

Town of Birch Hills
Consolidated Financial Statements
December 31, 2020

	Page
Management's Responsibility	
Independent Auditor's Report	
Consolidated Financial Statements	
Statement 1 - Consolidated Statement of Financial Position	2
Statement 2 - Consolidated Statement of Operations	3
Statement 3 - Consolidated Statement of Changes in Net Financial Assets (Debt)	4
Statement 4 - Consolidated Statement of Cash Flow	5
Notes to the Consolidated Financial Statements	6
Consolidated Schedules	
Schedule 1 - Consolidated Schedule of Taxes and Other Unconditional Revenue	15
Schedule 2 - Consolidated Schedule of Operating and Capital Revenue by Function . .	16
Schedule 3 - Consolidated Schedule of Total Expenses by Function	20
Schedule 4 - Consolidated Schedule of Current Year Segment Disclosure by Function	23
Schedule 5 - Consolidated Schedule of Prior Year Segment Disclosure by Function . . .	24
Schedule 6 - Consolidated Schedule of Tangible Capital Assets by Object.	25
Schedule 7 - Consolidated Schedule of Tangible Capital Assets by Function.	26
Schedule 8 - Consolidated Schedule of Accumulated Surplus	27
Schedule 9 - Consolidated Schedule of Mill Rates and Assessments	28
Schedule 10 - Consolidated Schedule of Council Remuneration	29

Management's Responsibility

To the Ratepayers of the Town of Birch Hills:

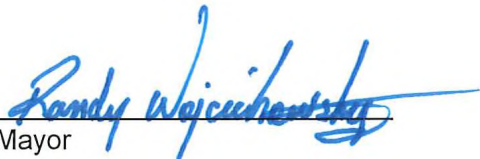
The Town's management is responsible for the preparation and presentation of the accompanying consolidated financial statements in accordance with Canadian public sector accounting standards (PSAS). The preparation of the statements necessarily includes selecting appropriate accounting principles and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

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of 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 the administration and discussing relevant matters with external auditors. The Council is also responsible for appointing the municipality's external auditors.

MNP 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 administration to discuss their audit findings.

June 23, 2021


Mayor

Independent Auditor's Report

To the Mayor and Council of the Town of Birch Hills:

Opinion

We have audited the consolidated financial statements of the Town of Birch Hills (the "Town"), which comprise the consolidated statement of financial position as at December 31, 2020, and the consolidated statements of operations, changes in net financial assets, and cash flows, and related schedules for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Town as at December 31, 2020, and the results of its consolidated operations and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Town 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 these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and the Mayor and Council 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 Town's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Town or to cease operations, or has no realistic alternative but to do so.

The Mayor and Council are responsible for overseeing the Town'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.

Independent Auditor's Report *continued*

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 Town'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 Town'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 Town 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Town to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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

Prince Albert, Saskatchewan

June 23, 2021

MNP LLP

Chartered Professional Accountants

Town of Birch Hills
 Consolidated Statement of Financial Position
 As at December 31, 2020

Statement 1

	2020	2019
ASSETS		
Financial Assets		
Cash and Temporary Investments (Note 2)	1,011,723	1,188,562
Taxes Receivable - Municipal (Note 3)	462,937	511,140
Other Accounts Receivable (Note 4)	239,184	158,836
Land for Resale (Note 5)	425,984	425,984
Long-Term Investments (Note 6)	20,000	20,000
Debt Charges Recoverable	-	-
Other (Specify)	-	-
Total Financial Assets	2,159,828	2,304,522

LIABILITIES		
Bank Indebtedness (Note 7)	-	-
Accounts Payable	465,622	146,517
Accrued Liabilities Payable	34,291	32,641
Deposits	45,587	45,354
Deferred Revenue (Note 8)	162,044	316,506
Accrued Landfill Costs (Note 9)	7,129	7,129
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Long-Term Debt (Note 10)	926,941	1,198,536
Lease Obligations (Note 11)	19,196	25,563
Total Liabilities	1,660,810	1,772,246

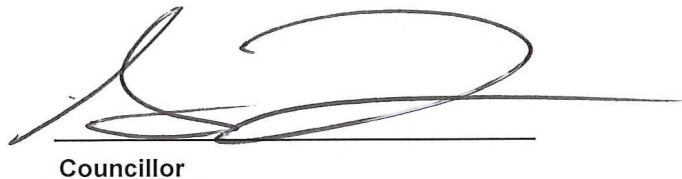
NET FINANCIAL ASSETS (DEBT)	499,018	532,276
------------------------------------	----------------	----------------

Non-Financial Assets		
Tangible Capital Assets (Schedule 6, 7)	10,266,347	8,537,428
Prepayments and Deferred Charges	72,810	131
Stock and Supplies	12,583	26,488
Other	-	-
Total Non-Financial Assets	10,351,740	8,564,047

Accumulated Surplus (Schedule 8)	10,850,758	9,096,322
---	-------------------	------------------

Approved on behalf of Mayor and Council


 Mayor


 Councillor

Town of Birch Hills
 Consolidated Statement of Operations
 As at December 31, 2020

Statement 2

	2020 Budget (Note 1)	2020	2019
Revenues			
Taxes and Other Unconditional Revenue (Schedule 1)	1,333,606	1,323,890	1,245,738
Fees and Charges (Schedule 4, 5)	1,030,110	1,131,742	927,347
Conditional Grants (Schedule 4, 5)	42,372	50,681	62,308
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	-	9,512	812
Land Sales - Loss (Schedule 4, 5)	-	-	-
Investment Income and Commissions (Schedule 4, 5)	-	-	-
Other Revenues (Schedule 4, 5)	287,400	334,774	410,942
Total Revenues	2,693,488	2,850,599	2,647,147
Expenses			
General Government Services (Schedule 3)	532,100	471,449	508,270
Protective Services (Schedule 3)	84,945	93,293	102,348
Transportation Services (Schedule 3)	521,810	490,679	505,207
Environmental and Public Health Services (Schedule 3)	107,000	122,327	120,383
Planning and Development Services (Schedule 3)	-	3,090	-
Recreation and Cultural Services (Schedule 3)	785,534	798,528	805,215
Utility Services (Schedule 3)	442,000	451,952	424,188
Total Expenses	2,473,389	2,431,318	2,465,611
Surplus of Revenues over Expenses before Other Capital Contributions	220,099	419,281	181,536
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	1,060,840	1,335,155	-
Surplus of Revenues over Expenses	1,280,939	1,754,436	181,536
Accumulated Surplus, Beginning of Year	9,096,322	9,096,322	8,914,786
Accumulated Surplus, End of Year	10,377,261	10,850,758	9,096,322

See accompanying notes

Town of Birch Hills
 Consolidated Statement of Changes in Net Financial Assets (Debt)
 As at December 31, 2020

Statement 3

	2020 Budget (Note 1)	2020	2019
Surplus	1,280,939	1,754,436	181,536
(Acquisition) of tangible capital assets	(1,412,000)	(2,112,736)	(665,146)
Amortization of tangible capital assets	-	383,817	379,976
Proceeds on disposal of tangible capital assets	-	9,512	21,200
Gain on the disposal of tangible capital assets	-	(9,512)	(812)
Deficit of capital expenses over expenditures	(1,412,000)	(1,728,919)	(264,782)
(Acquisition) of supplies inventories	-	(12,583)	(26,488)
(Acquisition) of prepaid expense	-	(72,810)	(131)
Consumption of supplies inventory	-	26,487	29,196
Use of prepaid expense	-	131	66,684
Surplus (Deficit) of expenses of other non-financial over expenditures	-	(58,775)	69,261
Increase in Net Financial Assets	(131,061)	(33,258)	(13,985)
Net Financial Asset (Debt) - Beginning of Year	532,276	532,276	546,261
Net Financial Assets - End of Year	401,215	499,018	532,276

See accompanying notes

Town of Birch Hills
Consolidated Statement of Cash Flow
As at December 31, 2020

Statement 4

	2020	2019
Cash provided by (used for) the following activities		
Operating:		
Surplus	1,754,436	181,536
Amortization	383,817	379,976
Gain on disposal of tangible capital assets	(9,512)	(812)
	<u>2,128,741</u>	560,700
Change in assets/liabilities		
Taxes Receivable - Municipal	48,203	32,365
Other Receivables	(80,348)	(3,874)
Land for Resale	-	(1,298)
Other Financial Assets	-	-
Accounts and accrued liabilities payable	320,754	63,293
Deposits	233	2,619
Deferred Revenue	(154,462)	281,784
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Stock and supplies for use	13,905	2,708
Prepayments and Deferred Charges	(72,679)	66,553
Other (specify)	-	-
Cash provided by operating transactions	2,204,347	1,004,850
Capital:		
Acquisition of capital assets	(2,112,736)	(665,146)
Proceeds from the disposal of capital assets	9,512	21,200
Other capital	-	-
Cash applied to capital transactions	(2,103,224)	(643,946)
Investing:		
Long-term investments	-	-
Other investments	-	-
Cash provided by investing transactions	-	-
Financing:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	(271,595)	(262,062)
Other financing	(6,367)	(13,702)
Cash applied to financing transactions	(277,962)	(275,764)
Change in Cash and Temporary Investments during the year	(176,839)	85,140
Cash and Temporary Investments - Beginning of Year	1,188,562	1,103,421
Cash and Temporary Investments - End of Year	1,011,723	1,188,562

See accompanying notes

Town of Birch Hills
Notes to the Consolidated Financial Statements
As at December 31, 2020

1. Significant accounting policies

The consolidated financial statements of the town are prepared by management in accordance with the Canadian public sector accounting standards established by the Public Sector Accounting Board of the Accounting Standards Oversight Council. Significant aspects of the accounting policies are as follows:

- a) **Basis of accounting:** The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting recognized revenue as they become available and measurable; 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.
- b) **Reporting Entity:** The financial statements consolidates the assets, liabilities and flow of resources of the municipality. The entity is comprised of all of the organizations that are owned or controlled by the municipality and are, therefore, accountable to the Council for the administration of their financial affairs and resources. Entities included in these financial statements are as follows:

<u>Entity</u>	<u>Basis of Reporting</u>
Birch Hills and District Recreation Board	100% Consolidation for capital 100% Consolidation for operating
North Central Saskatchewan Waste Management Corporation	2.58% Proportionate Consolidation of operations 2.58% Proportionate Consolidation of capital

All inter-organizational transactions and balances have been eliminated.

- c) **Collection of funds for other authorities:** Collection of funds by the municipality for the school board, municipal hall and conservation and development authorities are collected and remitted in accordance with relevant legislation. The amounts collected are disclosed in Note 3.
- d) **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 transfer is authorized;
 - b) eligibility criteria have been met by the recipient; and,
 - c) a reasonable estimate of the amount can be made.

Unearned government transfer amounts received, with stipulations, but not earned will be recorded as deferred revenue. Earned government transfer amounts not received will be recorded as an amount receivable.

- e) **Land Inventory Held for Resale:** Land Inventory, comprising land held for future development and resale, is valued at the lower of cost and net realizable value. Cost includes amounts for land acquisition and improvements to prepare the land for sale or service. Revenue from the land sales is recognized when the title is transferred to the buyer.
- f) **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.
- g) **Local Improvement Charges:** Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed.
- h) **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.
- i) **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.
- j) **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.

1. Significant accounting policies - continued

- k) **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.
- l) **Investments:** Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment. Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment.
- m) **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. Inventory as it relates to the operations of the Birch Hills and District Recreation Board is valued at the lower of cost and net realizable value. Cost is determined by the first in, first out method.
- n) **Tangible Capital Assets:** All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Initial costs for tangible capital assets that were acquired and developed prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant inflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of contribution. The tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The cost of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. The municipality's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	5 to 20 Yrs
Buildings	10 to 50 Yrs
Vehicles & Equipment	
Vehicles	5 to 10 Yrs
Machinery and Equipment	5 to 10 Yrs
Infrastructure Assets	
Infrastructure Assets	
Water & Sewer	40 Yrs
Road Network Assets	40 Yrs

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

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

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

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

- o) **Landfill liability:** The municipality maintains a waste disposal site. The annual provision is reported as an expense and the accumulated provision is reported on the Consolidated Statement of Financial Position. Recommended disclosure is provided in Note 9.

Town of Birch Hills
Notes to the Consolidated Financial Statements
As at December 31, 2020

1. Significant accounting policies - continued

- p) **Trust Funds:** Funds held in trust for others are neither included in the municipality's assets or equity. They are disclosed in Note 13.
- q) **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.
- r) **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.

- s) **Measurement Uncertainty:** The preparation of financial statements in conformity with Public Sector Accounting Board 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.

- t) **Basis of segmentation/Segment report:** The Municipality has adopted the new 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.

- u) **Budget Information:** Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on April 8, 2020.

Town of Birch Hills
Notes to the Consolidated Financial Statements
As at December 31, 2020

1. Significant accounting policies - continued

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

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

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

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

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

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

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

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

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

2. Cash and temporary investments

	2020	2019
Cash	835,819	1,034,355
Temporary Investments - GICs	175,904	154,207
Total Cash and temporary investments	1,011,723	1,188,562

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

Town of Birch Hills
Notes to the Consolidated Financial Statements
As at December 31, 2020

3. Taxes and grants in lieu receivable

	2020	2019
Municipal		
- Current	66,247	98,970
- Arrears	101,041	64,540
	167,288	163,510
- Less Allowance for Uncollectibles	(4,933)	(4,933)
Total municipal taxes receivable	162,355	158,577
School		
- Current	12,329	22,134
- Arrears	16,691	10,953
Total school taxes receivable	29,020	33,087
Local improvement		
- Current	51,896	46,420
- Long term	248,686	306,143
Total local improvement receivable	300,582	352,563
Total taxes and grants in lieu receivable	491,957	544,227
Deduct taxes receivable to be collected on behalf of other organizations	(29,020)	(33,087)
Municipal and grants in lieu taxes receivable	462,937	511,140

4. Other Accounts Receivable

	2020	2019
Federal government	131,447	53,896
Provincial government	-	-
Local government	-	-
Utility	15,754	6,127
Trade	97,168	100,640
Other	-	-
Total Other Accounts Receivable	244,369	160,663
Less: Allowance for Uncollectibles	(5,185)	(1,827)
Net Other Accounts Receivable	239,184	158,836

5. Land for Resale

	2020	2019
Tax Title Property	32,725	32,725
Allowance for market value adjustment	-	-
Net Tax Title Property	32,725	32,725
Other Land	393,259	393,259
Allowance for market value adjustment	-	-
Net Other Land	393,259	393,259
Total Land for Resale	425,984	425,984

Town of Birch Hills

Notes to the Consolidated Financial Statements

As at December 31, 2020

6. Long term investments

	2020	2019
Investment in Railway	20,000	20,000

7. Bank indebtedness

Credit Arrangements

The Town has an authorized line of credit in the amount of \$250,000 (2019 - \$250,000) with the Affinity Credit Union. Interest is at prime and the line is secured by assignment of grants and receivables. The Town has utilized \$nil (2019 - \$nil) of this line of credit at December 31, 2020.

8. Deferred revenue

	2020	2019
Sask Lotteries		
Opening deferred revenue	-	7,231
Grant distributions	15,593	15,593
Eligible costs	(15,593)	(22,824)
	-	-
Multi-use Centre		
Opening deferred revenue	65,092	-
Donations	8,086	109,407
Eligible costs	(70,636)	(44,315)
	2,542	65,092
Gas tax - New Deal for Cities and Communities		
Opening deferred revenue	131,447	-
Grant distributions	91,421	131,447
Eligible costs	(222,868)	-
	-	131,447
Hesje Fund Donation (Arena Project)		
Opening deferred revenue	-	27,491
Donations	-	-
Eligible costs	-	(27,491)
	-	-
Golf Course Club House Project		
Opening deferred revenue	12,300	-
Donations	5,993	12,300
Eligible costs	-	-
	18,293	12,300
Farm Grow Project		
Opening deferred revenue	107,667	-
Project Revenue	56,400	140,853
Eligible costs	(22,858)	(33,186)
	141,209	107,667
Total deferred revenue	162,044	316,506

Town of Birch Hills
Notes to the Consolidated Financial Statements
As at December 31, 2020

9. Accrued landfill costs

	2020	2019
Environmental liabilities	7,129	7,129

Landfill closure and post-closure care requirements have been defined in accordance with the Environmental Act and include final covering and landscaping of the landfill, pumping of ground, methane gas and leachate management, and ongoing environmental monitoring, site inspection and maintenance. The reported liability is based on estimates and assumptions with respect to events extending over a 100-year period using the best information available to management. Future events may result in significant changes to the estimated total expense, capacity used or total capacity and the estimated liability, and would be recognized prospectively, as a change in estimate, when applicable. The landfill closed in 2011; therefore, the remaining liability is for post-closure costs.

10. Long-term debt

The debt limit of the municipality is \$2,136,872. 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). The Saskatchewan Municipal Board approved Bylaw No. 11/17 to incur debt pursuant to subsection 163(4) of The Municipalities Act on December 22, 2017.

Utilities activities: Affinity Credit Union loans are repayable in monthly installments of \$9,763 including interest at 4.14%, secured by a general assignment of property taxes receivable, due October 18, 2022.

Future principal repayments are estimated as follows:

Year	Principal	Interest	Current Total	Prior Year Total
2020	-	-	-	117,151
2021	110,687	6,464	117,151	117,151
2022	95,835	1,803	97,638	97,632
Balance	206,522	8,267	214,789	331,934

Transportation activities: Affinity Credit Union loans are repayable in monthly installments of \$16,013 including interest at 3.29%, secured by 1st charge general security agreement, 1st charge specific security agreement over existing grants and taxes and a promissory note, due December 30, 2024.

Future principal repayments are estimated as follows:

Year	Principal	Interest	Current Total	Prior Year Total
2020	-	-	-	192,159
2021	171,052	21,107	192,159	192,159
2022	176,766	15,393	192,159	192,159
2023	182,670	9,489	192,159	192,159
2024	189,930	2,458	192,388	192,388
Balance	720,418	48,447	768,865	961,024

Formal authorization of \$1,100,000 in borrowings from the Saskatchewan Municipal Board was acquired on September 24, 2020. The loan was not accessed during the 2020 fiscal year and the town plans to draw from it in the 2021 fiscal year.

Town of Birch Hills
Notes to the Consolidated Financial Statements
As at December 31, 2020

11. Lease obligation

CWB National Leasing capital lease obligation for a Greens King Gas Plus Mower having a net book value of \$28,812, payable at \$1,120 per month plus taxes, six times a year including interest at 3.25%, due September 2023 with a purchase option at the end of the lease of \$1.00

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

Year	Payment Amount
2021	7,123
2022	7,123
2023	5,936
Total future minimum lease payments	20,182
Imputed interest	(986)
Capital Lease Liability	19,196

Tangible capital assets includes assets under capital lease with a gross cost of \$41,160 (2019 - \$41,160), and accumulated amortization of \$20,580 (2019 - \$12,348).

12. Pension Plan

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined contribution pension plan under which both the municipality and employees make contributions of 9.00% (2019 - 9.00%). 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 2020 was \$78,343 (2019 - \$76,666). The benefits accrued to the municipality's employees from MEPP are calculated using the following: Pensionable Years of Service, Highest Average Salary, and the plan accrual rate.

13. Trusts Administered by the Municipality

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

Cemetery Trust Fund:

	2020	2019
Balance - Beginning of Year	53,997	45,233
Revenue	7,928	15,500
Interest revenue	1,035	1
Expenditure	(928)	(6,737)
Balance - End of Year	62,032	53,997

Town of Birch Hills
Notes to the Consolidated Financial Statements
As at December 31, 2020

14. Contractual Obligations and Commitments

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

Contractual Obligations and Commitments Type¹	Describe Nature Time and Extent	2020	2021	2022	2023	2024	Current Year Total	Prior Year Total
Struthers Lake Regional Park ²	Annual	\$ 1,000	\$ 1,000	\$ 1,000	\$ -	\$ -	\$ 3,000	\$ 4,000
Success Office Systems ³	Annual	\$ 2,036	\$ 2,036	\$ 1,018	\$ -	\$ -	\$ 5,090	\$ -
Civic Center Roof ⁴	One Time	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 119,630
Water Treatment Plant Upgrade ⁵	One Time	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,239,363
G3 Electrical Multi-Use Facility ⁶	One Time	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 122,000
UniTech Office Solutions Ltd ⁷	Annual	\$ 1,741	\$ 1,741	\$ 1,016	\$ -	\$ -	\$ 4,498	\$ 6,239
RNF Ventures Inc. ⁸	One Time	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total		\$ 4,777	\$ 4,777	\$ 3,034	\$ -	\$ -	\$ 12,588	\$ 1,491,232

¹ See Note 11 for Capital Lease obligations and Note 13 for Pension commitment obligations.

² Commencing in 2018, the Town has entered an agreement with the Struthers Lake Regional Park for the purpose of further developing and maintaining the regional park. The agreement involves an annual contribution to Struthers Lake Regional Park of \$1,000 per year until 2022.

³ In June 2020, the Town entered into a 3 year lease agreement to pay \$509 per quarter, including \$50 tax, to Success Office Systems to lease a photocopier until 2023.

⁴ In 2019, the Town entered into a contract with Thorpe Industries Ltd. to repair the Civic Center roof. The work is to be performed in 2020.

⁵ In 2019, the Town entered into a contract with VCM Construction Ltd. to perform distribution pump and electrical upgrades on the Water Treatment Plant in the amount of \$1,239,363, plus taxes. The work commenced on September 5, 2019 with an anticipated completion dated of May 28th, 2020.

⁶ In 2019, the Town entered into an agreement with G3 Electrical to perform Multiuse Facility mechanical system upgrades in the amount of \$122,000, plus taxes. The work commenced on February 2, 2020 with a completion date of April 15, 2020.

⁷ In 2018, the Recreation Board entered into a four year agreement to pay monthly payments of \$145 plus taxes, to UniTech Office Solutions for the lease of a photocopier until 2022.

⁸ In 2020, the Town entered into an agreement with RNF Ventures Ltd. for construction management services for the multi-use facility project. The construction management fee rate has been set at 9.95% of the project costs.

15. Significant Events

During the year there was a global outbreak of COVID-19 (coronavirus), which has had a significant impact on businesses through the restrictions put in place by the Canadian, provincial and municipal governments regarding travel, business operations and isolation/quarantine orders. The Town has been impacted by cancellation of community events including fundraisers, offset by additional grants available to cover pandemic related costs. At this time, it is unknown the extent of the impact the COVID-19 outbreak may have on the municipality as this will depend on future developments that are highly uncertain and that cannot be predicted with confidence. These uncertainties arise from the inability to predict the ultimate geographic spread of the disease, and the duration of the outbreak, including the duration of travel restrictions, business closures or disruptions, and quarantine/isolation measures that are currently, or may be put, in place by Canada and other countries to fight the virus. The Town continues to assess the situation as it evolves and make changes to its operations in response.

Town of Birch Hills
 Schedule of Taxes and Other Unconditional Revenue
 As at December 31, 2020

Schedule 1

	2020 Budget (Note 1)	2020	2019
TAXES			
General municipal tax levy	979,205	982,092	978,084
Abatements and adjustments	(8,000)	(19,005)	(10,074)
Discount on current year taxes	(35,000)	(37,709)	(34,893)
Net Municipal Taxes	936,205	925,378	933,117
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	20,000	23,051	22,573
Special tax levy	-	-	-
Other (Local improvement tax levy)	66,150	-	-
Total Taxes	1,022,355	948,429	955,690
UNCONDITIONAL GRANTS			
Equalization (Revenue Sharing)	235,891	235,891	212,797
Safe Restart grant	-	61,623	-
Total Unconditional Grants	235,891	297,514	212,797
GRANTS IN LIEU OF TAXES			
Federal	-	-	-
Provincial	-	-	-
Federal Government/Agencies Can Post	1,440	1,458	1,441
SaskEnergy Gas	-	-	-
TransGas	-	-	-
SPMC - Municipal Share	-	-	-
SaskTel	3,920	3,921	3,921
Other (Specify)	-	-	-
Local/Other	-	-	-
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other (Specify)	-	-	-
Other Government Transfers	-	-	-
S.P.C. Surcharge	70,000	72,568	71,889
Other (Specify)	-	-	-
Total Grants in Lieu of Taxes	75,360	77,947	77,251
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	1,333,606	1,323,890	1,245,738

Town of Birch Hills
 Consolidated Schedule of Operating and Capital Revenue by Function
 As at December 31, 2020

Schedule 2 - 1

	2020 Budget (Note 1)	2020	2019
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	-	-	-
- Custom work	-	-	-
- Sales of supplies	1,100	2,060	899
- Other (Misc. fees)	9,410	8,664	10,687
Total Fees and Charges	10,510	10,724	11,586
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain	-	-	-
- Investment income and commissions	-	-	-
- Other	25,000	15,464	22,087
Total Other Segmented Revenue	35,510	26,188	33,673
Conditional Grants			
- Student Employment	-	-	-
- Saskatchewan Infrastructure Growth Initiative	-	-	-
Total Conditional Grants	-	-	-
Total Operating	35,510	26,188	33,673
Capital			
Conditional Grants			
- Federal Gas Tax	-	133,562	-
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	133,562	-
Total General Government Services	35,510	159,750	33,673

PROTECTIVE SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges	-	-	-
- Other (Fire protection and dog tag fees)	15,950	35,325	33,781
Total Fees and Charges	15,950	35,325	33,781
- Tangible capital asset sales - gain (loss)	-	-	-
- Donations	-	1,914	3,422
Total Other Segmented Revenue	15,950	37,240	37,203
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	15,950	37,240	37,203
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Total Protective Services	15,950	37,240	37,203

Town of Birch Hills
 Consolidated Schedule of Operating and Capital Revenue by Function
 As at December 31, 2020

Schedule 2 - 2

	2020 Budget (Note 1)	2020	2019
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	-	-	-
- Sales of supplies	-	-	-
- Road Maintenance and Restoration Agreements	-	-	-
- Frontage	-	-	-
- Other (Airport Fuel, Interest)	45,000	59,857	72,860
Total Fees and Charges	45,000	59,857	72,860
- Tangible capital asset sales - gain (loss)	-	-	812
- Other (Specify)	-	-	-
Total Other Segmented Revenue	45,000	59,857	73,672
Conditional Grants			
- Primary Weight Corridor	-	-	-
- Student Employment	-	-	-
- Other (NCSWM)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	45,000	59,857	73,672
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (Municipal Economic Enhancement Program)	-	148,471	-
Total Capital	-	148,471	-
Total Transportation Services	45,000	208,328	73,672

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	10,000	12,462	12,918
- Other (Specify)	-	-	-
Total Fees and Charges	10,000	12,462	12,918
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (NCSWM)	-	4,599	38,777
Total Other Segmented Revenue	10,000	17,061	51,695
Conditional Grants			
- NCSWM Grant	-	13,613	13,569
- Local government	-	-	-
- Transit Assistance	322	322	323
Total Conditional Grants	322	13,935	13,892
Total Operating	10,322	30,997	65,587
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Transit for Disabled	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Total Environmental and Public Health Services	10,322	30,997	65,587

Town of Birch Hills
 Consolidated Schedule of Operating and Capital Revenue by Function
 As at December 31, 2020

Schedule 2 - 3

	2020 Budget (Note 1)	2020	2019
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges	-	-	-
- Other (Specify)	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (Specify)	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Total Planning and Development Services	-	-	-

RECREATION AND CULTURAL SERVICES
Operating

Other Segmented Revenue			
Fees and Charges			
- Rec Board fees	257,650	276,319	266,436
Total Fees and Charges	257,650	276,319	266,436
- Tangible capital asset sales - gain (loss)	-	9,512	-
- Rec Board other income	262,400	242,162	302,341
- Donations - facilities	-	70,635	44,315
Total Other Segmented Revenue	520,050	598,628	613,092
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other (Rec Board)	42,050	36,746	48,416
Total Conditional Grants	42,050	36,746	48,416
Total Operating	562,100	635,374	661,508
Capital			
Conditional Grants			
- Federal Gas Tax	-	89,306	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	89,306	-
Total Recreation and Cultural Services	562,100	724,679	661,508

Town of Birch Hills
 Consolidated Schedule of Operating and Capital Revenue by Function
 As at December 31, 2020

Schedule 2 - 4

	2020 Budget (Note 1)	2020	2019
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	630,000	677,496	526,427
- Sewer	-	-	-
- Other	61,000	59,559	3,339
Total Fees and Charges	691,000	737,055	529,766
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (Insurance Proceeds)	-	-	-
Total Other Segmented Revenue	691,000	737,055	529,766
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	691,000	737,055	529,766
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Sask Water Corp.	-	-	-
- Provincial Disaster Assistance	-	-	-
- New Building Canada Fund	1,060,840	963,816	-
Total Capital	1,060,840	963,816	-
Total Utility Services	1,751,840	1,700,871	529,766
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	2,420,722	2,861,865	1,401,409

SUMMARY

Total Other Segmented Revenue	1,317,510	1,476,029	1,339,101
Total Conditional Grants	42,372	50,681	62,308
Total Capital Grants and Contributions	1,060,840	1,335,155	-
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	2,420,722	2,861,865	1,401,409

Town of Birch Hills
 Consolidated Schedule of Total Expenses by Function
 As at December 31, 2020

Schedule 3 - 1

	2020 Budget (Note 1)	2020	2019
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	92,000	80,023	85,522
Wages and benefits	190,000	160,835	171,923
Professional/Contractual services	204,900	169,538	201,384
Utilities	2,000	2,350	1,862
Maintenance, materials and supplies	35,700	39,617	33,126
Grants and contributions - operating	3,000	2,030	2,018
- capital	-	-	-
Amortization	-	11,137	7,468
Interest	-	-	-
Allowance for uncollectibles (recovery)	1,500	3,165	4,967
Other - Election	3,000	2,754	-
Total Government Services	532,100	471,449	508,270

PROTECTIVE SERVICES

Police protection

Wages and benefits	50,225	51,569	52,175
Professional/Contractual services	-	-	-
Utilities	-	-	-
Maintenance, material and supplies	-	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Other (Specify)	-	-	-

Fire protections

Wages and benefits	11,000	7,725	10,219
Professional/Contractual services	10,000	6,810	10,865
Utilities	5,470	4,498	4,792
Maintenance, material and supplies	7,250	17,274	14,061
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	5,249	9,547
Interest	-	-	-
Other - travel and convention	1,000	168	689
Total Protective Services	84,945	93,293	102,348

TRANSPORTATION SERVICES

Wages and benefits	193,810	181,513	173,250
Professional/Contractual Services	21,300	22,997	26,905
Utilities	29,600	40,696	29,596
Maintenance, materials, and supplies	142,100	55,720	58,500
Street Maintenance and gravel	135,000	53,389	63,867
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	125,387	121,083
Interest	-	10,977	32,006
Other (Specify)	-	-	-
Total Transportation Services	521,810	490,679	505,207

Town of Birch Hills
 Consolidated Schedule of Total Expenses by Function
 As at December 31, 2020

Schedule 3 - 2

	2020 Budget (Note 1)	2020	2019
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	-	-	-
Professional/Contractual services	106,800	90,035	92,639
Utilities	-	-	-
Maintenance, materials and supplies	200	5,192	-
Grants and contributions - operating	-	-	-
o Waste disposal	-	-	-
o Public Health	-	-	-
- capital	-	-	-
o Waste disposal	-	-	-
o Public Health	-	-	-
Amortization	-	9,657	8,879
Interest	-	-	-
Other (NCSWM)	-	17,443	18,865
Total Environmental and Public Health Services	107,000	122,327	120,383

PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	-	-	-
Professional/Contractual Services	-	3,090	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other (Specify)	-	-	-
Total Planning and Development Services	-	3,090	-

RECREATION AND CULTURAL SERVICES			
Wages and benefits	334,535	324,947	315,849
Professional/Contractual services	7,350	1,714	1,686
Utilities	59,705	78,899	68,876
Maintenance, materials and supplies	269,450	156,164	145,367
Grants and contributions - operating	31,000	55,609	92,961
- capital	-	-	-
Amortization	4,600	79,023	80,589
Interest	6,610	8,593	7,824
Allowance for uncollectibles	-	-	-
Other (Recreation Board expenses)	72,284	93,579	92,063
Total Recreation and Cultural Services	785,534	798,528	805,215

Town of Birch Hills
 Consolidated Schedule of Total Expenses by Function
 As at December 31, 2020

Schedule 3 - 3

	2020 Budget (Note 1)	2020	2019
UTILITY SERVICES			
Wages and benefits	50,000	50,000	50,000
Professional/Contractual services	9,000	7,392	10,919
Utilities	45,000	41,034	42,851
Maintenance, materials and supplies	305,000	173,425	152,766
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	153,363	152,410
Interest	33,000	26,738	15,242
Allowance for uncollectibles	-	-	-
Other (Bad debt)	-	-	-
Total Utility Services	442,000	451,952	424,188
TOTAL EXPENSES BY FUNCTION	2,473,389	2,431,318	2,465,611

Town of Birch Hills
 Consolidated Schedule of Current Year Segment Disclosure by Function
 As at December 31, 2020

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	10,724	35,325	59,857	12,462	-	276,319	737,055	1,131,742
Tangible Capital Asset Sales - Gain	-	-	-	-	-	9,512	-	9,512
Land Sales - Gain	-	-	-	-	-	-	-	-
Investment Income and Commissions	-	-	-	-	-	-	-	-
Other Revenues	15,464	1,914	-	4,599	-	312,797	-	334,774
Grants - Conditional	-	-	-	13,935	-	36,746	-	50,681
- Capital	133,562	-	148,471	-	-	89,306	963,816	1,335,155
Total revenues	159,750	37,239	208,328	30,996	-	724,680	1,700,871	2,861,864
Expenses (Schedule 3)								
Wages & Benefits	240,858	59,294	181,513	-	-	324,947	50,000	856,612
Professional/ Contractual Services	169,538	6,810	22,997	90,035	3,090	1,714	7,392	301,576
Utilities	2,350	4,498	40,696	-	-	78,899	41,034	167,477
Maintenance Materials and Supplies	39,617	17,274	109,109	5,192	-	156,164	173,425	500,781
Grants and Contributions	2,030	-	-	-	-	55,609	-	57,639
Amortization	11,137	5,249	125,387	9,657	-	79,023	153,363	383,816
Interest	-	-	10,977	-	-	8,593	26,738	46,308
Allowance for Uncollectibles	3,165	-	-	-	-	-	-	3,165
Other	2,754	168	-	17,443	-	93,579	-	113,944
Total expenses	471,449	93,293	490,679	122,327	3,090	798,528	451,952	2,431,318
Surplus (Deficit) by Function	(311,699)	(56,054)	(282,351)	(91,331)	(3,090)	(73,848)	1,248,919	430,546
Taxation and other unconditional revenue (Schedule 1)								1,323,890
Net Surplus (Deficit)								1,754,436

Town of Birch Hills
 Consolidated Schedule of Prior Year Segment Disclosure by Function
 As at December 31, 2019

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	11,586	33,781	72,860	12,918	-	266,436	529,766	927,347
Tangible Capital Asset Sales - Gain	-	-	812	-	-	-	-	812
Land Sales - Gain	-	-	-	-	-	-	-	-
Investment Income and Commissions	-	-	-	-	-	-	-	-
Other Revenues	22,087	3,422	-	38,777	-	346,656	-	410,942
Grants - Conditional	-	-	-	13,892	-	48,416	-	62,308
- Capital	-	-	-	-	-	-	-	-
Total revenues	33,673	37,203	73,672	65,587	-	661,508	529,766	1,401,409
Expenses (Schedule 3)								
Wages & Benefits	257,445	62,394	173,250	-	-	315,849	50,000	858,938
Professional/ Contractual Services	201,384	10,865	26,905	92,639	-	1,686	10,919	344,398
Utilities	1,862	4,792	29,596	-	-	68,876	42,851	147,977
Maintenance Materials and Supplies	33,126	14,061	122,367	-	-	145,367	152,766	467,687
Grants and Contributions	2,018	-	-	-	-	92,961	-	94,979
Amortization	7,468	9,547	121,083	8,879	-	80,589	152,410	379,976
Interest	-	-	32,006	-	-	7,824	15,242	55,072
Allowance for Uncollectibles	4,967	-	-	-	-	-	-	4,967
Other	-	689	-	18,865	-	92,063	-	111,617
Total expenses	508,270	102,348	505,207	120,383	-	805,215	424,188	2,465,611
Surplus (Deficit) by Function	(474,597)	(65,145)	(431,535)	(54,796)	-	(143,707)	105,578	(1,064,202)
Taxation and other unconditional revenue (Schedule 1)								1,245,738
Net Surplus (Deficit)								181,536

Town of Birch Hills
 Consolidated Schedule of Tangible Capital Assets by Object
 As at December 31, 2020

	2020										2019
	General Assets					Infrastructure Assets		General / Infrastructure		Total	Total
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets	Assets Under Construction				
Asset cost											
Opening Asset costs	107,724	573,411	4,719,720	495,186	1,246,313	8,840,789		484,426			15,839,199
Additions during the year	-	-	170,336	-	-	440,069		1,502,331			665,146
Disposals and write-downs during the year	-	-	-	-	(14,983)	-		-		(14,983)	(36,776)
Transfers (from) assets under construction	-	-	-	-	-	-		-		-	-
Closing Asset Costs	107,724	573,411	4,890,056	495,186	1,231,330	9,280,858		1,986,757		18,565,322	16,467,569
Accumulated Amortization Cost											
Opening Accumulated Amortization Costs	-	84,433	1,899,617	427,847	817,714	4,700,530		-			7,566,553
Add: Amortization taken	-	3,034	105,911	49,042	50,772	175,058		-			379,976
Less: Accumulated amortization on disposals	-	-	-	-	(14,983)	-		-		(14,983)	(16,388)
Closing Accumulated Amortization Costs	-	87,467	2,005,528	476,889	853,503	4,875,588		-		8,298,975	7,930,141
Net Book Value	107,724	485,944	2,884,528	18,297	377,827	4,405,270		1,986,757		10,266,347	8,537,428

- Total contributed/donated assets received in 2020: \$ -
- List of assets recognized at nominal value in 2020 are:
 - Infrastructure Assets \$ -
 - Vehicles \$ -
 - Machinery and Equipment \$ -
3. Amount of interest capitalized in 2020: \$ -

Town of Birch Hills
 Consolidated Schedule of Tangible Capital Assets by Function
 As at December 31, 2020

Schedule 7

	2020							2019	
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
Assets									
Asset cost									
Opening Asset costs	735,470	171,962	4,555,457	169,470	-	3,645,778	7,189,432	16,467,569	15,839,199
Additions during the year	330,277	-	285,697	-	-	-	1,496,762	2,112,736	665,146
Disposals and write-downs during the year	-	-	-	-	-	(14,983)	-	(14,983)	(36,776)
Closing Asset Costs	1,065,747	171,962	4,841,154	169,470	-	3,630,795	8,686,194	18,565,322	16,467,569
Amortization									
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	218,125	121,645	2,011,450	141,424	-	2,475,712	2,961,785	7,930,141	7,566,553
Add: Amortization taken	11,137	5,249	125,387	9,657	-	79,024	153,363	383,817	379,976
Less: Accumulated amortization on disposals	-	-	-	-	-	(14,983)	-	(14,983)	(16,388)
Closing Accumulated Amortization Costs	229,262	126,894	2,136,837	151,081	-	2,539,753	3,115,148	8,298,975	7,930,141
Net Book Value	836,485	45,068	2,704,317	18,389	-	1,091,042	5,571,046	10,266,347	8,537,428

Town of Birch Hills
 Consolidated Schedule of Accumulated Surplus
 As at December 31, 2020

Schedule 8

	2019	Changes	2020
UNAPPROPRIATED SURPLUS	1,426,261	(334,016)	1,092,245

APPROPRIATED RESERVES

Recreation Board operations	279,961	15,828	295,789
Fire Department Reserve	43,291	7,545	50,836
North Central Sask Waste Management Corp	33,480	(9)	33,471
Utility	-	58,206	58,206
Other (Specify)	-	-	-
Total Appropriated	356,732	81,570	438,302

NET INVESTMENT IN TANGIBLE CAPITAL ASSETS

Tangible capital assets (Schedule 6)	8,537,428	1,728,919	10,266,347
Less: Related debt	(1,224,099)	277,962	(946,137)
Net Investment in Tangible Capital Assets	7,313,329	2,006,881	9,320,210

Total Accumulated Surplus	9,096,322	1,754,436	10,850,758
----------------------------------	------------------	------------------	-------------------

Town of Birch Hills
 Schedule of Mill Rates and Assessments
 As at December 31, 2020

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	160,435	62,648,080	-	-	5,984,900	-	68,793,415
Regional Park Assessment							
Total Assessment							68,793,415
Mill Rate Factor(s)	1.00	1.00			2.10		
Total Base/Minimum Tax (generated for each property class)		395,475			29,050		424,525
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	1,620	842,178			138,294		982,092

	MILLS
Average Municipal*	14.22
Average School*	4.2674
Potash Mill Rate	
Uniform Municipal Mill Rate	10.10

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

Town of Birch Hills
 Schedule of Council Remuneration
 As at December 31, 2020

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Mayor	Dale Pratt	12,000	4,094	16,094
Councillor	Barry Evans	8,000	3,785	11,785
Councillor	John Herd	8,000	2,045	10,045
Councillor	Owen Stubbs	8,000	2,224	10,224
Councillor	Keith Matheson	8,000	1,825	9,825
Councillor	Graham Tweten	8,000	2,069	10,069
Councillor	Sharon Rolfes	8,000	1,409	9,409
Total		60,000	17,451	77,451