

Annual Financial Statements
and Supporting Schedules

City of Melville
For the year-ended December 31, 2020

CITY OF MELVILLE

CONTENTS

Year Ended December 31, 2020

	Page
MANAGEMENT'S RESPONSIBILITY	1
INDEPENDENT AUDITORS' REPORT	2 - 3
FINANCIAL STATEMENTS	
Statement of Financial Position	4
Statement of Operations	5
Statement of Remeasurement Gains and Losses	6
Statement of Change in Net Financial Assets	7
Statement of Cash Flow	8
NOTES TO THE FINANCIAL STATEMENTS	9 - 16
SCHEDULES	
Schedule of Taxes and Other Unconditional Revenue	17
Schedule of Operating and Capital Revenue by Function	18 - 21
Schedule of Total Expenses by Function	22 - 24
Schedule of Segment Disclosure by Function - 2020	25
Schedule of Segment Disclosure by Function - 2019	26
Schedule of Tangible Capital Assets by Object	27
Schedule of Tangible Capital Assets by Function	28
Schedule of Accumulated Surplus	29
Schedule of Mill Rates and Assessments	30
Schedule of Council Remuneration	31
Schedule of Restructuring	32
Schedule of Water Utility	33
Schedule of Sewer Utility	34
Schedule of Refuse Utility	35
Schedule of Transit Utility	36

Management's Responsibility

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.

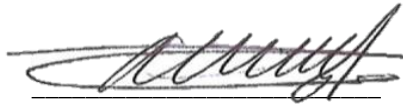
In discharging its responsibilities for the integrity and fair presentation of the consolidated financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and 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 Krelewich & 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.



Mayor
Walter Streelasky



City Manager
Ron McCullough

July 19, 2021

INDEPENDENT AUDITOR'S REPORT

To: The Mayor and Council of the
City of Melville

Opinion

We have audited the financial statements of the City of Melville (the City) which comprise the statement of financial position as at December 31, 2020, and the statements of operations, remeasurement of gains and losses, 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 City of Melville as at December 31, 2020, and the results of its operations, remeasurement gains and losses, 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 City 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 City'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 City or to cease operations, or has no realistic alternative but to do so.

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

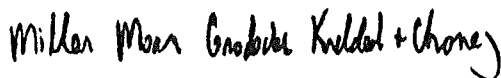
Auditor's Responsibilities for the Audit of the Financial Statements

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 City'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 City'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 City 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
Chartered Professional Accountants

Melville, Saskatchewan
July 19, 2021

City of Melville
Statement of Financial Position
As at December 31, 2020

Statement 1

	2020	2019
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	8,106,449	16,363,317
Taxes Receivable - Municipal (Note 3)	529,993	559,025
Other Accounts Receivable (Note 4)	843,965	906,469
Land for Resale (Note 5)	228,529	146,773
Long-Term Investments (Note 6)	8,006,120	-
Total Financial Assets	17,715,056	17,975,584

LIABILITIES		
Bank Indebtedness (Note 7)	-	-
Accounts Payable	1,089,481	566,526
Accrued Liabilities Payable	149,873	137,114
Deposits	273,553	279,862
Deferred Revenue (Note 8)	2,491,785	1,706,313
Accrued Landfill Costs (Note 9)	1,337,366	1,284,801
Long-Term Debt (Note 10)	725,330	1,362,348
Lease Obligations	-	55,820
Total Liabilities	6,067,388	5,392,784

NET FINANCIAL ASSETS (DEBT)	11,647,668	12,582,800
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NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	38,627,601	36,324,274
Prepayments and Deferred Charges	247,820	34,060
Stock and Supplies	159,609	166,605
Other (Note 11)	1,697,277	1,755,804
Total Non-Financial Assets	40,732,307	38,280,743

ACCUMULATED SURPLUS (DEFICIT) (Schedule 8)	52,379,975	50,863,543
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Accumulated Surplus is Comprised of:

Accumulated operating surplus (Schedule 8)	52,379,947	50,863,537
Accumulated Remeasurement gains (Statement 3)	28	6
	52,379,975	50,863,543

The accompanying notes and schedules are an integral part of these statements.

City of Melville
Statement of Operations
As at December 31, 2020

Statement 2

	2020 Budget	2020	2019
REVENUES			
Taxes and Other Unconditional Revenue (Schedule 1)	6,609,048	6,887,650	6,388,926
Fees and Charges (Schedule 4, 5)	5,842,684	5,672,156	5,855,125
Conditional Grants (Schedule 4, 5)	107,466	91,322	261,677
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	4,200	14,225	15,010
Land Sales - Gain (Schedule 4, 5)	1,000	5,504	2,066
Investment Income and Commissions (Schedule 4, 5)	270,070	123,776	272,406
Restructurings (Schedule 4,5)	-	-	-
Other Revenues (Schedule 4, 5)	-	12	37
Total Revenues	12,834,468	12,794,645	12,795,247
EXPENSES			
General Government Services (Schedule 3)	1,965,441	2,115,999	1,753,535
Protective Services (Schedule 3)	780,825	742,444	742,563
Transportation Services (Schedule 3)	1,745,228	1,649,752	1,632,032
Environmental and Public Health Services (Schedule 3)	105,790	82,419	63,775
Planning and Development Services (Schedule 3)	337,870	457,564	327,319
Recreation and Cultural Services (Schedule 3)	3,053,155	2,695,660	3,168,912
Utility Services (Schedule 3)	4,752,582	3,924,719	2,621,691
Restructurings (Schedule 3)	-	-	-
Total Expenses	12,740,891	11,668,557	10,309,827
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	93,577	1,126,088	2,485,420
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	380,322	390,322	107,450
Surplus (Deficit) of Revenues over Expenses	473,899	1,516,410	2,592,870
Accumulated Surplus (Deficit), Beginning of Year	50,863,537	50,863,537	48,270,667
Accumulated Surplus (Deficit), End of Year	51,337,436	52,379,947	50,863,537

The accompanying notes and schedules are an integral part of these statements.

City of Melville

Statement of Remeasurement Gains and Losses

As at December 31, 2020

Statement 3

	2020	2019
Accumulated remeasurement gains at beginning of year	6	4
Unrealized gains attributable to:		
Foreign exchange	22	2
Amounts reclassified to the statement of operations	-	-
Net remeasurement gains for the year	22	2
Accumulated remeasurement gains at end of year	28	6

City of Melville

Statement of Change in Net Financial Assets

As at December 31, 2020

Statement 4

	2020 Budget	2020	2019
Surplus (Deficit)	473,899	1,516,410	2,592,870
(Acquisition) of tangible capital assets	(4,136,763)	(4,043,680)	(1,296,122)
Amortization of tangible capital assets	1,694,110	1,644,778	1,554,176
Proceeds on disposal of tangible capital assets	-	109,800	37,310
Loss (gain) on the disposal of tangible capital assets	(4,200)	(14,225)	(15,010)
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (Deficit) of capital expenses over expenditures	(2,446,853)	(2,303,327)	280,354
(Acquisition) of supplies inventories	-	-	(19,624)
(Acquisition) of prepaid expense	-	(247,820)	(32,575)
Consumption of supplies inventory	-	6,996	-
Use of prepaid expense	-	92,587	64,469
Surplus (Deficit) of expenses of other non-financial over expenditures	-	(148,237)	12,270
Net Remeasurement Gains and (Losses)	-	22	2
Increase/Decrease in Net Financial Assets	(1,972,954)	(935,132)	2,885,496
Net Financial Assets (Debt) - Beginning of Year	12,582,800	12,582,800	9,697,304
Net Financial Assets (Debt) - End of Year	10,609,846	11,647,668	12,582,800

The accompanying notes and schedules are an integral part of these statements.

City of Melville
Statement of Cash Flow
As at December 31, 2020

Statement 5

	2020	2019
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	1,516,410	2,592,870
Amortization	1,644,778	1,554,176
Loss (gain) on disposal of tangible capital assets	(14,225)	(15,010)
Change in accumulated remeasurement gains	22	2
	3,146,985	4,132,038
Change in assets/liabilities		
Taxes Receivable - Municipal	29,032	(151,217)
Other Receivables	62,504	762,829
Land for Resale	(81,756)	18,153
Accounts and Accrued Liabilities Payable	535,714	14,616
Deposits	(6,309)	13,139
Deferred Revenue	785,472	577,011
Accrued Landfill Costs	52,565	(4,188)
Stock and Supplies	6,996	(19,624)
Prepayments and Deferred Charges	(155,233)	31,894
Cash provided by operating transactions	4,375,970	5,374,651
Capital:		
Acquisition of capital assets	(4,043,680)	(1,296,122)
Proceeds from the disposal of capital assets	109,800	37,310
Cash applied to capital transactions	(3,933,880)	(1,258,812)
Investing:		
Long-term investments	(8,006,120)	-
Cash provided by (applied to) investing transactions	(8,006,120)	-
Financing:		
Long-term debt repaid	(637,018)	(648,762)
Principal payment of capital lease	(55,820)	(76,629)
Cash provided by (applied to) financing transactions	(692,838)	(725,391)
Change in Cash and Temporary Investments during the year	(8,256,868)	3,390,448
Cash and Temporary Investments - Beginning of Year	16,363,317	12,972,869
Cash and Temporary Investments - End of Year	8,106,449	16,363,317

The accompanying notes and schedules are an integral part of these statements.

City of Melville
Notes to the Financial Statements
As at December 31, 2020

1. Significant Accounting Policies

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

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

- a) **Reporting Entity:** The financial statements consolidate the assets, liabilities and flow of resources of the municipality. The entity is comprised of all of the organizations that are owned or controlled by the municipality and are, therefore, accountable to the Council for the administration of their financial affairs and resources. There are no entities included in these financial statements.
- b) **Collection of funds for other authorities:** Collection of funds by the municipality for school boards, municipal hail and conservation and development authorities are collected and remitted in accordance with relevant legislation.
- c) **Government Transfers:** Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return. Government transfers are recognized as revenue in the period that the events giving rise to the transfer occur, providing:
 - a) the transfers are authorized
 - b) any eligibility criteria 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) **Net Financial Assets:** Net Financial Assets at the end of an accounting period are the net amount of financial assets less liabilities outstanding. Financial assets represent items such as cash and those other assets on hand which could provide resources to discharge existing liabilities or finance future operations. These include realizable assets which are convertible to cash and not intended for consumption in the normal course of operations.
- g) **Non-financial Assets:** Tangible capital and other non-financial assets are accounted for as assets by the government because they can be used to provide government services in future periods. These assets do not normally provide resources to discharge the liabilities of the government unless they are sold.
- h) **Appropriated Reserves:** Reserves are established at the discretion of Council to designate surplus for future operating and capital transactions. Amounts so designated are described on Schedule 8.
- i) **Property Tax Revenue:** Property tax revenue is based on assessments determined in accordance with Saskatchewan Legislation and the formulas, principles, and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually by council following the guidance of the Government of Saskatchewan. Tax revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred. Requisitions operate as a flow through and are excluded from municipal revenue.
- j) **Investments:** Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment. Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment.

City of Melville
Notes to the Financial Statements
As at December 31, 2020

1. Significant Accounting Policies - continued

- l) **Tangible Capital Assets:** All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Initial costs for tangible capital assets that were acquired and developed prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant deflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of contribution. The cost of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. There were no tangible capital assets recognized at nominal value as part of the December 31, 2020 financial statements. 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	10 to 20 Yrs
Infrastructure Assets	
Infrastructure Assets	
Water & Sewer	15 to 75 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 consolidated financial statements as either a capital or operating lease. Any lease that transfers substantially all of the benefits and risk associated with the leased asset is classified as a capital leases 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 (economic life). Any other lease not meeting the before mentioned criteria is classified as an operating lease and rental payments are expensed as incurred.

- m) **Landfill Liability:**
The municipality maintains a waste disposal site. The annual provision is reported as an expense and the accumulated provision is reported on the Statement of Financial Position. Recommended disclosure is provided in Note 9.
- n) **Trust Funds:** Funds held in trust for others, under a trust agreement or statute, are not included in the financial statements as they are not controlled by the municipality. Trust fund activities administered by the municipality are disclosed in Note 15.
- o) **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.
- p) **Liability for Contaminated Sites:** Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all the following criteria are met:
- an environmental standard exists;
 - contamination exceeds the environmental standard;
 - the municipality:
 - is directly responsible; or
 - accepts responsibility;
 - it is expected that future economic benefits will be given up; and
 - a reasonable estimate of the amount can be made.

At this time the above criteria has not been met for the recognition of a liability for remediation; therefore, no liability has been recorded as of December 31, 2020.

City of Melville
Notes to the Financial Statements
As at December 31, 2020

1. Significant Accounting Policies - continued

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

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

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

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

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

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

The segments (functions) are as follows:

General Government: Provides for the administration of the municipality.

Protective Services: Comprised of expenses for Police, Bylaw Enforcement, and Fire protection.

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

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

Planning and Development: Provides for neighbourhood development and sustainability.

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

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

- s) **Budget Information:** Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on February 24, 2020.

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

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.

City of Melville
Notes to the Financial Statements
As at December 31, 2020

2. Cash and Temporary Investments

	2020	2019
Cash	8,106,449	16,363,317
Total Cash and Temporary Investments	8,106,449	16,363,317

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

	2020	2019
Municipal - Current	366,515	475,011
- Arrears	448,478	281,652
	814,993	756,663
- Less Allowance for Uncollectible	(285,000)	(197,638)
Total municipal taxes receivable	529,993	559,025
School - Current	89,315	118,740
- Arrears	114,277	74,160
Total school taxes receivable	203,592	192,900
Total taxes and grants in lieu receivable	733,585	751,925
Deduct taxes receivable to be collected on behalf of other organizations	(203,592)	(192,900)
Total Taxes Receivable - Municipal	529,993	559,025

4. Other Accounts Receivable

	2020	2019
Federal Government	74,655	54,892
Provincial Government	58,934	14,045
Utility	459,762	430,077
Trade	174,765	141,063
Other	112,349	327,897
Total Other Accounts Receivable	880,465	967,974
Less: Allowance for Uncollectible	(36,500)	(61,505)
Net Other Accounts Receivable	843,965	906,469

5. Land for Resale

	2020	2019
Tax Title Property	90,026	54,577
Allowance for market value adjustment	(63,000)	(43,000)
Net Tax Title Property	27,026	11,577
Other Land	201,503	135,196
Net Other Land	201,503	135,196
Total Land for Resale	228,529	146,773

6. Long-Term Investments	2020	2019
Term Deposit	8,006,120	-
Total Long-Term Investments	8,006,120	-

7. Bank Indebtedness**Credit Arrangements**

At December 31, 2020, the Municipality had lines of credit totaling \$1,000,000, none of which were drawn. The following has been collateralized in connection with this line of credit:

- General security agreement

8. Deferred Revenue

	2020	2019
Gas Tax Fund	1,756,202	1,578,682
Municipal Economic Enhancement Program	655,689	-
Enabling Accessibility Fund	-	85,660
Prepaid Property Taxes	65,394	30,508
HCUC Sponsorship	14,000	10,000
Other	500	1,463
Total Deferred Revenue	2,491,785	1,706,313

9. Accrued Landfill Costs

	2020	2019
Environmental Liabilities	1,337,366	1,284,801

In 2020 the municipality has accrued an overall liability for environmental matters in the amount of \$1,337,366 (2019 - \$1,284,801) which represents management's best estimate of this liability. By their nature, these estimates are subject to measurement uncertainty and the effect on the consolidated financial statements of changes in such estimates in future periods could be significant.

Included in environmental liabilities is \$3,199,551 (2019 - \$3,199,551) of the estimated total landfill closure and post-closure care expenses. The estimated liability for these expenses is recognized as the landfill site's capacity is used and the reported liability represents the portion of the estimated total expenses recognized as at December 31, 2020 based on the cumulative capacity used at that date, compared to the total estimated landfill capacity.

Estimated total expenditures represent the sum of the discounted future cash flows for closure and post-closure care activities discounted at the municipality's average long-term borrowing rate of 2.63% (2019 - 2.63%).

Landfill closure and post-closure care requirements have been defined in accordance with The Environmental Management and Protection Act and include final covering and landscaping of the landfill, pumping of ground water, 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 18-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 estimated remaining capacity of the landfill is 33% (2019 - 34%) or 160,000 cubic meters (2019 - 164,500 cubic meters) of its total estimated capacity of 480,000 cubic meters and its estimated remaining life is 18 years (2019 - 19 years).

The unfunded liability for the landfill will be paid for by a combination of reserves and debt financing.

City of Melville
Notes to the Financial Statements
As at December 31, 2020

9. Accrued Landfill Costs - Continued

	2020
Estimated closure and post-closure costs	3,199,551
Discount rate	2.63%
Discounted cost	2,006,049
Expected year capacity will be reached	2038
Capacity (m3):	
Used to date	320,000
Remaining	160,000
Total	480,000
Percent utilized	67%
Liability based on percentage used	1,337,366

10. Long-Term Debt

The debt limit of the municipality is \$10,000,000. The debt limit for the municipality has been established by the Saskatchewan Municipal Board (the *Municipalities Act* section 161(2)).

Bank loans are repayable as follows:

	2020	2019
Recreation - Horizon Credit Union Centre	58,615	405,793
Bank loan payable to Bank of Montreal at		
\$29,378.95 per month, including interest at 2.18% per annum.		
The outstanding principal and interest balance shall be paid		
on the 28th day of February, 2021.		
Recreation - Horizon Credit Union Centre	76,461	189,252
Bank loan payable to Bank of Montreal at		
\$9,636.32 per month, including interest at 2.07% per annum.		
The outstanding principal and interest balance shall be paid		
on the 31st day of August, 2021.		
Recreation - Horizon Credit Union Centre	273,067	376,239
Bank loan payable to Bank of Montreal at		
\$9,488.52 per month, including interest at 3.25% per annum.		
The outstanding principal and interest balance shall be paid		
on the 31st day of June, 2023.		
Planning & Development - Hospitality Corridor	317,187	391,064
Bank loan payable to Bank of Montreal at		
\$7,052.30 per month, including interest at 3.01% per annum.		
The outstanding principal and interest balance shall be paid		
on the 31st day of December, 2024.		
	725,330	1,362,348

Future principal repayments are estimated as follows:

Year	Principal	Interest	Current Year Total	Prior Year Total
2021	317,781	16,557	334,338	334,338
2022	188,543	9,946	198,489	198,489
2023	137,252	4,324	141,576	141,576
2024	81,754	1,317	83,071	83,071
2025	-	-	-	-
Thereafter	-	-	-	-
Balance	725,330	32,144	757,474	757,474

City of Melville
Notes to the Financial Statements
As at December 31, 2020

11. Other Non-financial Assets

	2020	2019
Prepaid contribution	1,697,277	1,755,804

As of July 1, 2016 the City of Melville signed an Asset Purchase Agreement and Potable Water Supply Agreement with SaskWater Corporation in order to collaborate on the construction of a new Water Treatment Plant. In this agreement the City of Melville was obligated to put forward 20% of the total cost of construction. Phase 2 of the agreement started in April of 2020, and is in force for thirty years.

12. Contingent Liabilities

In the ordinary course of business, loss claims and lawsuits are brought against the City. Where the resulting loss of claims and lawsuits brought against the City cannot be reasonably estimated, amounts have not been recorded. As at December 31, 2020, the City has made an estimated accrual for a claim against the City based on management's best estimate of the expected resolution. No disclosure on the extent of the accrual has been made in order to mitigate against any adverse effect on the outcome. It is management's belief that there will be no material adverse effect on the financial position of the City.

13. Pension Plan

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality's pension expense in 2020 was \$212,956, (2019 - \$196,912). 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.

The contributions to the MEPP by the participating employers are not segregated in separate accounts or restricted to provide benefits to the employees of a particular employer. As a result, individual employers are not able to identify their share of the underlying assets and liabilities, and the net pension assets or liabilities for this plan are not recognized in these financial statements. The Municipality's contributions are expensed when due.

Every three years an actuarial valuation is performed to assess the financial position of the plan and the adequacy of plan funding. Any determined deficiency is the responsibility of the participating employers and employees.

Details of the MEPP are as follows:

	2020	2019
Member contribution rate (percentage of salary)	9.00%	9.00%
Municipal contribution rate (percentage of salary)	9.00%	9.00%
Member contributions for the year	212,956	196,912
Municipal contributions for the year	212,956	196,912
Actuarial extrapolation date	Dec-31-2020	Dec-31-2019
Plan Assets (in thousands)	2,688,001	2,487,505
Plan Liabilities (in thousands)	2,183,000	2,024,269
Plan Surplus (in thousands)	505,001	463,236

14. Comparative Figures

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

15. Trusts Administered by the Municipality

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

	Current Year Total	Prior Year Total
Balance - Beginning of Year	2,425	1,946
Revenue	35,453	58,179
Expenditure	(37,878)	(57,700)
Balance - End of Year	-	2,425

16. 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:

Contractual Rights Type	2021	2022	2023	2024	Thereafter	Current Year Total	Prior Year Total
Future Lease and Rental Revenue	64,219	13,714	13,714	11,429	-	103,076	69,600
Future Advertising and Sponsorship Revenue	66,500	41,500	11,500	8,000	-	127,500	94,200
Total	130,719	55,214	25,214	19,429	-	230,576	163,800

17. Contractual Obligations and Commitments

The municipality has entered into multiple-year contracts for the delivery of services and the construction of tangible capital assets as detailed below. 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 Type	2021	2022	2023	2024	Thereafter	Current Year Total	Prior Year Total
Pool Replacement	1,769,402	-	-	-	-	1,769,402	-
Total	1,769,402	-	-	-	-	1,769,402	-

18. Significant Event

In 2020, there was a global pandemic outbreak of COVID-19, which caused significant economic impacts to the municipality, as well as, to individuals and businesses throughout the municipality. The outbreak is still continuing with restrictions currently in place, effecting the operations of the City and businesses within the community. Although at present it appears that restrictions will be lowered and/or lifted within the province in the near future, the extent of the impact of COVID-19 on the City will be dependent on future developments and/or resurgences. These uncertainties provide for an inability to predict the extent, if any, the pandemic will have on the City in the future.

19. Subsequent Event

The City of Melville experienced a major ice storm on May 21, 2021 throughout the municipality. Freezing rain collected on trees and power lines and due to the weight of the tree limbs, large branches broke off with some trees being entirely uprooted, which caused roads to be impenetrable and overhead powerlines ripped down. The City of Melville has applied to and been approved for a claim to the Provincial Disaster Assistance Program (PDAP); however, as clean-up is still being performed to date the monetary extent of the damage and what may be covered through the program is unknown.

City of Melville
Schedule of Taxes and Other Unconditional Revenue
As at December 31, 2020

Schedule 1

	2020 Budget	2020	2019
TAXES			
General municipal tax levy	4,408,128	4,392,545	4,304,055
Abatements and adjustments	(20,000)	(30,395)	(46,097)
Net Municipal Taxes	4,388,128	4,362,150	4,257,958
Trailer license fees	11,000	11,135	10,668
Penalties on tax arrears	76,000	127,733	101,374
Special tax levy	471,040	473,250	472,600
Library levy	16,500	16,495	-
Total Taxes	4,962,668	4,990,763	4,842,600
UNCONDITIONAL GRANTS			
Revenue Sharing	919,580	919,995	831,417
Safe Restart Program	-	272,142	-
Total Unconditional Grants	919,580	1,192,137	831,417
GRANTS IN LIEU OF TAXES			
Federal	10,300	10,476	15,525
Provincial			
S.P.C. Electrical	2,500	2,399	2,917
Central Services	18,000	18,451	17,386
SaskTel	3,000	3,006	2,933
Other Government Transfers			
S.P.C. Surcharge	560,000	553,523	549,884
Sask Energy Surcharge	133,000	116,895	126,264
Total Grants in Lieu of Taxes	726,800	704,750	714,909
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	6,609,048	6,887,650	6,388,926

City of Melville
Schedule of Operating and Capital Revenue by Function
As at December 31, 2020

Schedule 2 - 1

	2020 Budget	2020	2019
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Sales of supplies	85,000	92,579	111,153
- Rental Income and Other	47,980	54,554	72,712
Total Fees and Charges	132,980	147,133	183,865
- Tangible capital asset sales - gain (loss)	-	188	-
- Land sales - gain	1,000	5,504	2,066
- Investment income and commissions	76,780	30,218	100,157
- Foreign Exchange Gain	-	12	37
Total Other Segmented Revenue	210,760	183,055	286,125
Conditional Grants			
- Operating Donations	500	1,765	500
Total Conditional Grants	500	1,765	500
Total Operating	211,260	184,820	286,625
Restructuring Revenue	-	-	-
Total General Government Services	211,260	184,820	286,625

PROTECTIVE SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Fire Charges	99,000	137,653	125,504
Total Fees and Charges	99,000	137,653	125,504
- Tangible capital asset sales - gain (loss)	-	513	16,195
- Investment income and commissions	4,000	1,710	8,887
Total Other Segmented Revenue	103,000	139,876	150,586
Conditional Grants			
- Local government	34,000	33,048	33,048
Total Conditional Grants	34,000	33,048	33,048
Total Operating	137,000	172,924	183,634
Restructuring Revenue	-	-	-
Total Protective Services	137,000	172,924	183,634

City of Melville
Schedule of Operating and Capital Revenue by Function
As at December 31, 2020

Schedule 2 - 2

	2020 Budget	2020	2019
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	34,000	51,969	47,037
- Other	510	-	350
Total Fees and Charges	34,510	51,969	47,387
- Tangible capital asset sales - gain (loss)	4,200	33,327	191
- Investment income and commissions	22,000	8,914	11,869
Total Other Segmented Revenue	60,710	94,210	59,447
Conditional Grants			
- Urban Highway Connector Program	3,934	3,934	3,934
Total Conditional Grants	3,934	3,934	3,934
Total Operating	64,644	98,144	63,381
Capital			
Conditional Grants			
- Federal Gas Tax	174,662	174,662	-
- SGI Traffic Safety Fund	10,000	10,000	-
- Trans Canada Trail Partnership	-	-	7,450
Total Capital	184,662	184,662	7,450
Restructuring Revenue	-	-	-
Total Transportation Services	249,306	282,806	70,831

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Cemetery Fees	39,350	28,118	41,933
Total Fees and Charges	39,350	28,118	41,933
- Investment income and commissions	550	234	306
Total Other Segmented Revenue	39,900	28,352	42,239
Total Operating	39,900	28,352	42,239
Restructuring Revenue	-	-	-
Total Environmental and Public Health Services	39,900	28,352	42,239

City of Melville
Schedule of Operating and Capital Revenue by Function
As at December 31, 2020

Schedule 2 - 3

	2020 Budget	2020	2019
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges	13,200	64,671	7,087
- Tourism Revenue	21,400	18,417	13,763
- Zoning Fee Revenue	1,000	660	-
- Other	-	598	1,990
Total Fees and Charges	35,600	84,346	22,840
- Tangible capital asset sales - gain (loss)			
- Investment income and commissions	8,440	4,967	11,531
Total Other Segmented Revenue	44,040	89,313	34,371
Conditional Grants			
- Student Employment	2,000	2,717	1,327
- Other	-	1,500	2,250
Total Conditional Grants	2,000	4,217	3,577
Total Operating	46,040	93,530	37,948
Restructuring Revenue	-	-	-
Total Planning and Development Services	46,040	93,530	37,948

RECREATION AND CULTURAL SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- HCUC, Sportsplex and Pool User Fees	588,184	379,299	635,998
- Insurance Proceeds	-	7,729	168,398
- Sponsorship	33,000	4,000	33,000
- Other	10,000	10,000	10,000
Total Fees and Charges	631,184	401,028	847,396
- Tangible capital asset sales - gain (loss)	-	(19,803)	(1,376)
- Investment income and commissions	23,800	10,270	21,946
Total Other Segmented Revenue	654,984	391,495	867,966
Conditional Grants			
- Saskatchewan Lotteries	44,647	44,647	44,647
- Donations	2,500	665	23,791
- Other	16,685	1,646	5,947
Total Conditional Grants	63,832	46,958	74,385
Total Operating	718,816	438,453	942,351
Capital			
Conditional Grants			
- Enabling Accessibility Fund	85,660	85,660	-
Total Capital	85,660	85,660	-
Restructuring Revenue	-	-	-
Total Recreation and Cultural Services	804,476	524,113	942,351

City of Melville
Schedule of Operating and Capital Revenue by Function
As at December 31, 2020

Schedule 2 - 4

	2020 Budget	2020	2019
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	3,117,460	3,123,100	3,011,284
- Sewer	799,600	793,324	729,030
- Refuse and Transit	953,000	905,485	845,886
Total Fees and Charges	4,870,060	4,821,909	4,586,200
- Investment income and commissions	134,500	67,463	117,710
Total Other Segmented Revenue	5,004,560	4,889,372	4,703,910
Conditional Grants			
- Water Security Agency	-	-	141,950
- Transit Assistance	3,200	1,400	4,283
Total Conditional Grants	3,200	1,400	146,233
Total Operating	5,007,760	4,890,772	4,850,143
Capital			
Conditional Grants			
- Federal Gas Tax	110,000	65,000	100,000
- TAPD	-	55,000	-
Total Capital	110,000	120,000	100,000
Restructuring Revenue	-	-	-
Total Utility Services	5,117,760	5,010,772	4,950,143
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	6,605,742	6,297,317	6,513,771

SUMMARY

Total Other Segmented Revenue	6,117,954	5,815,673	6,144,644
Total Conditional Grants	107,466	91,322	261,677
Total Capital Grants and Contributions	380,322	390,322	107,450
Restructuring Revenue	-	-	-
TOTAL REVENUE BY FUNCTION	6,605,742	6,297,317	6,513,771

City of Melville
Total Expenses by Function
As at December 31, 2020

Schedule 3 - 1

	2020 Budget	2020	2019
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	76,000	77,644	71,812
Wages and benefits	997,400	947,824	881,470
Professional/Contractual services	568,260	635,035	486,676
Utilities	49,450	49,589	40,890
Maintenance, materials and supplies	50,605	49,174	28,026
Grants and contributions - operating	123,526	133,828	17,281
Amortization	84,000	84,268	80,035
Interest	12,500	12,451	11,314
Allowance for uncollectible	-	124,554	135,000
Other	3,700	1,632	1,031
General Government Services	1,965,441	2,115,999	1,753,535
Restructuring	-	-	-
Total General Government Services	1,965,441	2,115,999	1,753,535

PROTECTIVE SERVICES

Police protection

Wages and benefits	7,600	856	6,055
Professional/Contractual services	436,515	428,170	412,706
Maintenance, material and supplies	1,700	876	1,237
Grants and contributions - operating	-	-	6,387

Fire protection

Wages and benefits	142,400	131,021	139,966
Professional/Contractual services	45,410	39,444	45,061
Utilities	6,700	5,767	5,512
Maintenance, material and supplies	69,500	66,420	66,887
Amortization	71,000	69,890	58,752

Protective Services	780,825	742,444	742,563
Restructuring	-	-	-
Total Protective Services	780,825	742,444	742,563

TRANSPORTATION SERVICES

Wages and benefits	630,950	651,127	587,626
Professional/Contractual Services	182,415	141,271	190,501
Utilities	212,710	208,290	200,104
Maintenance, materials, and supplies	333,185	274,448	330,910
Amortization	380,000	370,782	318,956
Interest	968	3,834	3,935
Other	5,000	-	-

Transportation Services	1,745,228	1,649,752	1,632,032
Restructuring	-	-	-
Total Transportation Services	1,745,228	1,649,752	1,632,032

City of Melville

Total Expenses by Function

As at December 31, 2020

Schedule 3 - 2

	2020 Budget	2020	2019
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	46,100	23,306	23,060
Professional/Contractual services	31,790	30,943	4,814
Utilities	800	829	685
Maintenance, materials and supplies	24,700	24,980	32,855
Amortization	2,400	2,361	2,361
Environmental and Public Health Services	105,790	82,419	63,775
Restructuring	-	-	-
Total Environmental and Public Health Services	105,790	82,419	63,775

PLANNING AND DEVELOPMENT SERVICES

Wages and benefits	202,950	176,636	177,830
Professional/Contractual Services	84,770	239,398	80,572
Utilities	2,050	2,163	2,682
Maintenance, materials and supplies	36,800	28,617	31,315
Grants and contributions - operating	500	-	21,983
Interest	10,800	10,750	12,937
Planning and Development Services	337,870	457,564	327,319
Restructuring	-	-	-
Total Planning and Development Services	337,870	457,564	327,319

RECREATION AND CULTURAL SERVICES

Wages and benefits	879,900	834,982	826,040
Professional/Contractual services	475,885	297,914	611,978
Utilities	457,070	373,987	403,665
Maintenance, materials and supplies	172,800	135,892	171,294
Grants and contributions - operating	155,000	150,255	243,023
Amortization	890,000	881,983	877,569
Interest	22,500	20,647	35,343
Recreation and Cultural Services	3,053,155	2,695,660	3,168,912
Restructuring	-	-	-
Total Recreation and Cultural Services	3,053,155	2,695,660	3,168,912

City of Melville
Total Expenses by Function
As at December 31, 2020

Schedule 3 - 3

	2020 Budget	2020	2019
UTILITY SERVICES			
Wages and benefits	422,750	442,482	319,116
Professional/Contractual services	3,594,492	2,875,691	1,808,952
Utilities	33,030	34,570	28,182
Maintenance, materials and supplies	140,600	178,706	106,571
Grants and contributions - operating	240,000	105,211	145,720
Amortization	266,710	235,494	216,503
Interest	-	-	121
Other	55,000	52,565	(3,474)
Utility Services	4,752,582	3,924,719	2,621,691
Restructuring	-	-	-
Total Utility Services	4,752,582	3,924,719	2,621,691
TOTAL EXPENSES BY FUNCTION			
	12,740,891	11,668,557	10,309,827

City of Melville
Schedule of 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	147,133	137,653	51,969	28,118	84,346	401,028	4,821,909	5,672,156
Tangible Capital Asset Sales - Gain (Loss)	188	513	33,327	-	-	(19,803)	-	14,225
Land Sales - Gain	5,504	-	-	-	-	-	-	5,504
Investment Income and Commissions	30,218	1,710	8,914	234	4,967	10,270	67,463	123,776
Other Revenues	12	-	-	-	-	-	-	12
Grants - Conditional	1,765	33,048	3,934	-	4,217	46,958	1,400	91,322
- Capital	-	-	184,662	-	-	85,660	120,000	390,322
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	184,820	172,924	282,806	28,352	93,530	524,113	5,010,772	6,297,317
Expenses (Schedule 3)								
Wages & Benefits	1,025,468	131,877	651,127	23,306	176,636	834,982	442,482	3,285,878
Professional/ Contractual Services	635,035	467,614	141,271	30,943	239,398	297,914	2,875,691	4,687,866
Utilities	49,589	5,767	208,290	829	2,163	373,987	34,570	675,195
Maintenance Materials and Supplies	49,174	67,296	274,448	24,980	28,617	135,892	178,706	759,113
Grants and Contributions	133,828	-	-	-	-	150,255	105,211	389,294
Amortization	84,268	69,890	370,782	2,361	-	881,983	235,494	1,644,778
Interest	12,451	-	3,834	-	10,750	20,647	-	47,682
Allowance for Uncollectible	124,554	-	-	-	-	-	-	124,554
Other	1,632	-	-	-	-	-	52,565	54,197
Total Expenses	2,115,999	742,444	1,649,752	82,419	457,564	2,695,660	3,924,719	11,668,557
Surplus (Deficit) by Function	(1,931,179)	(569,520)	(1,366,946)	(54,067)	(364,034)	(2,171,547)	1,086,053	(5,371,240)

Taxes and other unconditional revenue (Schedule 1)

6,887,650

Net Surplus (Deficit)

1,516,410

City of Melville
Schedule of 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	183,865	125,504	47,387	41,933	22,840	847,396	4,586,200	5,855,125
Tangible Capital Asset Sales - Gain (Loss)	-	16,195	191	-	-	(1,376)	-	15,010
Land Sales - Gain	2,066	-	-	-	-	-	-	2,066
Investment Income and Commissions	100,157	-	-	-	-	-	-	100,157
Other Revenues	37	8,887	11,869	306	11,531	21,946	117,710	172,286
Grants - Conditional	500	33,048	3,934	-	3,577	74,385	146,233	261,677
- Capital	-	-	7,450	-	-	-	100,000	107,450
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	286,625	183,634	70,831	42,239	37,948	942,351	4,950,143	6,513,771
Expenses (Schedule 3)								
Wages & Benefits	953,282	146,021	587,626	23,060	177,830	826,040	319,116	3,032,975
Professional/ Contractual Services	486,676	457,767	190,501	4,814	80,572	611,978	1,808,952	3,641,260
Utilities	40,890	5,512	200,104	685	2,682	403,665	28,182	681,720
Maintenance Materials and Supplies	28,026	68,124	330,910	32,855	31,315	171,294	106,571	769,095
Grants and Contributions	17,281	6,387	-	-	21,983	243,023	145,720	434,394
Amortization	80,035	58,752	318,956	2,361	-	877,569	216,503	1,554,176
Interest	11,314	-	3,935	-	12,937	35,343	121	63,650
Allowance for Uncollectible	135,000	-	-	-	-	-	-	135,000
Restructurings	-	-	-	-	-	-	-	-
Other	1,031	-	-	-	-	-	(3,474)	(2,443)
Total Expenses	1,753,535	742,563	1,632,032	63,775	327,319	3,168,912	2,621,691	10,309,827
Surplus (Deficit) by Function	(1,466,910)	(558,929)	(1,561,201)	(21,536)	(289,371)	(2,226,561)	2,328,452	(3,796,056)

Taxes and other unconditional revenue (Schedule 1)

6,388,926

Net Surplus (Deficit)

2,592,870

City of Melville
Schedule of Tangible Capital Assets by Object
As at December 31, 2020

Schedule 6

		2020							2019		
Assets		General Assets					Infrastructure Assets		General/ Infrastructure Assets Under Construction	Total	Total
		Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear assets				
	Asset cost										
	Opening Asset costs	1,070,968	2,713,380	31,594,043	2,514,624	6,914,660	21,230,821		793,807	66,832,303	66,313,192
	Additions during the year	2,192	205,371	95,759	835,419	519,424	1,907,865		477,650	4,043,680	1,296,122
	Disposals and write-downs during the year	(14,496)	(59,200)	-	(544,877)	(100,568)	(58,500)		-	(777,641)	(777,011)
	Transfers (from) assets under construction	-	-	-	297,049	-	76,534		(373,583)	-	-
	Transfer of Capital Assets related to restructuring	-	-	-	-	-	-		-	-	-
	Closing Asset Costs	1,058,664	2,859,551	31,689,802	3,102,215	7,333,516	23,156,720		897,874	70,098,342	66,832,303
Amortization	Accumulated Amortization Cost										
	Opening Accumulated Amortization Costs	-	1,355,011	9,348,788	1,538,037	5,280,476	12,985,717		-	30,508,029	29,708,564
	Add: Amortization taken	-	128,543	784,351	139,929	233,298	358,657		-	1,644,778	1,554,176
	Less: Accumulated amortization on disposals	-	(58,898)	-	(484,066)	(80,602)	(58,500)		-	(682,066)	(754,711)
	Transfer of Capital Assets related to restructuring	-	-	-	-	-	-		-	-	-
	Closing Accumulated	-	1,424,656	10,133,139	1,193,900	5,433,172	13,285,874		-	31,470,741	30,508,029
	Net Book Value	1,058,664	1,434,895	21,556,663	1,908,315	1,900,344	9,870,846		897,874	38,627,601	36,324,274

City of Melville
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
Assets	Asset cost									
	Opening Asset costs	2,741,918	1,878,645	14,494,590	44,301	39,978	35,317,797	12,315,074	66,832,303	66,313,192
	Additions during the year	43,797	67,853	1,936,868	-	-	487,757	1,507,405	4,043,680	1,296,122
	Disposals and write-downs during the year	(28,048)	-	(505,356)	-	-	(138,280)	(105,957)	(777,641)	(777,011)
	Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-
Closing Asset Costs		2,757,667	1,946,498	15,926,102	44,301	39,978	35,667,274	13,716,522	70,098,342	66,832,303
Amortization	Accumulated									
	Opening Accumulated Amortization Costs	1,646,487	1,096,383	12,028,176	2,821	-	10,184,696	5,549,466	30,508,029	29,708,564
	Add: Amortization taken	84,268	69,891	370,781	2,361	-	881,983	235,494	1,644,778	1,554,176
	Less: Accumulated amortization on disposals	(13,086)	-	(471,556)	-	-	(118,479)	(78,945)	(682,066)	(754,711)
	Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-
Closing Accumulated Amortization Costs		1,717,669	1,166,274	11,927,401	5,182	-	10,948,200	5,706,015	31,470,741	30,508,029
Net Book Value		1,039,998	780,224	3,998,701	39,119	39,978	24,719,074	8,010,507	38,627,601	36,324,274

City of Melville
Schedule of Accumulated Surplus
As at December 31, 2020

Schedule 8

	2019	Changes	2020
UNAPPROPRIATED SURPLUS	1,578,972	(96,193)	1,482,779
APPROPRIATED RESERVES			
Machinery and Equipment	1,394,018	(282,987)	1,111,031
Capital Trust	762,004	24,855	786,859
Utility	9,907,722	(374,974)	9,532,748
Other	2,258,895	(694,636)	1,564,259
Total Appropriated	14,322,639	(1,327,742)	12,994,897
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6, 7)	36,324,274	2,303,327	38,627,601
Less: Related debt	(1,362,348)	637,018	(725,330)
Net Investment in Tangible Capital Assets	34,961,926	2,940,345	37,902,271
Total Accumulated Surplus	50,863,537	1,516,410	52,379,947

City of Melville
Schedule of Mill Rates and Assessments
As at December 31, 2020

Schedule 9

	PROPERTY CLASS									Total
	Agriculture	Residential	Residential Vacant	Multi-Unit Residential	Residential Condominium	Commercial & Industrial	Commercial & Industrial Vacant	Railway & Elevator	Hotels	
Taxable Assessment	220,395	226,016,400	336,880	12,263,600	16,858,560	51,138,550	800,500	2,190,600	10,048,500	319,873,985
Regional Park Assessment										494,100
Total Assessment										320,368,085
Mill Rate Factor(s)	1.1942	0.5520	0.6342	0.5520	0.5520	0.7615	0.8492	1.9731	0.8831	
Total Base/Minimum Tax (generated for each property class)	1,690	1,368,000	18,100	47,850	94,720	131,140	59,850	3,160	3,950	1,728,460
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	5,301	3,445,146	21,031	188,583	248,005	698,595	69,176	63,261	126,697	4,865,795

MILL RATES:	MILLS
Average Municipal*	15.21
Average School*	4.54
Uniform Municipal Mill Rate	8.32

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

City of Melville
Schedule of Council Remuneration
As at December 31, 2020

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Travel Expenses	Total
Mayor	Walter Streelasky	18,285	119	1,274	19,678
Councillor	Johan Van Zyl	8,958	135	1,169	10,262
Councillor	Vince Thiessen	8,780	178	1,202	10,160
Councillor	Andrew Rondeau	8,735	170	919	9,824
Councillor	Ron Wilson	7,578	137	1,202	8,916
Councillor	Joe Kirwan	8,695	-	-	8,695
Councillor	Todd Brooks	8,435	-	-	8,435
Councillor	Lori Kraft	1,675	-	-	1,675
Total		71,140	738	5,766	77,644

City of Melville
Schedule of Restructuring
As at December 31, 2020

Schedule 11

	2020
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)	-

City of Melville
Schedule of Water Utility
As at December 31, 2020

Schedule 12

	2020 Budget	2020	2019
REVENUE			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water Sales	2,462,900	2,453,441	2,348,730
- Custom Work	24,000	58,517	32,918
- Fire Hydrant Rental	10,560	10,560	10,560
- Infrastructure Levy	620,000	600,582	619,076
Total Fees and Charges	3,117,460	3,123,100	3,011,284
- Interest Income	96,000	49,086	89,719
Total Other Segmented Revenue	3,213,460	3,172,186	3,101,003
Conditional Grants			
- Water Security Agency	-	-	141,950
Total Conditional Grants	-	-	141,950
Total Operating	3,213,460	3,172,186	3,242,953
Total Operating and Capital Revenue	3,213,460	3,172,186	3,242,953
EXPENSES			
Wages and Benefits	160,100	169,478	127,363
Professional/Contractual Services	2,940,730	2,367,620	1,412,387
Utilities	4,600	7,340	4,311
Maintenance, Materials and Supplies	65,850	104,156	34,379
Amortization	134,000	110,141	89,326
Total Expenses	3,305,280	2,758,735	1,667,766
OPERATING SURPLUS (DEFICIT)	(91,820)	413,451	1,575,187

City of Melville
Schedule of Sewer Utility
As at December 31, 2020

Schedule 13

	2020 Budget	2020	2019
REVENUE			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Sewer Sales	799,600	793,324	729,030
Total Fees and Charges	799,600	793,324	729,030
- Interest Income	35,000	15,906	27,991
Total Other Segmented Revenue	834,600	809,230	757,021
Total Operating	834,600	809,230	757,021
Capital			
Conditional Grants			
- Gas Tax	110,000	65,000	100,000
Total Capital	110,000	65,000	100,000
Total Operating and Capital Revenue	944,600	874,230	857,021
EXPENSES			
Wages and Benefits	175,200	185,512	141,510
Professional/Contractual Services	283,520	99,923	101,188
Utilities	24,100	22,999	19,761
Maintenance, Materials and Supplies	39,250	46,532	35,067
Amortization	96,500	94,883	91,289
Interest	-	-	121
Allowance for Uncollectible	5,000	-	714
Total Expenses	623,570	449,849	389,650
OPERATING SURPLUS (DEFICIT)	321,030	424,381	467,371

City of Melville
Schedule of Refuse Utility
As at December 31, 2020

Schedule 14

	2020 Budget	2020	2019
REVENUE			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Refuse Sales	540,000	521,370	534,537
- Environmental Levy	240,000	230,123	145,720
- Tipping Fees	110,000	109,499	106,221
- Other	-	26,026	-
Total Fees and Charges	890,000	887,018	786,478
- Interest Income	3,500	2,471	-
Total Other Segmented Revenue	893,500	889,489	786,478
Total Operating and Capital Revenue	893,500	889,489	786,478
EXPENSES			
Wages and Benefits	71,700	73,490	43,723
Professional/Contractual Services	240,415	350,774	224,804
Utilities	3,950	3,895	3,744
Maintenance, Materials and Supplies	21,400	22,520	25,558
Grants and Contributions - Operating	240,000	105,211	145,720
Amortization	27,500	27,182	27,182
Landfill closure and post-closure costs (recovery)	50,000	52,565	(4,188)
Total Expenses	654,965	635,637	466,543
OPERATING SURPLUS (DEFICIT)	238,535	253,852	319,935

City of Melville
Schedule of Transit Utility
As at December 31, 2020

Schedule 15

	2020 Budget	2020	2019
REVENUE			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Individual Fares	55,000	15,098	51,226
- Taxi Voucher Fares	8,000	3,369	8,182
Total Other Segmented Revenue	63,000	18,467	59,408
Conditional Grants			
- Provincial Transit Grant	3,200	1,400	4,283
Total Conditional Grants	3,200	1,400	4,283
Total Operating	66,200	19,867	63,691
Capital			
Conditional Grants			
- TAPD	-	55,000	-
Total Capital	-	55,000	-
Total Operating and Capital Revenue	66,200	74,867	63,691
EXPENSES			
Wages and Benefits	15,750	14,002	6,520
Professional/Contractual Services	71,300	57,374	70,573
Utilities	380	336	366
Maintenance, Materials and Supplies	14,100	5,498	11,567
Amortization	8,710	3,288	8,706
Total Expenses	110,240	80,498	97,732
OPERATING SURPLUS (DEFICIT)	(44,040)	(5,631)	(34,041)



2020 PUBLIC ACCOUNTS

Year Ended December 31, 2020

Letter of Transmittal

July 19, 2021

As required under *The Cities Act* Section 156(1) and Part II of *The Cities Regulations* the City is required to disclose detailed information not formally documented within the Audited Financial Statements. The attachments in this report have been prepared in accordance with these regulations and have been prepared using the same information as presented in the 2020 Audited Financial Statements. However, the opinion on the audited Financial Statements does not pertain to these accounts.

The following schedules have been attached to this report:

1. *2020 Third Party Expenditures*

This schedule lists total expenditures for the 2020 year that exceeded \$50,000 for third-party providers (individuals, corporations, and government entities). Expenditures are inclusive of PST and GST where applicable. Remittances to the Receiver General of Canada include only employer part of the remittance made.

2. *2020 Employee Remuneration*

This schedule includes all employees of the City of Melville, excluding City Council, where the remuneration was greater than \$50,000. Remuneration includes salaries, wages, overtime, vacation pay, and special pay. Other pay includes reimbursed costs including allowances and educational support. Reported title is the position of the employee as at December 31, 2020 or at date of termination.

3. *2020 City Council Remuneration*

This schedule lists the total remuneration and travel expenses for City Council members. Councillors are paid allowances when they travel on City business. Accommodations are reimbursed at actual costs, and mileage and meals are reimbursed at the Saskatchewan PSC rates.

4. *2020 Grant Allocations*

This schedule lists any grants that were greater than \$50,000 paid out to an individual, corporation, or government entity.

Schedule 1 – 2020 Third Party Expenditures

Expenditures over \$50,000		
Supplier	Description	Amount
Agriterra Equipment	Tractor	189,678
Airmaster Sales Ltd.	Traffic and Other Signs	82,795
ASL Paving Ltd.	3rd Avenue Water, Sewer, and Paving	1,036,633
Associated Engineering Ltd.	Engineering Services - 2021 Infrastructure Projects	83,801
Better Call Cleaning Service Inc.	Landfill Operation and Waste Collection	174,718
Central Square Canada	Accounting Software Fees and Training Services	53,047
Clifton Associates	Landfill Expansion Project	182,185
Colliers Project Leaders	Pool Project Management Fees	65,323
Crestline Coach Ltd.	Transit Van Purchase	88,920
Fedorowich Construction Co. Ltd.	Paving Projects	650,566
Fer-Marc Equipment Ltd.	Vactor Truck and Supplies	576,421
Fort Garry Fire Trucks Ltd.	Fire Truck	58,958
Joe Johnson Equipment	Trackless	197,839
Kondel, Darlene	Transit Van Operation	51,870
McGill's Industrial Services	Sewer Relining	125,948
McNair Business Development Inc.	Business Advisory Services	76,650
Melville Agencies	Insurance and Registration	153,458
Melville Chevrolet Buick GMC	Trucks	135,589
Minister of Justice	Policing Contract	355,192
MLT Aikins	Legal Fees	98,182
Municipal Employees Pension Plan	Pension Plan for City of Melville Employees	212,956
N&R Concrete	Gravel, Sand, and Concrete Supplies	97,109
OK Tire	Vehicle and Equipment Repairs	53,004
Ottenbreit Sanitation Services Ltd.	Waste and Recycling Collection	132,850
Park N Play Design Co	Kinsmen Park Playground Equipment	137,451
Parkland Regional Library	Municipal Levy	77,142
Prairie Co-operative Limited	Supplies and Fuel	132,631
Rail City Industries Inc.	Environmental Levy	105,735
Receiver General of Canada	Payroll Remittances	152,276
Saskatchewan Assessment Management Agency	Assessment Services	66,251
Saskatchewan Urban Municipalities Association	Employee Group Benefits and Office Supplies	162,085
SaskEnergy	Energy Bills	121,476
SaskPower Billing Services	Power Bills	518,869
SaskWater	Water Treatment Plant Operation and Maintenance	2,441,504
Stevenson Industrial Refrigeration Ltd.	Compressor Repairs	65,765

The Canadian Corps of Commissionaires	Bylaw Services	73,696
Top Shot Concrete Inc.	Sewer Relining	58,941
WBM Technologies Inc.	IT Services and Equipment Rentals	112,882

Schedule 2 – 2020 Employee Remuneration

Remuneration of Employees over \$50,000			
Employee	Title	Remuneration (\$)	Other (\$)
Bender, Cory	Parks and Recreation Chief Lead Hand	51,865	150
Breland, Dylan	Public Works Operator	54,607	150
Bruce, Christopher	Director of Community Services	103,139	150
Dubreuil, Jason	Public Works Operator	64,014	279
Fahlman, Andrew	Director of Public Works & Planning Services	102,877	325
Fairbarn, Jeremy	Public Works Manager	78,169	129
Huber, Joel	Public Works Operator	51,944	150
Izzard, Josh	Water Meter Reader	51,841	-
Kraft, Dwayne	Public Works Chief Lead Hand	75,816	458
McCullough, Ron	City Manager	118,771	188
Mogenson, Tyrone	Protective Services & Projects Manager	73,448	-
Pryhitka, Sheldon	Public Works Operator	73,724	150
Renkas, Kristin	Recreation and Programming Manager	78,218	-
Stewart, Tyler	Public Works Operator	64,126	200
Stein, Jeniffer	Communications, Community Development & Events Manager	67,191	385
Swanson, Lynsey	Director of Finance	104,482	-
Ulmer, Audrey	Legislative Services Manager/City Clerk	77,174	276
Van Zyl, Yvette	Project Coordinator	54,000	200
Walker, Matthew	Parks and Recreation Operator	51,627	132
Weber, Kim	Controller	78,169	-
Williams, Trevor	Public Works Operator	51,152	101
Zulyniak, Michael	Public Works Operator	54,937	150

Schedule 3 – 2020 City Council Remuneration

Position	Name	Remuneration	Reimbursed Costs	Travel Expenses	Total
Mayor	Walter Streelasky	18,285	119	1,274	19,678
Councillor	Johan Van Zyl	8,958	135	1,169	10,262
Councillor	Vince Thiessen	8,780	178	1,202	10,160
Councillor	Andrew Rondeau	8,735	170	919	9,824
Councillor	Ron Wilson	7,578	137	1,202	8,916
Councillor	Joe Kirwan	8,695	-	-	8,695
Councillor	Todd Brooks	8,435	-	-	8,435
Councillor	Lori Kraft	1,675	-	-	1,675
Total		71,140	738	5,766	77,644

Schedule 4 – 2020 Grants

Grants over \$50,000		
Category	Organization	Amount (\$)
Operating/Capital Grant	Melville Regional Park Authority	70,000

Note 1

Grants are separated into categories in order to disclose the nature of the grant or subsidy. Grants include all assistance paid by the City of Melville to the organization of \$50,000 or greater.

Operating/Capital Grants

Grants paid to organizations to assist them in their operations and/or capital projects.