

**RURAL MUNICIPALITY OF SILVERWOOD NO. 123
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
DECEMBER 31, 2019**

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Management's Responsibility

To the Ratepayers of the Rural Municipality of Silverwood No. 123:

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

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

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

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


Reeve


Chief Administrative Officer

INDEPENDENT AUDITOR'S REPORT

To: The Reeve and Council
Rural Municipality of Silverwood No. 123

Opinion

We have audited the financial statements of Rural Municipality of Silverwood No. 123 (the Municipality) which comprise the statement of financial position as at December 31, 2019, and the statements of operations, changes in net financial assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Rural Municipality of Silverwood No. 123 as at December 31, 2019, and the results of its operations, changes in net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

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

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

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

Continued on the next page...

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

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

Miller Moar Grodecki Kreklewich & Chorney

MILLER MOAR GRODECKI KREKLEWICH & CHORNEY
Chartered Professional Accountants

Melville, Saskatchewan
March 17, 2020

Rural Municipality of Silverwood No. 123
Statement of Financial Position
As at December 31, 2019

	2019	Statement 1 2018
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	1,361,617	1,298,878
Taxes Receivable - Municipal (Note 3)	22,338	15,730
Other Accounts Receivable (Note 4)	61,054	96,974
Land for Resale (Note 5)	1	1
Long-Term Investments (Note 6)	417,395	363,130
Debt Charges Recoverable	-	-
Other (Specify)	-	-
Total Financial Assets	1,862,405	1,774,713
LIABILITIES		
Bank Indebtedness (Note 7)	-	-
Accounts Payable	219,945	138,454
Accrued Liabilities Payable	61,894	51,482
Deposits	-	-
Deferred Revenue	-	-
Accrued Landfill Costs (Note 8)	-	-
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Long-Term Debt (Note 9)	-	-
Lease Obligations	-	-
Total Liabilities	281,839	189,936
NET FINANCIAL ASSETS	1,580,566	1,584,777
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	3,754,034	3,973,340
Prepayments and Deferred Charges	7,757	6,646
Stock and Supplies	524,603	480,175
Other	-	-
Total Non-Financial Assets	4,286,394	4,460,161
ACCUMULATED SURPLUS (Schedule 8)	5,866,960	6,044,938

See Accompanying Notes

Rural Municipality of Silverwood No. 123
Statement of Operations
As at December 31, 2019

	2019 Budget	2019	Statement 2 2018
REVENUES			
Taxes and Other Unconditional Revenue (Schedule 1)	1,650,520	1,651,717	1,661,342
Fees and Charges (Schedule 4, 5)	67,200	164,117	198,015
Conditional Grants (Schedule 4, 5)	42,990	44,135	44,233
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	-	(11,200)	6,555
Land Sales - Gain (Schedule 4, 5)	-	-	-
Investment Income and Commissions (Schedule 4, 5)	16,050	34,093	21,909
Restructurings (Schedule 4,5)	-	-	-
Other Revenues (Schedule 4, 5)	600	600	1,978
Total Revenues	1,777,360	1,883,462	1,934,032
EXPENSES			
General Government Services (Schedule 3)	220,382	218,915	209,758
Protective Services (Schedule 3)	42,060	58,835	106,179
Transportation Services (Schedule 3)	1,489,711	1,615,278	1,509,567
Environmental and Public Health Services (Schedule 3)	161,390	166,020	54,014
Planning and Development Services (Schedule 3)	16,850	16,845	16,845
Recreation and Cultural Services (Schedule 3)	16,710	18,065	18,107
Utility Services (Schedule 3)	30,781	37,743	32,388
Restructurings (Schedule 3)	-	-	-
Total Expenses	1,977,884	2,131,701	1,946,858
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	(200,524)	(248,239)	(12,826)
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	35,470	70,261	54,817
Surplus (Deficit) of Revenues over Expenses	(165,054)	(177,978)	41,991
Accumulated Surplus, Beginning of Year	6,044,938	6,044,938	6,002,947
Accumulated Surplus, End of Year	5,879,884	5,866,960	6,044,938

See Accompanying Notes

Rural Municipality of Silverwood No. 123
Statement of Change in Net Financial Assets
As at December 31, 2019

	2019 Budget	2019	Statement 3 2018
Surplus (Deficit) of Revenues over Expenses	(165,054)	(177,978)	41,991
(Acquisition) of tangible capital assets	(120,340)	(141,199)	(120,105)
Amortization of tangible capital assets	336,674	339,305	339,773
Proceeds on disposal of tangible capital assets	-	10,000	6,555
Loss (gain) on the disposal of tangible capital assets	-	11,200	(6,555)
Transfer of Assets/Liabilities in Restructuring Transactions	-	-	-
Surplus (Deficit) of capital expenses over expenditures	216,334	219,306	219,668
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expense	-	(1,111)	(425)
Consumption of supplies inventory	-	(44,428)	(112,849)
Use of prepaid expense	-	-	-
Surplus (Deficit) of expenses of other non-financial over expenditures	-	(45,539)	(113,274)
Increase/Decrease in Net Financial Assets	51,280	(4,211)	148,385
Net Financial Assets - Beginning of Year	1,584,777	1,584,777	1,436,392
Net Financial Assets - End of Year	1,636,057	1,580,566	1,584,777

See Accompanying Notes

Rural Municipality of Silverwood No. 123
Statement of Cash Flow
As at December 31, 2019

	2019	Statement 4 2018
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit) of Revenues over Expenses	(177,978)	41,991
Amortization	339,305	339,773
Loss (gain) on disposal of tangible capital assets	11,200	(6,555)
	172,527	375,209
Change in assets/liabilities		
Taxes Receivable - Municipal	(6,608)	996
Other Receivables	35,920	(9,248)
Land for Resale	-	499
Other Financial Assets	-	-
Accounts and Accrued Liabilities Payable	91,903	80,704
Deposits	-	9,014
Deferred Revenue	-	-
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Stock and Supplies	(44,428)	(112,849)
Prepayments and Deferred Charges	(1,111)	(425)
Other (Specify)	-	-
Cash provided by operating transactions	248,203	343,900
Capital:		
Acquisition of capital assets	(141,199)	(120,105)
Proceeds from the disposal of capital assets	10,000	6,555
Other capital	-	-
Cash applied to capital transactions	(131,199)	(113,550)
Investing:		
Long-term investments	(54,265)	1,149
Other investments	-	-
Cash provided by (applied to) investing transactions	(54,265)	1,149
Financing:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	-	-
Other financing	-	-
Cash provided by (applied to) financing transactions	-	-
Change in Cash and Temporary Investments during the year	62,739	231,499
Cash and Temporary Investments - Beginning of Year	1,298,878	1,067,379
Cash and Temporary Investments - End of Year	1,361,617	1,298,878

Rural Municipality of Silverwood No. 123
Notes to the Financial Statements
As at December 31, 2019

1. Significant Accounting Policies

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

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

- a) **Reporting Entity:** The financial statements 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. There are no entities included in these financial statements.
- b) **Collection of funds for other authorities:** Collection of funds by the Municipality for the school board, municipal hail and conservation and development authorities are collected and remitted in accordance with relevant legislation.
- c) **Government Transfers:** Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return. Government transfers are recognized as revenue in the period that the events giving rise to the transfer occur, providing:
 - a) the transfers are authorized
 - b) any eligibility criteria have been met; and
 - c) reasonable estimates of the amounts can be made.Unearned government transfer amounts received will be recorded as deferred revenue.
Earned government transfer amounts not received will be recorded as an amount receivable.
- d) **Deferred Revenue - Fees and charges:** Certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred or services performed.
- e) **Local Improvement Charges:** Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed.
- f) **Financial Instruments:** Financial instruments are any contracts that give rise to financial assets of one entity and financial liabilities or equity instruments of another entity. A contract establishing a financial instrument creates, at its inception, rights and obligations to receive or deliver economic benefits. The Municipality recognizes a financial instrument when it becomes a party to a financial instrument. The financial assets and financial liabilities portray these rights and obligations in financial statements. Financial instruments of the Municipality include cash and cash equivalents, accounts receivable, and accounts payable.
- g) **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.
- h) **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.
- i) **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.
- j) **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 guidelines of the Government of Saskatchewan. Taxation revenues are recognized when the tax notices are issued.

Rural Municipality of Silverwood No. 123

Notes to the Financial Statements

As at December 31, 2019

- k) **Investments:** Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment. Investments with terms longer than three months have been classified as other long-term investments concurrent with the nature of the investment. The long term investments in the Saskatchewan Rural Municipalities - Self insurance fund are accounted on the equity basis.
- l) **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.
- m) **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	15 Yrs
Buildings	40 Yrs
Vehicles & Equipment	
Vehicles	10 Yrs
Machinery and Equipment	5 to 20 Yrs
Infrastructure Assets	
Water & Sewer	40 Yrs
Road Network Assets	15 to 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 substantially all of benefits and risk associated with the leased asset is classified as a capital lease and recorded as tangible capital assets. At the inception of a capital lease, an asset and a payment obligation are recorded at an amount equal to the lesser of the present value of the minimum lease payments and the asset's fair market value. Assets under capital leases are amortized on a straight-line basis, over their estimated useful lives (lease term). Any other lease not meeting the before mentioned criteria is classified as a operating lease and rental payments are expensed as incurred.

- n) **Landfill Liability:** The Municipality has a landfill that is now closed and has been converted to a transfer station. Recommended disclosure is provided in Note 8.
- o) **Trust Funds:** Funds held in trust for others, under a trust agreement or statute, are not included in the financial statements as they are not controlled by the Municipality.
- p) **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.

Rural Municipality of Silverwood No. 123

Notes to the Financial Statements

As at December 31, 2019

- q) **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 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.

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

The measurement of materials and supplies are based on estimates of volume and quality.

The 'Opening Asset costs' of tangible capital assets have been estimated where actual costs were not available.

Amortization is based on the estimated useful lives of tangible capital assets.

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

- s) **Basis of segmentation/Segment report:** 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: Is comprised of expenses for Police and Fire protection.

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

Environmental and Public Health: Provides waste disposal, other environmental services and 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 the collection and disposal of solid waste.

- t) **Budget Information:** Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on April 11, 2019.
- u) **New Accounting Standards:** Effective January 1, 2019, the municipality adopted the following Canadian public sector accounting standard.

1) PS 3430 Restructuring Transactions provides guidance on how to account for and report restructuring transactions by transferors and recipients or assets and/or liabilities. The adoption of this standard has no impact on this financial statement.

Future Accounting Standards effective on or after April 1, 2021:

1) PS 1201 Financial Statement Presentation, replaces PS 1200 with revised general reporting principles and standards of presentation and disclosure in government financial statements. Effective in the period PS 3450 and PS 2601 are adopted.

2) 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.

Rural Municipality of Silverwood No. 123

Notes to the Financial Statements

As at December 31, 2019

3) PS 3041 Portfolio Investments, replaces PS 3040 with revised guidance on accounting for, and presentation and disclosure of, portfolio investments. Effective in the period PS 3450, PS 2601 and PS 1201 are adopted.

4) PS 3450 Financial Instruments, a new standard establishing guidance on the recognition, measurement, presentation and disclosure of financial instruments, including derivatives.

5) PS 3280 Asset Retirement Obligations, a new standard establishing guidance on the recognition, measurement, presentation and disclosure of a liability for retirement of a tangible capital asset. As this standard includes solid waste landfill sites active and post-closing obligations upon adoption of this new standard, existing Solid Waste Landfill Closure and Post-Closure Liability section PS 3270 will be withdrawn.

Future Accounting Standards effective on or after April 1, 2022:

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

2. Cash and Temporary Investments

	2019	2018
Cash	1,361,617	1,298,878
Temporary Investments	-	-
Total Cash and Temporary Investments	1,361,617	1,298,878

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

3. Taxes Receivable - Municipal

	2019	2018
Municipal - Current	19,556	15,465
- Arrears	6,782	4,265
	26,338	19,730
- Less Allowance for Uncollectibles	(4,000)	(4,000)
Total municipal taxes receivable	22,338	15,730
School - Current	10,074	7,881
- Arrears	4,283	2,349
Total school taxes receivable	14,357	10,230
Other	4,502	-
Total taxes receivable	41,197	25,960
Deduct taxes receivable to be collected on behalf of other organizations	(18,859)	(10,230)
Total Taxes Receivable - Municipal	22,338	15,730

4. Other Accounts Receivable

	2019	2018
Federal government	49,732	39,932
Provincial government	732	546
Trade	216	45,288
Employee MEPP Repayment, Accrued Interest	10,374	11,208
Total Other Accounts Receivable	61,054	96,974
Less Allowance for Uncollectibles	-	-
Net Other Accounts Receivable	61,054	96,974

Rural Municipality of Silverwood No. 123

Notes to the Financial Statements

As at December 31, 2019

5. Land for Resale

	2019	2018
Tax Title Property	3,236	3,236
Allowance for market value adjustment	(3,235)	(3,235)
Net Tax Title Property	1	1
Other Land	-	-
Allowance for market value adjustment	-	-
Net Other Land	-	-
Total Land for Resale	1	1

6. Long-Term Investments

	2019	2018
Sask Assoc of Rural Municipalities - Self Insurance Fund (SARM)	66,395	62,130
Term Deposits	350,000	300,000
Wapella Community Store Shares	1,000	1,000
Total Long-Term Investments	417,395	363,130

The long term investments in SARM are accounted for on the equity basis.

7. Bank Indebtedness

The Municipality has a line of credit of \$350,000 with the Conexus Credit Union, of which at December 31, 2019 \$ Nil (2018 - \$ Nil) was drawn. The line of credit is secured by a first charge upon the taxes levied for general municipal purposes in the current year and all municipal taxes owing. The line of credit has a floating interest rate at the Conexus Credit Union prime rate of interest.

8. Accrued Landfill Costs

	2019	2018
Estimated liability	-	-
Total Accrued Landfill Costs	-	-

The Municipality has a landfill that is now closed and has been converted to a transfer station. The landfill is not yet decommissioned and was inspected in 2015. The estimated liability for the landfill closure and post-closure care expenses are recognized as the landfill site's capacity is used. Estimated total expenses represent the sum of the discounted cash flows for closure and post-closure expenses discounted at the Municipality's average long-term borrowing rate. Landfill closure and post-closure care expenses have been defined in accordance with the Environmental Act and include final covering and landscaping of the landfill, ongoing environmental monitoring, site maintenance and inspection. The reported liability is based on estimates and assumptions extending over a 50 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. Management does not believe this is significant based on the 2015 inspection and that the site is closed.

Rural Municipality of Silverwood No. 123
Notes to the Financial Statements
As at December 31, 2019

9. Long-Term Debt

The debt limit of the municipality is \$1,722,011. 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).

10. Contingent Liabilities

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

11. Pension Plan

The Municipality is a member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The pension expense in 2019 was \$49,890 (2018 - \$45,660). The benefits accrued to the Municipal employees from MEPP are calculated using their Pensionable Years of Service, Highest Average Salary, and the plan accrual rate.

12. Risk Management

The Municipality is exposed to financial risks from its financial assets and liabilities. These risks include credit risk, liquidity risk and market risk.

Credit Risk: is the risk to the Municipality from potential non-payment of accounts receivable. The credit risk related to the Municipality's receivables from the provincial government, federal government and their agencies are considered to be minimal. Management reviews accounts receivable on a case by case basis to determine if a valuation allowance is necessary to reflect any impairment in collectability.

Liquidity Risk: is the risk that the Municipality will not be able to meet its financial obligations as they come due. The Municipality manages liquidity risk by monitoring budgets and maintaining adequate cash balances.

Market Risk: is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Municipality's interest rate exposure relates to cash and cash equivalents, and long term debt. The Municipality minimizes these risks by:

- holding cash in an account at a Canadian bank, denominated in Canadian currency

13. Contractual Rights

Contractual rights are rights to economic resources arising from contracts or agreements that will result in an asset and revenue in the future. Significant contractual rights of the Municipality are as follows:

Southeast Municipal Healthcare Corporation - The Municipality donated \$226,600 in 2016 into the corporation for the retention of doctors. The Municipality's total investment in this corporation is 18.88%. The Municipality was also appointed one Board of Director (total nineteen) with the following provisions:

- 1) The Corporation shall distribute excess funds, as determined by the Board of Directors, to the participating municipalities in the percentage as invested by the participating municipalities in the Corporation.
- 2) A municipality who decides they no longer want to be a participating member shall forfeit their investment and voting privileges in the Corporation.
- 3) in the event of the dissolution of the Corporation its remaining assets shall, after repayment of liabilities, be transferred to the participating municipalities in the percentage as invested by the participating municipalities in the Corporation.

14. Related Parties

During the year, the Municipality purchased goods from related parties for \$5,062 (2018 - \$4,508). These transactions were made in the normal course of business.

Rural Municipality of Silverwood No. 123
Notes to the Financial Statements
As at December 31, 2019

9. Long-Term Debt

The debt limit of the municipality is \$1,722,011. 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).

10. Contingent Liabilities

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

11. Pension Plan

The Municipality is a member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The pension expense in 2019 was \$49,890 (2018 - \$45,660). The benefits accrued to the Municipal employees from MEPP are calculated using their Pensionable Years of Service, Highest Average Salary, and the plan accrual rate.

12. Risk Management

The Municipality is exposed to financial risks from its financial assets and liabilities. These risks include credit risk, liquidity risk and market risk.

Credit Risk: is the risk to the Municipality from potential non-payment of accounts receivable. The credit risk related to the Municipality's receivables from the provincial government, federal government and their agencies are considered to be minimal. Management reviews accounts receivable on a case by case basis to determine if a valuation allowance is necessary to reflect any impairment in collectability.

Liquidity Risk: is the risk that the Municipality will not be able to meet its financial obligations as they come due. The Municipality manages liquidity risk by monitoring budgets and maintaining adequate cash balances.

Market Risk: is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Municipality's interest rate exposure relates to cash and cash equivalents, and long term debt. The Municipality minimizes these risks by:

- holding cash in an account at a Canadian bank, denominated in Canadian currency

12. Contractual Rights

Contractual rights are rights to economic resources arising from contracts or agreements that will result in an asset and revenue in the future. Significant contractual rights of the Municipality are as follows:

- a) Southeast Municipal Healthcare Corporation - The Municipality donated \$226,600 in 2016 into the corporation for the retention of doctors. The Municipality's total investment in this corporation is 18.88%. The Municipality was also appointed one Board of Director (total nineteen) with the following provisions:
 - 1) The Corporation shall distribute excess funds, as determined by the Board of Directors, to the participating municipalities in the percentage as invested by the participating municipalities in the Corporation.
 - 2) A municipality who decides they no longer want to be a participating member shall forfeit their investment and voting privileges in the Corporation.
 - 3) in the event of the dissolution of the Corporation its remaining assets shall, after repayment of liabilities, be transferred to the participating municipalities in the percentage as invested by the participating municipalities in the Corporation.

13. Related Parties

During the year, the Municipality purchased goods from related parties for \$5,062 (2018 - \$4,508). These transactions were made in the normal course of business.

Rural Municipality of Silverwood No. 123
Schedule of Taxes and Other Unconditional Revenue
As at December 31, 2019

	2019 Budget	2019	Schedule 1 2018
TAXES			
General municipal tax levy	1,445,640	1,445,643	1,463,175
Abatements and adjustments	(1,130)	(531)	(1,129)
Discount on current year taxes	(41,270)	(40,381)	(41,275)
Net Municipal Taxes	1,403,240	1,404,731	1,420,771
Potash tax share	36,200	36,205	35,105
Trailer license fees	-	-	-
Penalties on tax arrears	1,000	1,183	974
Special tax levy	-	-	-
Other (<i>Specify</i>)	-	-	-
Total Taxes	1,440,440	1,442,119	1,456,850
UNCONDITIONAL GRANTS			
Revenue Sharing	165,580	165,580	160,344
Organized Hamlet	-	-	-
Total Unconditional Grants	165,580	165,580	160,344
GRANTS IN LIEU OF TAXES			
Federal	-	-	-
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	-	-	-
Central Services	-	-	-
SaskTel	800	794	799
Other - Renewable Resources, Fisheries & Wildlife	2,870	2,477	2,876
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	35,030	35,031	35,031
Treaty Land Entitlement	5,800	5,716	5,442
Other (<i>Specify</i>)	-	-	-
Other Government Transfers			
S.P.C. Surcharge	-	-	-
Sask Energy Surcharge	-	-	-
Other (<i>Specify</i>)	-	-	-
Total Grants in Lieu of Taxes	44,500	44,018	44,148
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	1,650,520	1,651,717	1,661,342

See Accompanying Notes

Rural Municipality of Silverwood No. 123
Schedule of Operating and Capital Revenue by Function
As at December 31, 2019

Schedule 2 - 1

	2019 Budget	2019	2018
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	-	-	-
- Sales of supplies	1,020	823	1,021
- Other - Licenses, fees, ISC	180	-	179
Total Fees and Charges	1,200	823	1,200
- Tangible capital asset sales - gain (loss)	-	(1,297)	-
- Land sales - gain	-	-	-
- Investment income and commissions	16,050	34,093	21,909
- Other - Refunds, STD, Vision benefits	600	600	1,978
Total Other Segmented Revenue	17,850	34,219	25,087
Conditional Grants			
- Student Employment	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	17,850	34,219	25,087
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Restructuring Revenue (Specify, if any)	-	-	-
Total General Government Services	17,850	34,219	25,087

PROTECTIVE SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Other - Fire charges	5,000	12,775	6,253
Total Fees and Charges	5,000	12,775	6,253
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (Specify)	-	-	-
Total Other Segmented Revenue	5,000	12,775	6,253
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	5,000	12,775	6,253
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Restructuring Revenue (Specify, if any)	-	-	-
Total Protective Services	5,000	12,775	6,253

See Accompanying Notes

Rural Municipality of Silverwood No. 123
Schedule of Operating and Capital Revenue by Function
As at December 31, 2019

Schedule 2 - 2
2018

TRANSPORTATION SERVICES

Operating

	2019 Budget	2019	2018
Other Segmented Revenue			
Fees and Charges			
- Custom work	45,000	119,913	175,217
- Sales of supplies	3,000	10,235	5,700
- Road Maintenance and Restoration Agreements	3,000	8,596	1,315
- Frontage	-	-	-
- Other (Specify)	-	-	-
Total Fees and Charges	51,000	138,744	182,232
- Tangible capital asset sales - gain (loss)	-	(9,903)	6,555
- Other (Specify)	-	-	-
Total Other Segmented Revenue	51,000	128,841	188,787
Conditional Grants			
- MREP (CTP)	35,600	35,600	35,600
- Student Employment	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	35,600	35,600	35,600
Total Operating	86,600	164,441	224,387

Capital

Conditional Grants			
- Federal Gas Tax	28,470	56,318	28,473
- MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other - FCM Asset Management	7,000	13,943	24,294
Total Capital	35,470	70,261	52,767
Restructuring Revenue (Specify, if any)	-	-	-
Total Transportation Services	122,070	234,702	277,154

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	-	-	-
- Other - Sale of supplies	4,000	5,775	560
Total Fees and Charges	4,000	5,775	560
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (Specify)	-	-	-
Total Other Segmented Revenue	4,000	5,775	560
Conditional Grants			
- Student Employment	-	-	-
- TAPD	-	-	-
- Local government	-	-	-
- Other - Beaver control, Recycling, PREP	5,910	7,233	7,153
Total Conditional Grants	5,910	7,233	7,153
Total Operating	9,910	13,008	7,713

Capital

Conditional Grants			
- Federal Gas Tax	-	-	-
- TAPD	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Restructuring Revenue (Specify, if any)	-	-	-
Total Environmental and Public Health Services	9,910	13,008	7,713

See Accompanying Notes

Rural Municipality of Silverwood No. 123
Schedule of Operating and Capital Revenue by Function
As at December 31, 2019

Schedule 2 - 3

	2019 Budget	2019	2018
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges	-	-	1,770
- Other (<i>Specify</i>)	-	-	-
Total Fees and Charges	-	-	1,770
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (<i>Specify</i>)	-	-	-
Total Other Segmented Revenue	-	-	1,770
Conditional Grants			
- Student Employment	-	-	-
- Other (<i>Specify</i>)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	1,770
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (<i>Specify</i>)	-	-	-
Total Capital	-	-	-
Restructuring Revenue (<i>Specify, if any</i>)	-	-	-
Total Planning and Development Services	-	-	1,770

RECREATION AND CULTURAL SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Other (<i>Specify</i>)	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (<i>Specify</i>)	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other - Saskatchewan Lotteries	1,480	1,302	1,480
Total Conditional Grants	1,480	1,302	1,480
Total Operating	1,480	1,302	1,480

Capital

Conditional Grants			
- Federal Gas Tax	-	-	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (<i>Specify</i>)	-	-	-
Total Capital	-	-	-
Restructuring Revenue (<i>Specify, if any</i>)	-	-	-
Total Recreation and Cultural Services	1,480	1,302	1,480

See Accompanying Notes

Rural Municipality of Silverwood No. 123
Schedule of Operating and Capital Revenue by Function
As at December 31, 2019

Schedule 2 - 4
2018

UTILITY SERVICES

Operating

	2019 Budget	2019	2018
Other Segmented Revenue			
Fees and Charges			
- Water	3,150	3,150	3,150
- Sewer	2,850	2,850	2,850
- Other (<i>Specify</i>)	-	-	-
Total Fees and Charges	6,000	6,000	6,000
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (<i>Specify</i>)	-	-	-
Total Other Segmented Revenue	6,000	6,000	6,000
Conditional Grants			
- Student Employment	-	-	-
- Other (<i>Specify</i>)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	6,000	6,000	6,000

Capital

Conditional Grants			
- Federal Gas Tax	-	-	-
- New Building Canada Fund (SCF, NRP)	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other - Farm Ranch & Water Infrastructure	-	-	2,050
Total Capital	-	-	2,050
Restructuring Revenue (<i>Specify, if any</i>)	-	-	-
Total Utility Services	6,000	6,000	8,050

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	162,310	302,006	327,507
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SUMMARY

Total Other Segmented Revenue	83,850	187,610	228,457
Total Conditional Grants	42,990	44,135	44,233
Total Capital Grants and Contributions	35,470	70,261	54,817
Restructuring Revenue	-	-	-
TOTAL REVENUE BY FUNCTION	162,310	302,006	327,507

See Accompanying Notes

Rural Municipality of Silverwood No. 123
Total Expenses by Function
As at December 31, 2019

Schedule 3 - 1
2018

GENERAL GOVERNMENT SERVICES

	2019 Budget	2019	2018
Council remuneration and travel	26,920	34,570	28,147
Wages and benefits	101,380	99,293	97,462
Professional/Contractual services	43,270	44,688	42,659
Utilities	5,600	5,503	5,212
Maintenance, materials and supplies	29,380	24,601	21,296
Grants and contributions - operating	7,320	3,028	7,322
- capital	-	-	-
Amortization	2,512	1,723	2,512
Interest	-	-	-
Allowance for uncollectible	-	-	2,531
Other - Public functions / Relations	4,000	5,509	2,617
General Government Services	220,382	218,915	209,758
Restructuring (Specify, if any)	-	-	-
Total General Government Services	220,382	218,915	209,758

PROTECTIVE SERVICES

Police protection			
Wages and benefits	-	-	-
Professional/Contractual services	19,360	19,500	19,364
Utilities	-	-	-
Maintenance, material and supplies	-	-	-
Grants and contributions - operating	200	200	200
- capital	-	-	-
Other (Specify)	-	-	-
Fire protection			
Wages and benefits	-	-	-
Professional/Contractual services	18,000	25,135	19,615
Utilities	-	-	-
Maintenance, material and supplies	-	-	-
Grants and contributions - operating	4,500	14,000	67,000
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other (Specify)	-	-	-
Protective Services	42,060	58,835	106,179
Restructuring (Specify, if any)	-	-	-
Total Protective Services	42,060	58,835	106,179

TRANSPORTATION SERVICES

Wages and benefits	510,200	531,687	485,050
Professional/Contractual Services	46,260	64,971	58,400
Utilities	16,100	14,617	15,379
Maintenance, materials, and supplies	309,300	315,985	352,193
Gravel	275,000	351,747	262,595
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	332,851	336,271	335,950
Interest	-	-	-
Other (Specify)	-	-	-
Transportation Services	1,489,711	1,615,278	1,509,567
Restructuring (Specify, if any)	-	-	-
Total Transportation Services	1,489,711	1,615,278	1,509,567

See Accompanying Notes

Rural Municipality of Silverwood No. 123
Total Expenses by Function
As at December 31, 2019

Schedule 3 - 2
2018

	2019 Budget	2019	2018
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	13,970	13,777	14,048
Professional/Contractual services	40,920	45,163	33,416
Utilities	-	-	-
Maintenance, materials and supplies	-	-	-
Grants and contributions - operating			
o Waste disposal	-	-	-
o Public Health	6,500	7,080	6,550
- capital			
o Waste disposal	-	-	-
o Public Health	100,000	100,000	-
Amortization	-	-	-
Interest	-	-	-
Other (<i>Specify</i>)	-	-	-
Environmental and Public Health Services	161,390	166,020	54,014
Restructuring (Specify, if any)	-	-	-
Total Environmental and Public Health Services	161,390	166,020	54,014

PLANNING AND DEVELOPMENT SERVICES

Wages and benefits	-	-	-
Professional/Contractual Services	13,700	13,695	13,695
Grants and contributions - operating	3,150	3,150	3,150
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other (<i>Specify</i>)	-	-	-
Planning and Development Services	16,850	16,845	16,845
Restructuring (Specify, if any)	-	-	-
Total Planning and Development Services	16,850	16,845	16,845

RECREATION AND CULTURAL SERVICES

Wages and benefits	-	-	-
Professional/Contractual services	4,600	4,604	4,514
Utilities	-	-	-
Maintenance, materials and supplies	-	-	-
Grants and contributions - operating	12,110	13,461	13,593
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance for uncollectible	-	-	-
Other (<i>Specify</i>)	-	-	-
Recreation and Cultural Services	16,710	18,065	18,107
Restructuring (Specify, if any)	-	-	-
Total Recreation and Cultural Services	16,710	18,065	18,107

See Accompanying Notes

Rural Municipality of Silverwood No. 123
Total Expenses by Function
As at December 31, 2019

Schedule 3 - 3
2018

	2019 Budget	2019	
UTILITY SERVICES			
Wages and benefits	25,180	27,754	25,167
Professional/Contractual services	540	3,418	539
Utilities	2,280	2,207	2,236
Maintenance, materials and supplies	1,470	3,053	3,135
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	1,311	1,311	1,311
Interest	-	-	-
Allowance for Uncollectible	-	-	-
Other (<i>Specify</i>)	-	-	-
Utility Services	30,781	37,743	32,388
Restructuring (Specify, if any)			
Total Utility Services	30,781	37,743	32,388
 TOTAL EXPENSES BY FUNCTION	 1,977,884	 2,131,701	 1,946,858

Rurai Municipality of Silverwood No. 123
Schedule of Segment Disclosure by Function
As at December 31, 2019

Schedule 4

		General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)									
Fees and Charges	823	12,775	138,744	5,775	-	-	-	6,000	164,117
Tangible Capital Asset Sales - Gain	(1,297)	-	(9,903)	-	-	-	-	-	(11,200)
Land Sales - Gain	-	-	-	-	-	-	-	-	-
Investment Income and Commissions	34,093	-	-	-	-	-	-	-	34,093
Other Revenues	600	-	-	-	-	-	-	-	600
Grants - Conditional	-	-	35,600	7,233	-	-	1,302	-	44,135
- Capital	-	-	70,261	-	-	-	-	-	70,261
Restructurings	-	-	-	-	-	-	-	-	-
Total Revenues	34,219	12,775	234,702	13,008	-	-	1,302	6,000	302,006
Expenses (Schedule 3)									
Wages & Benefits	133,863	-	531,687	13,777	-	-	-	27,754	707,081
Professional/ Contractual Services	44,688	44,635	64,971	45,163	13,695	-	4,604	3,418	221,174
Utilities	5,503	-	14,617	-	-	-	-	2,207	22,327
Maintenance Materials and Supplies	24,601	-	667,732	-	-	-	-	3,053	695,386
Grants and Contributions	3,028	14,200	-	107,080	3,150	-	13,461	-	140,919
Amortization	1,723	-	336,271	-	-	-	-	1,311	339,305
Interest	-	-	-	-	-	-	-	-	-
Allowance for Uncollectible	-	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-	-
Other	5,509	-	-	-	-	-	-	-	5,509
Total Expenses	218,915	58,835	1,615,278	166,020	16,845	-	18,065	37,743	2,131,701
Surplus (Deficit) by Function									
	(184,696)	(46,060)	(1,380,576)	(153,012)	(16,845)	-	(16,763)	(31,743)	(1,829,695)
Taxes and other unconditional revenue (Schedule 1)									
									1,651,717
Net Surplus (Deficit)									(177,978)

Taxes and other unconditional revenue (Schedule 1)

Net Surplus (Deficit)

Rural Municipality of Silverwood No. 123
Schedule of Segment Disclosure by Function
As at December 31, 2018

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	1,200	6,253	182,232	560	1,770	-	6,000	198,015
Tangible Capital Asset Sales - Gain	-	-	6,555	-	-	-	-	6,555
Land Sales - Gain	-	-	-	-	-	-	-	-
Investment Income and Commissions	21,909	-	-	-	-	-	-	21,909
Other Revenues	1,978	-	-	-	-	-	-	1,978
Grants - Conditional	-	-	35,600	7,153	-	1,480	-	44,233
- Capital	-	-	52,767	-	-	-	2,050	54,817
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	25,087	6,253	277,154	7,713	1,770	1,480	8,050	327,507
Expenses (Schedule 3)								
Wages & Benefits	125,609	-	485,050	14,048	-	-	25,167	649,874
Professional/ Contractual Services	42,659	38,979	58,400	33,416	13,695	4,514	539	192,202
Utilities	5,212	-	15,379	-	-	-	2,236	22,827
Maintenance Materials and Supplies	21,296	-	614,788	-	-	-	3,135	639,219
Grants and Contributions	7,322	67,200	-	6,550	3,150	13,593	-	97,815
Amortization	2,512	-	335,950	-	-	-	1,311	339,773
Interest	-	-	-	-	-	-	-	-
Allowance for Uncollectible	2,531	-	-	-	-	-	-	2,531
Restructurings	-	-	-	-	-	-	-	-
Other	2,617	-	-	-	-	-	-	2,617
Total Expenses	209,758	106,179	1,509,567	54,014	16,845	18,107	32,388	1,946,858
Surplus (Deficit) by Function	(184,671)	(99,926)	(1,232,413)	(46,301)	(15,075)	(16,627)	(24,338)	(1,619,351)
Taxes and other unconditional revenue (Schedule 1)								1,661,342
Net Surplus (Deficit)								41,991

Rural Municipality of Silverwood No. 123
Schedule of Tangible Capital Assets by Object
As at December 31, 2019

Schedule 6

2018

2019

	General Assets					Infrastructure Assets	General/ Infrastructure	Total
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment			
Asset cost								
Opening Asset costs	-	-	417,057	99,264	1,908,408	8,224,238	-	10,545,977
Additions during the year	-	-	-	47,334	8,002	85,863	-	120,105
Disposals and write-downs during the year	-	-	-	(30,157)	(3,944)	(51,590)	-	(17,115)
Transfers (from) assets under construction	-	-	-	-	-	-	-	-
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-
Closing Asset Costs	-	-	417,057	116,441	1,912,466	8,258,511	-	10,648,967
Accumulated Amortization Cost								
Opening Accumulated Amortization Costs	-	-	86,722	65,873	789,459	5,733,573	-	6,352,969
Add: Amortization taken	-	-	9,983	2,604	160,367	166,351	-	339,773
Less: Accumulated amortization on disposals	-	-	-	(15,079)	(2,647)	(46,765)	-	(17,115)
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
Closing Accumulated Amortization Costs	-	-	96,705	53,398	947,179	5,853,159	-	6,675,627
Net Book Value	-	-	320,352	63,043	965,287	2,405,352	-	3,973,340

Rural Municipality of Silverwood No. 123
Schedule of Tangible Capital Assets by Function
As at December 31, 2019

Schedule 7

	2019							2018	
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
Asset cost									
Opening Asset costs	59,006	-	10,541,958	-	-	-	48,003	10,648,967	10,545,977
Additions during the year	4,138	-	137,061	-	-	-	-	141,199	120,105
Disposals and write-downs during the year	(3,944)	-	(81,747)	-	-	-	-	(85,691)	(17,115)
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing Asset Costs	59,200	-	10,597,272	-	-	-	48,003	10,704,475	10,648,967
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	23,284	-	6,643,995	-	-	-	8,348	6,675,627	6,352,969
Add: Amortization taken	1,723	-	336,271	-	-	-	1,311	339,305	339,773
Less: Accumulated amortization on disposals	(2,647)	-	(61,844)	-	-	-	-	(64,491)	(17,115)
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing Accumulated Amortization Costs	22,360	-	6,918,422	-	-	-	9,659	6,950,441	6,675,627
Net Book Value	36,840	-	3,678,850	-	-	-	38,344	3,754,034	3,973,340

See Accompanying Notes

Rural Municipality of Silverwood No. 123
Schedule of Accumulated Surplus
As at December 31, 2019

	2018	Changes	Schedule 8 2019
UNAPPROPRIATED SURPLUS	1,767,031	(8,678)	1,758,353
APPROPRIATED RESERVES			
Machinery and Equipment	-	-	-
Public Reserve	3,221	-	3,221
Capital Trust	199,494	50,006	249,500
Utility	50,614	-	50,614
Fire	51,238	-	51,238
Total Appropriated	304,567	50,006	354,573
ORGANIZED HAMLETS (add lines if required)			
Organized Hamlet of (Name)	-	-	-
Organized Hamlet of (Name)	-	-	-
Organized Hamlet of (Name)	-	-	-
Organized Hamlet of (Name)	-	-	-
Organized Hamlet of (Name)	-	-	-
Organized Hamlet of (Name)	-	-	-
Total Organized Hamlets	-	-	-
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6, 7)	3,973,340	(219,306)	3,754,034
Less: Related debt	-	-	-
Net Investment in Tangible Capital Assets	3,973,340	(219,306)	3,754,034
Total Accumulated Surplus	6,044,938	(177,978)	5,866,960

See Accompanying Notes

Rural Municipality of Silverwood No. 123
Schedule of Mill Rates and Assessments
As at December 31, 2019

Schedule 9

	PROPERTY CLASS					
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)
Taxable Assessment	97,655,205	6,738,854	-	-	113,872,900	-
Regional Park Assessment						
Total Assessment						218,266,959
Mill Rate Factor(s)	0.3300	0.6000	-	-	1.0000	
Total Base/Minimum Tax (generated for each property class)	-	23,000	-	-	-	23,000
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	306,149	57,701	-	-	1,081,793	1,445,643

MILL RATES:

	MILLS
Average Municipal*	6.62
Average School*	5.73
Potash Mill Rate	-
Uniform Municipal Mill Rate	9.50

* 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 Silverwood No. 123
Schedule of Restructuring
As at December 31, 2019

Schedule 11
2019

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

See Accompanying Notes