructure	15 to 40 years

Tangible capital assets acquired during the year but not placed into use are not amortized until they are placed into use.

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

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 cannot be made.

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RURAL MUNICIPALITY OF BLAINE LAKE NO. 434

Notes to Financial Statements

Year Ended December 31, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

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.

Measurement uncertainty

The preparation of financial statements in conformity with the Canadian public sector accounting standards established by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants 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 revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

Accounts receivable are stated after an 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.

Tangible capital asset opening cost have been estimated where actual costs were not available. Amortization is based on the estimated useful life.

Basis of segmentation

Municipal services have been segmented by grouping activities that have similar service objectives. Revenues that are directly related to the costs of the segment have been attributed to each segment. Interest is allocated to segments based on the purpose of the specific borrowings.

The segments are as follows:

General government services provides for the administration of the Municipality.

Protective services is comprised of expenses for police and fire protection.

Transportation services are responsible for the delivery of public works services related to the development and maintenance of roadway systems.

Environmental and public health services provides for waste disposal and other environmental service, as well as expenses related to public health services provided within the Municipality.

Planning and development services provides for neighbourhood development and sustainability.

Recreation and culture services provides for recreation and leisure services throughout the Municipality.

RURAL MUNICIPALITY OF BLAINE LAKE NO. 434**Notes to Financial Statements****Year Ended December 31, 2019****2. CASH AND TEMPORARY INVESTMENTS**

	2019	2018
Cash	\$ 792,368	\$ 1,268,940
Temporary investments	552,834	544,689
	<u>\$ 1,345,202</u>	<u>\$ 1,813,629</u>

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

3. TAXES AND GRANTS IN LIEU OF TAXES RECEIVABLES

	2019	2018
Current taxes	\$ 72,499	\$ 119,757
Arrears taxes	106,071	13,672
Subtotal	178,570	133,429
Allowance for uncollectibles	(6,223)	(6,223)
Total municipal taxes receivable	172,347	127,206
Current school taxes	14,520	11,119
Arrears school taxes	24,150	19,296
Total school taxes receivable	38,670	30,415
Municipal Hail receivable	13,673	20,938
Total taxes and grants in lieu receivable	224,690	178,559
Taxes receivable to be collected on behalf of other organizations	(52,342)	(51,353)
	<u>\$ 172,348</u>	<u>\$ 127,206</u>

4. OTHER ACCOUNTS RECEIVABLE

	2019	2018
Trade	\$ 12,661	\$ 45,126
Goods and Services Tax	69,277	36,014
	<u>\$ 81,938</u>	<u>\$ 81,140</u>

RURAL MUNICIPALITY OF BLAINE LAKE NO. 434

Notes to Financial Statements

Year Ended December 31, 2019

5. LONG TERM INVESTMENTS

	<u>2019</u>	<u>2018</u>
SARM liability insurance	\$ 26,962	\$ 24,806
SARM property insurance	15,462	14,436
	<u>\$ 42,424</u>	<u>\$ 39,242</u>

6. DEBT LIMIT

The debt limit of the Municipality is \$985,875 [2018 - \$966,649.02]. The debt limit for a municipality is the total amount of the municipality's own source revenues for the preceding year (Municipalities Act section 161).

7. RECLASSIFICATION

Certain amounts in the prior period financial statements have been reclassified to conform to the presentation of the current period financial statements. These reclassifications had no effect on the previously reported net loss.

8. BUDGET FIGURES

Budget figures are reported for information purposes only and are unaudited.

RURAL MUNICIPALITY OF BLAINE LAKE NO. 434
Schedule of Taxes and Other Unconditional Revenue *(Schedule 1)*
Year Ended December 31, 2019

	2019 <i>(Budget)</i>	2019 <i>(Actual)</i>	2018 <i>(Actual)</i>
TAXES			
General municipal tax levy	\$ 975,000	\$ 975,017	\$ 965,572
Abatements and adjustments	(5,000)	(4,616)	-
Discount on current year taxes	(50,000)	(50,486)	(48,354)
	<u>920,000</u>	<u>919,915</u>	<u>917,218</u>
Penalties on tax arrears	15,000	14,472	15,818
Penalties on tax enforcement	400	435	37
	<u>15,400</u>	<u>14,907</u>	<u>15,855</u>
	<u>935,400</u>	<u>934,822</u>	<u>933,073</u>
UNCONDITIONAL GRANTS			
Equalization	207,000	205,486	199,504
Other (Specify)	-	-	11,217
	<u>207,000</u>	<u>205,486</u>	<u>210,721</u>
GRANTS IN LIEU OF TAXES			
Local and Other			
Treaty land entitlement	22,000	22,602	22,602
Duck's Unlimited	-	15,432	-
	<u>22,000</u>	<u>-</u>	<u>-</u>
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	<u>\$ 1,164,400</u>	<u>\$ 1,178,342</u>	<u>\$ 1,166,396</u>

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

RURAL MUNICIPALITY OF BLAINE LAKE NO. 434
Schedule of Operating and Capital Revenue by Function *(Schedule 2)*
Year Ended December 31, 2019

	2019 <i>(Budget)</i>	2019 <i>(Actual)</i>	2018 <i>(Actual)</i>
GENERAL GOVERNMENT SERVICES			
OPERATING			
Custom work	\$ 35,200	\$ 24,613	\$ 18,286
Rental	100	6,850	10
Other	-	-	2,300
	<u>35,300</u>	<u>31,463</u>	<u>20,596</u>
Investment income and commissions	22,200	32,713	23,360
Other	130	39,214	(46,175)
	<u>57,630</u>	<u>103,390</u>	<u>(2,219)</u>
CAPITAL			
Conditional Grants			
Gas tax	36,000	44,930	8,582
Provincial disaster assistance	90,000	54,270	74,330
	<u>\$ 126,000</u>	<u>\$ 99,200</u>	<u>\$ 82,912</u>
	<u>\$ 183,630</u>	<u>\$ 202,590</u>	<u>\$ 80,693</u>
TRANSPORTATION SERVICES			
OPERATING			
Road maintenance and restoration agreements	\$ 40,000	\$ 36,836	\$ 33,325
Sale of gravel	20,000	5,112	6,394
	<u>60,000</u>	<u>41,948</u>	<u>39,719</u>
Gain (loss) on disposal of tangible capital assets	-	(23,385)	-
	<u>60,000</u>	<u>18,563</u>	<u>39,719</u>
CAPITAL			
Conditional Grants			
Heavy haul	12,000	12,000	24,000
	<u>\$ 72,000</u>	<u>\$ 30,563</u>	<u>\$ 63,719</u>

(continues)

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

RURAL MUNICIPALITY OF BLAINE LAKE NO. 434
Schedule of Operating and Capital Revenue by Function *(continued)*
(Schedule 2)
Year Ended December 31, 2019

	<i>2019</i> <i>(Budget)</i>	2019 <i>(Actual)</i>	2018 <i>(Actual)</i>
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
OPERATING			
Pest control	\$ 1,500	\$ 933	\$ 1,382
Conditional Grants			
Beaver control	2,000	990	-
Weed control	2,500	164	550
Provincial rat eradication program	4,500	4,431	170
Multi-Material Recycling program	-	3,793	-
	9,000	9,378	720
	\$ 10,500	\$ 10,311	\$ 2,102
<hr/>			
TOTAL OPERATING AND CAPITAL REVENUE	\$ 266,130	\$ 243,464	\$ 146,514
Total Segmented Revenue	\$ 119,130	\$ 122,886	\$ 38,882
Total Conditional Grants	9,000	9,378	720
Total Capital Grants and Contributions	138,000	111,200	106,912
TOTAL OPERATING AND CAPITAL REVENUE	\$ 266,130	\$ 243,464	\$ 146,514

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

RURAL MUNICIPALITY OF BLAINE LAKE NO. 434

Schedule of Expenses by Function

(Schedule 3)

Year Ended December 31, 2019

	2019 (Budget)	2019 (Actual)	2018 (Actual)
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 43,500	\$ 57,686	\$ 34,054
Wages and benefits	145,670	168,578	92,781
Professional and contractual services	189,510	116,192	91,989
Utilities	8,500	9,632	6,035
Maintenance, materials and supplies	121,000	48,000	1,211
Operating grants and contributions	12,000	1,710	8,280
Amortization	-	2,080	600
Other (Specify)	30,000	107	69
	\$ 550,180	\$ 403,985	\$ 235,019
PROTECTIVE SERVICES			
Police Protection			
Professional and contractual services	\$ 15,000	\$ 13,893	\$ 13,645
Maintenance, materials and supplies	5,000	200	200
	20,000	14,093	13,845
Fire Protection			
Wages and benefits	10,100	11,615	5,761
Professional and contractual services	3,000	2,350	2,015
Utilities	800	925	748
Maintenance, materials and supplies	4,500	4,468	7,390
Amortization	-	5,113	2,557
Other (Specify)	300	3,736	16,447
	18,700	28,207	34,918
	\$ 38,700	\$ 42,300	\$ 48,763
TRANSPORTATION SERVICES			
Wages and benefits	234,450	210,069	192,794
Professional and contractual services	114,100	291,614	278,812
Utilities	3,400	1,086	1,428
Maintenance, materials and supplies	367,650	479,586	213,664
Amortization	-	86,581	102,182
Other	-	98	490
	\$ 719,600	\$ 1,069,034	\$ 789,370

(continues)

RURAL MUNICIPALITY OF BLAINE LAKE NO. 434**Schedule of Expenses by Function (continued)****(Schedule 3)****Year Ended December 31, 2019**

	2019 (Budget)	2019 (Actual)	2018 (Actual)
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	\$ 9,000	\$ 14,661	\$ 14,127
Professional and contractual services	33,500	24,126	7,035
Maintenance, materials and supplies	7,100	1,710	3,210
Operating grants and contributions	18,000	12,041	15,641
	<u>\$ 67,600</u>	<u>\$ 52,538</u>	<u>\$ 40,013</u>
RECREATION AND CULTURE SERVICES			
Professional and contractual services	\$ 1,600	\$ 657	\$ 591
Utilities	1,200	1,002	1,186
Maintenance, materials and supplies	2,000	29	637
Operating grants and contributions	6,800	4,656	5,566
	<u>\$ 11,600</u>	<u>\$ 6,344</u>	<u>\$ 7,980</u>
UTILITY SERVICES			
Professional and contractual services	\$ 2,500	\$ 191	\$ -
Utilities	750	828	679
Maintenance, materials and supplies	200	-	-
	<u>\$ 3,450</u>	<u>\$ 1,019</u>	<u>\$ 679</u>
TOTAL EXPENSES	<u>\$ 1,391,130</u>	<u>\$ 1,575,220</u>	<u>\$ 1,121,824</u>

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

RURAL MUNICIPALITY OF BLAINE LAKE NO. 434

Schedule of Segment Disclosure by Function

Year Ended December 31, 2019

(Schedule 4)

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Utility Services	Total
REVENUE								
Fees and charges	\$ 31,463	\$ -	\$ 41,948	\$ 933	\$ -	\$ -	\$ -	\$ 74,344
Gain (loss) on sale of assets	-	-	(23,385)	-	-	-	-	(23,385)
Investment and commission	32,713	-	-	-	-	-	-	32,713
Conditional grants	-	-	12,000	9,378	-	-	-	21,378
Capital grants	99,200	-	-	-	-	-	-	99,200
Other	39,214	-	-	-	-	-	-	39,214
	202,590	-	30,563	10,311	-	-	-	243,464
EXPENSES								
Wages and benefits	226,264	11,615	210,069	14,661	-	-	-	462,609
Professional services	116,192	16,243	291,614	24,126	-	657	191	449,023
Utilities	9,632	925	1,086	-	-	1,002	828	13,473
Maintenance, materials and supplies	48,000	4,668	479,586	1,710	-	29	-	533,993
Grants and contributions	1,710	-	-	12,041	-	4,656	-	18,407
Amortization	2,080	5,113	86,581	-	-	-	-	93,774
Other	107	3,736	98	-	-	-	-	3,941
	403,985	42,300	1,069,034	52,538	-	6,344	1,019	1,575,220
LOSS FROM OPERATIONS	\$ (201,395)	\$ (42,300)	\$ (1,038,471)	\$ (42,227)	\$ -	\$ (6,344)	\$ (1,019)	\$ (1,331,756)
Taxation and other unconditional revenue								<u>1,178,342</u>
NET SURPLUS								<u>\$ (153,414)</u>

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

RURAL MUNICIPALITY OF BLAINE LAKE NO. 434

Schedule of Segment Disclosure by Function

Year Ended December 31, 2018

(Schedule 5)

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Utility Services	Total
REVENUE								
Fees and charges	\$ 20,596	\$ -	\$ 39,719	\$ 1,382	\$ -	\$ -	\$ -	\$ 61,697
Investment and commission	23,360	-	-	-	-	-	-	23,360
Conditional grants	-	-	24,000	720	-	-	-	24,720
Capital grants	82,912	-	-	-	-	-	-	82,912
Other	(46,175)	-	-	-	-	-	-	(46,175)
	80,693	-	63,719	2,102	-	-	-	146,514
EXPENSES								
Wages and benefits	126,834	5,761	192,794	14,127	-	-	-	339,516
Professional services	91,989	15,660	278,815	7,035	-	591	-	394,090
Utilities	6,035	748	1,428	-	-	1,186	677	10,074
Maintenance, materials and supplies	1,211	7,590	213,664	3,210	-	637	-	226,312
Grants and contributions	8,280	-	-	15,641	-	5,566	-	29,487
Amortization	600	2,557	102,182	-	-	-	-	105,339
Other	69	16,447	490	-	-	-	-	17,006
	235,018	48,763	789,373	40,013	-	7,980	677	1,121,824
LOSS FROM OPERATIONS	\$ (154,325)	\$ (48,763)	\$ (725,654)	\$ (37,911)	\$ -	\$ (7,980)	\$ (677)	\$ (975,310)
Taxation and other unconditional revenue								
								1,166,396
NET SURPLUS								\$ 191,086

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

RURAL MUNICIPALITY OF BLAINE LAKE NO. 434
Schedule of Tangible Capital Assets by Object
Year Ended December 31, 2019

(Schedule 6)

	General Assets					Infrastructure Assets		2019	2018
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets			
ASSET COST									
Cost, beginning of year	\$ 75,000	\$ -	\$ 70,000	\$ -	\$ 1,246,201	\$ 529,040	\$ 1,920,241	\$ 1,869,110	
Additions	-	-	111,993	-	411,467	-	523,460	51,131	
Disposals	-	-	-	-	(358,142)	-	(358,142)	-	
Cost, end of year	75,000	-	181,993	-	1,299,526	529,040	2,085,559	1,920,241	
ACCUMULATED AMORTIZATION									
Accumulated amortization, beginning of year	-	-	53,542	-	675,280	98,551	827,373	722,035	
Current amortization	-	-	1,720	-	78,854	13,200	93,774	105,338	
Disposals	-	-	-	-	(143,257)	-	(143,257)	-	
Accumulated amortization, end of year	-	-	55,262	-	610,877	111,751	777,890	827,373	
NET BOOK VALUE	\$ 75,000	\$ -	\$ 126,731	\$ -	\$ 688,649	\$ 417,289	\$ 1,307,669	\$ 1,092,868	

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

RURAL MUNICIPALITY OF BLAINE LAKE NO. 434
Schedule of Tangible Capital Assets by Function
Year Ended December 31, 2019

(Schedule 7)

	General Government	Protective Services	Transportation Services	2019	2018
ASSET COST					
Cost, beginning of year	\$ -	\$ 202,131	\$ 1,718,110	\$ 1,920,241	\$ 1,869,110
Additions	119,194	-	404,266	523,460	51,131
Disposals	-	-	(358,142)	(358,142)	-
Cost, end of year	119,194	202,131	1,764,234	2,085,559	1,920,241
ACCUMULATED AMORTIZATION					
Accumulated Amortization, beginning of year	-	153,557	673,816	827,373	722,035
Current amortization	1,480	5,114	87,181	93,775	105,338
Disposals	-	-	(143,258)	(143,258)	-
Accumulated amortization, end of year	1,480	158,671	617,739	777,890	827,373
NET BOOK VALUE	\$ 117,714	\$ 43,460	\$ 1,146,495	\$ 1,307,669	\$ 1,092,868

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

RURAL MUNICIPALITY OF BLAINE LAKE NO. 434**Schedule of Accumulated Surplus****(Schedule 8)****Year Ended December 31, 2019**

	2018	Changes	2019
UNAPPROPRIATED SURPLUS	\$ 1,978,681	\$ (368,214)	\$ 1,610,467
APPROPRIATED RESERVES			
Subdivision land reserve	7,998	-	7,998
Public reserve	6,000	-	6,000
Capital reserve	108,438	-	108,438
Capital trust	48,039	-	48,039
Total appropriated reserves	170,475	-	170,475
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets	1,092,868	214,801	1,307,669
TOTAL ACCUMULATED SURPLUS	\$ 3,242,025	\$ (153,414)	\$ 3,088,611

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

RURAL MUNICIPALITY OF BLAINE LAKE NO. 434**Schedule of Assessments and Mill Rates****(Schedule 9)****Year Ended December 31, 2019**

	Property Class			Total
	Agriculture	Residential	Commercial & Industrial	
TAXABLE ASSESSMENT	110,209,310	6,356,845	905,800	117,471,955
Mill rate factor	1.00	1.00	1.00	
Base tax				
Total Municipal Tax Levy	914,737	52,762	7,518	975,017
MILL RATES:				
Uniform municipal		8.3000		
Average municipal		8.3000		
Average school		1.6129		

To determine 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 BLAINE LAKE NO. 434**Schedule of Council Remuneration****(Schedule 10)****Year Ended December 31, 2019**

	Remuneration	Reimbursed Costs	Total
NAME			
Will Chalmers	\$ 8,666	\$ 1,839	\$ 10,505
Walter Kabaroff	6,925	2,449	9,374
John Serhienko	5,870	3,188	9,058
Robert Dagenais	8,096	1,794	9,890
Alan Lavoie	3,950	719	4,669
John Priestley	5,537	2,179	7,716
Wayne Ratzlaff	2,925	1,602	4,527
	<u>\$ 41,969</u>	<u>\$ 13,770</u>	<u>\$ 55,739</u>

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