

# **RURAL MUNICIPALITY OF ROSTHERN NO. 403**

**Auditor's Report**

**Financial Statements**

**December 31, 2022**

## MANAGEMENT'S RESPONSIBILITY

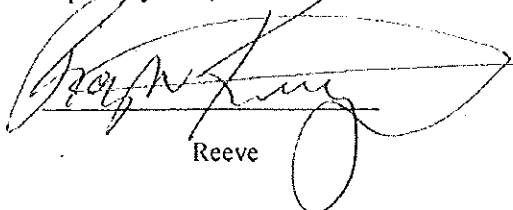
To the Ratepayers of  
Rural Municipality of Rosthern No. 403 :

Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. 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.

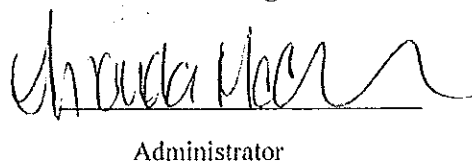
In discharging its responsibilities for the integrity and fair presentation of the financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately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

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

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



Reeve



Administrator

## INDEPENDENT AUDITOR'S REPORT

To the Reeve and Council of Rural Municipality of Rosthern No. 403

### *Report on the Financial Statements*

#### *Opinion*

We have audited the financial statements of Rural Municipality of Rosthern No. 403, which comprise the statement of financial position as at December 31, 2022 and the statements of financial activities, changes in net financial assets, and changes in financial position 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 as at December 31, 2022 and its financial performance and 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 Rural 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 opinion.

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

Management is responsible for the preparation and fair presentation of these 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 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 Rural Municipality's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and the use of the going concern basis of accounting unless management either intends to liquidate the Rural Municipality or cease operations, or has no realistic alternative but to do so.

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

#### *Auditor's Responsibility 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:

- 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 Rural 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 Rural 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 Rural 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.

Saskatoon, Saskatchewan  
August 8, 2023

  
Chartered Professional Accountants

**RURAL MUNICIPALITY OF ROSTHERN NO. 403****Statement 1****STATEMENT OF FINANCIAL POSITION**

**December 31, 2022**  
with comparative figures for 2021

	<b><u>2022</u></b>	<b><u>2021</u></b> <b>(Restated)</b> <b>(Note 13)</b>
<b><u>ASSETS</u></b>		
Financial assets:		
Cash and temporary investments (Note 2)	\$ 7,084,078	8,822,036
Taxes receivable - Municipal (Note 3)	160,217	199,282
Other accounts receivable (Note 4)	25,495	61,518
Assets held for sale (Note 5)	-	-
Long-term investments (Note 6)	2,152,456	-
Debt charges recoverable	-	-
Other	-	-
Total financial assets	9,422,246	9,082,836
<b><u>LIABILITIES</u></b>		
Bank indebtedness (Note 7)	-	-
Accounts payable	271,744	893,947
Accrued liabilities payable	-	-
Deposits	46,600	50,600
Deferred revenue	-	-
Accrued landfill costs (Note 8)	262,053	262,053
Liability for contaminated sites	-	-
Other liabilities	-	-
Long-term debt (Note 9)	-	-
Lease obligations	-	-
Total liabilities	580,397	1,206,600
<b>NET FINANCIAL ASSETS (DEBT)</b>	8,841,849	7,876,236
Non-financial assets:		
Tangible capital assets (Schedule 6, 7)	3,350,844	3,585,024
Prepaid and deferred charges	13,722	10,169
Stock and supplies	553,980	683,899
Total non-financial assets	3,918,546	4,279,092
Accumulated Surplus (Deficit) (Schedule 8)	\$ 12,760,395	12,155,328

**APPROVED ON BEHALF OF COUNCIL:**

\_\_\_\_\_ Reeve  
\_\_\_\_\_ Councillor

See accompanying notes to the financial statements.

# RURAL MUNICIPALITY OF ROSTHERN NO. 403

Statement 2

## STATEMENT OF FINANCIAL ACTIVITIES

Year ended December 31, 2022  
with comparative figures for 2021

		<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u> (Restated) (Note 13)
Revenues:				
Taxes and other unconditional revenue	(Schedule 1)	\$ 3,222,800	3,226,782	3,155,429
Fees and charges	(Schedule 4, 5)	227,600	185,308	191,822
Conditional grants	(Schedule 4, 5)	10,000	53,828	8,843
Tangible capital asset sales - gain (loss)	(Schedule 4, 5)	-	31,333	(108,800)
Land sales - gain (loss)	(Schedule 4, 5)	-	-	-
Investment income and commissions	(Schedule 4, 5)	20,400	139,998	50,030
Restructurings	(Schedule 4, 5)	-	-	-
Other revenues	(Schedule 4, 5)	-	-	-
Total Revenues		<u>3,480,800</u>	<u>3,637,249</u>	<u>3,297,324</u>
Expenditures:				
General government services	(Schedule 3)	430,200	411,460	377,007
Protective services	(Schedule 3)	272,400	239,258	261,824
Transportation services	(Schedule 3)	1,834,100	1,985,005	2,381,997
Environmental and public health services	(Schedule 3)	317,100	253,894	265,341
Planning and development services	(Schedule 3)	32,000	22,645	31,249
Recreation and cultural services	(Schedule 3)	251,500	190,990	129,306
Utility services	(Schedule 3)	-	-	-
Restructurings	(Schedule 3)	-	-	-
Total Expenditures		<u>3,137,300</u>	<u>3,103,252</u>	<u>3,446,724</u>
Surplus (deficit) of revenues over expenditures before other capital contributions		<u>343,500</u>	<u>533,997</u>	<u>(149,400)</u>
Provincial/Federal capital grants and contributions	(Schedule 4, 5)	<u>430,300</u>	<u>71,070</u>	<u>455,830</u>
Surplus (deficit) of revenues over expenditures		773,800	605,067	306,430
Accumulated surplus (deficit), beginning of year		<u>12,155,328</u>	<u>12,155,328</u>	<u>11,848,898</u>
Accumulated surplus (deficit), end of year		<u>\$ 12,929,128</u>	<u>12,760,395</u>	<u>12,155,328</u>

See accompanying notes to the financial statements.

# RURAL MUNICIPALITY OF ROSTHERN NO. 403

Statement 3

## STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

Year ended December 31, 2022  
with comparative figures for 2021

	<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u> (Restated) (Note 13)
<b>Surplus (deficit)</b>	\$ 773,800	605,067	306,430
(Acquisition) of tangible capital assets	(675,000)	(127,586)	(630,840)
Amortization of tangible capital assets	239,200	347,098	322,459
Proceeds on disposal of tangible capital assets	-	46,000	80,000
Loss (gain) on disposal of tangible capital assets	-	(31,333)	108,800
Transfer of assets/liabilities in restructuring transactions	-	-	-
<b>Surplus (deficit) of capital expenses over expenditures</b>	<u>(435,800)</u>	<u>234,179</u>	<u>(119,581)</u>
(Acquisition) of supplies inventories	-	(411,857)	(989,720)
(Acquisition) of prepaid expenses	-	(13,591)	(10,052)
Consumption of supplies inventories	-	541,779	583,310
Use of prepaid expenses	-	10,036	-
<b>Surplus (deficit) of expenses of other non-financial over expenditures</b>	<u>-</u>	<u>126,367</u>	<u>(416,462)</u>
<b>Increase (decrease) in Net Financial Assets</b>	338,000	965,613	(229,613)
<b>Net Financial Assets (Debt) - Beginning of the year</b>	<u>7,876,236</u>	<u>7,876,236</u>	<u>8,105,849</u>
<b>Net Financial Assets (Debt) - End of year</b>	\$ <u>8,214,236</u>	<u>8,841,849</u>	<u>7,876,236</u>

See accompanying notes to the financial statements.

# RURAL MUNICIPALITY OF ROSTHERN NO. 403

Statement 4

## STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 2022  
with comparative figures for 2021

	<u>2022</u>	<u>2021</u> (Restated) (Note 13)
<b>Cash provided by (used in) the following activities:</b>		
Operating:		
Surplus (deficit)	\$ 605,067	306,430
Amortization	347,098	322,459
Loss (gain) on disposal of tangible capital assets	<u>(31,333)</u>	<u>108,800</u>
	920,832	737,689
Change in assets/liabilities		
Taxes receivable - Municipal	39,066	24,986
Other accounts receivable	36,023	(10,617)
Assets held for sale	-	-
Other financial assets	-	-
Accounts and accrued liabilities payable	(622,203)	732,182
Deposits	(4,000)	(1,000)
Deferred revenue	-	(25,575)
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Stock and supplies	129,920	(406,410)
Prepayments and deferred charges	(3,554)	(10,052)
Other	<u>-</u>	<u>-</u>
Net cash from operations	<u>496,084</u>	<u>1,041,203</u>
Capital:		
Cash used to acquire tangible capital assets	(127,586)	(630,840)
Proceeds on sale of tangible capital assets	46,000	80,000
Other capital	<u>-</u>	<u>-</u>
Net cash used for capital	<u>(81,586)</u>	<u>(550,840)</u>
Investing:		
Proceeds on disposal of investments	-	-
Acquisition in investment	<u>(2,152,456)</u>	<u>-</u>
Net cash used for investing	<u>(2,152,456)</u>	<u>-</u>
Financing activities:		
Debt charges recovered	-	-
Proceeds from debt issues	-	-
Debt repayment	-	-
Other financing	<u>-</u>	<u>-</u>
Net cash from financing	<u>-</u>	<u>-</u>
Increase (decrease) in cash resources	(1,737,958)	490,363
Cash and temporary investments, beginning of year	<u>8,822,036</u>	<u>8,331,673</u>
Cash and temporary investments, end of year (Note 2)	\$ <u>7,084,078</u>	<u>8,822,036</u>

See accompanying notes to the financial statements.



# RURAL MUNICIPALITY OF ROSTHERN NO. 403

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

### 1. SIGNIFICANT ACCOUNTING POLICIES

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

#### (a) **Basis of Accounting**

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

#### (b) **Reporting Entity**

The financial statements consolidate the assets, liabilities and flow of resources of the Municipality. The entity is comprised of all organizations owned or controlled by the Municipality and are, therefore, accountable to the Council for the administration of their financial affairs and resources.

#### **Partnerships**

A partnership represents a contractual arrangement between the municipality and a party or parties outside the reporting entity. The partners have significant, clearly defined common goals, make a financial investment in the partnership, share control of decision making, and share, on an equitable basis, the significant risks and benefits associated with the operations of the partnership.

#### (c) **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 the relevant legislation. The amounts collected are disclosed in Note 3.

#### (d) **Government Transfers**

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

- a) the transfer is authorized;
- b) eligibility criteria have been met by the recipient; and
- c) a reasonable estimate of the amount can be made

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

#### (e) **Other (Non-Government Transfer) Contributions**

Unrestricted contributions are recognized as revenue in the year received or in the year the funds are committed to the municipality if the amount can be reasonably estimated and collection is reasonably assured. Externally restricted contributions are deferred until the resources are used for the purpose specified, at which time the contributions are recognized as revenue. In-kind contributions are recorded at their fair value when they are received.

#### (f) **Deferred Revenue - Fees and Charges**

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

#### (g) **Local Improvement Charges**

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

# RURAL MUNICIPALITY OF ROSTHERN NO. 403

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

### 1. SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (h) Net-Financial Assets

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

#### (i) Non-Financial Assets

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

#### (j) Appropriated Reserves

Reserves are established at the discretion of Council to designate surplus for future operating and capital transactions. Amounts designated are described on Schedule 8.

#### (k) Property Tax Revenue

Property tax revenue is based on assessments determined in accordance with Saskatchewan Legislation and the formulas, principles, and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually by Council following the guidance of the Government of Saskatchewan. Tax revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred. Requisitions operate as a flow through and are excluded from municipal revenue.

#### (l) Investments

Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment.

Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment.

#### (m) Inventories

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

# RURAL MUNICIPALITY OF ROSTHERN NO. 403

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

### 1. SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (n) **Tangible Capital Assets**

All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Initial costs for tangible capital assets that were acquired and developed prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant inflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of the contribution. The tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The costs 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>
<i>General Assets</i>	
Land	Indefinite
Land improvements	10 to 50 years
Buildings	25 to 50 years
Vehicles and equipment	
Vehicles	5 to 25 years
Machinery & Equipment	5 to 25 years
<i>Infrastructure Assets</i>	
Infrastructure assets	30 to 75 Years
Water and sewer	30 to 75 Years
Road network assets	30 to 75 Years

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

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

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

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

#### (o) **Landfill liability**

The Rural Municipality of Rosthern No. 403 maintains a waste disposal site. The accrual for the landfill liability is listed in Note 8.

# RURAL MUNICIPALITY OF ROSTHERN NO. 403

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

### 1. SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (p) **Liability for contaminated sites**

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

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

The Municipality does not have any contaminated sites.

#### (q) **Employee benefit plans**

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

#### (r) **Measurement Uncertainty**

The preparation of the financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts 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 period in which they become known.

#### (s) **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 borrowing.

These segments (functions) are as follows:

General Government: The general government segment provides for the administration of the Municipality.

Protective Services: Protective services is comprised of expenses for Police and Fire protection.

# RURAL MUNICIPALITY OF ROSTHERN NO. 403

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

### 1. SIGNIFICANT ACCOUNTING POLICIES (continued)

Transportation Services: The transportation services segment 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: 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: The planning and development segment provides for neighbourhood development and sustainability.

Recreation and Culture: The recreation and culture segment provides for community services through the provision of recreation and leisure services.

Utility Services: The utility services segment provides for the delivery of water, collecting and treating of wastewater and providing collection and disposal of solid waste.

#### (t) **Assets held for sale**

The municipality is committed to selling the asset, the asset is in a condition to be sold, the asset is publicly seen to be for sale, there is an active market for the asset, there is a plan in place for selling the asset, and the sale is reasonable anticipated to be completed within one year of the financial statement date.

### 2. CASH AND TEMPORARY INVESTMENTS

	<u>2022</u>	<u>2021</u>
Cash	\$ 6,290,683	8,038,804
Temporary investments	<u>793,395</u>	<u>783,232</u>
	<u>\$ 7,084,078</u>	<u>8,822,036</u>

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

# RURAL MUNICIPALITY OF ROSTHERN NO. 403

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

### 3. TAXES AND GRANTS IN LIEU RECEIVABLE

	<u>2022</u>	<u>2021</u>
Municipal: - Current	\$ 140,973	121,624
- Arrears	<u>19,244</u>	<u>77,658</u>
	160,217	199,282
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Total municipal taxes receivable	<u>160,217</u>	<u>199,282</u>
School: - Current	59,033	49,811
- Arrears	<u>6,775</u>	<u>33,312</u>
Total school taxes receivable	<u>65,808</u>	<u>83,123</u>
Other: - Current	-	669
- Arrears	<u>-</u>	<u>-</u>
Total other collections receivable	<u>-</u>	<u>669</u>
Total taxes and grants in lieu receivable	226,025	283,074
Deduct taxes receivable to be collected on behalf of other organizations	<u>(65,807)</u>	<u>(83,792)</u>
Total taxes receivable - Municipal	\$ <u>160,217</u>	<u>199,282</u>

### 4. OTHER ACCOUNTS RECEIVABLE

	<u>2022</u>	<u>2021</u>
Federal government	\$ 14,584	52,209
Provincial government	-	-
Local government	-	-
Utility	-	-
Trade	10,911	9,309
Other	<u>-</u>	<u>-</u>
Total other accounts receivable	25,495	61,518
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Net other accounts receivable	\$ <u>25,495</u>	<u>61,518</u>

# RURAL MUNICIPALITY OF ROSTHERN NO. 403

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

### 5. ASSETS HELD FOR SALE

	<u>2022</u>	<u>2021</u>
Tax title property	\$ 324	324
Less: - allowance for market value adjustment	<u>(324)</u>	<u>(324)</u>
Net tax title Property	<u>-</u>	<u>-</u>
Other land	<u>-</u>	<u>-</u>
Less: - allowance for market value adjustment	<u>-</u>	<u>-</u>
Net other land	<u>-</u>	<u>-</u>
Total land for resale	<u>\$ -</u>	<u>-</u>

### 6. LONG-TERM INVESTMENTS

	<u>2022</u>	<u>2021</u>
2 Year GIC, interest at 1.80%, matures in 2024	\$ <u>2,152,456</u>	<u>-</u>
Total long term investments	<u>\$ 2,152,456</u>	<u>-</u>

### 7. BANK INDEBTEDNESS

#### Credit Arrangements

At December 31, 2022, the Municipality had a line of credit totaling \$300,000, none of which was drawn.

### 8. ACCRUED LANDFILL COSTS

	<u>2022</u>	<u>2021</u>
Accrued landfill costs	\$ <u>262,053</u>	<u>262,053</u>

In 2022 the Municipality has accrued an overall liability for environmental matters. The Municipality had an environmental study completed which estimated the asset retirement obligation of a portion of the landfill to be \$861,371. The Municipality has applied for funding to offset the remainder of the cost of the landfill closure, and expects to receive this in full. By their nature, these estimates are subject to measurement uncertainty and the effect on the financial statements of changes in such estimates in future periods could be significant.

### 9. LONG-TERM DEBT

The authorized debt limit for the Municipality is \$2,637,565. The authorized debt limit for a Municipality is the total amount of the Municipality's own source revenues for the preceding year (the *Municipalities Act* section 161(1)). The incremental debt above the debt limit authorized in the *Municipalities Act* is approved by the Saskatchewan Municipal Board.

# RURAL MUNICIPALITY OF ROSTHERN NO. 403

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

### **10. PENSION PLAN**

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality pension expense in 2022 was \$44,851 (2021 - \$41,212). The benefits accrued to the municipality's employees from MEPP are calculated using the following: pensionable years of service, highest average salary, and the plan accrual rate.

Total current service contributions by the municipality to MEPP in 2022 were \$44,851 (2021 - \$41,212). Total current service contributions by the employees of the municipality to MEPP in 2022 were \$44,851 (2021 - \$41,212).

Based on the latest information available (December 31, 2022 Audited Financial Statements) the Municipal Employees Pension Plan had a surplus in the net assets available for benefits of \$1,021,301,000. This is based on the most recent actuarial valuation, completed December 31, 2021. The Rural Municipality's portion of this is not readily determinable.



# RURAL MUNICIPALITY OF ROSTHERN NO. 403

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

### 11. RECENT ACCOUNTING PRONOUNCEMENTS

A number of new and amended standards have been issued that may impact the Rural Municipality:

#### **Standards Effective On Or After April 1, 2022:**

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

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

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

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

**PS 3280 Asset Retirement Obligations** is 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.

#### **Standards Effective On Or After April 1, 2023:**

**PS 3400 Revenue** is 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 Rural Municipality continues to assess the impacts of the above accounting standards. The extent of impact resulting from the adoption of these standards is not known at this time.

# RURAL MUNICIPALITY OF ROSTHERN NO. 403

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

### 12. BUDGET

The Financial Plan (Budget) adopted by Council on June 7, 2022, was not prepared on a basis consistent with that used to report actual results. The budget was prepared on a modified accrual basis while Public Sector Accounting Standards require a full accrual basis. The budget expensed all tangible capital expenditures rather than including amortization expense, and includes transfers to and from reserves in the computation of net surplus. As a result, the budget figures presented in the statements of operations and change in net financial assets include the following adjustments:

	<u>2022</u>
Budget net surplus	\$ -
Add: Transfers from reserves	(251,200)
Less: Investment in tangible capital assets	675,000
Transfer to reserves	<u>350,000</u>
Budget surplus per statement of operations	\$ <u>773,800</u>

### 13. CORRECTION OF AN ERROR

During the current year, it was determined that accumulated amortization had been understated in the 2020 and 2021 financial statements. This error has been corrected and the 2021 comparative figures have been restated.

2021 accumulated amortization has increased by \$184,818, expenses have increased by \$92,409, accumulated surplus has decreased by \$184,818, and surplus (deficit) of revenue over expenditures has decreased by \$92,409.

## RURAL MUNICIPALITY OF ROSTHERN NO. 403

## SCHEDULE OF TAXES AND OTHER UNCONDITIONAL REVENUES

Year ended December 31, 2022  
with comparative figures for 2021

	<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u>
<b>TAXES</b>			
General municipal tax levy	\$ 2,704,800	2,693,508	2,618,165
Abatements and adjustments	-	-	7
Discount on current year taxes	<u>(100,000)</u>	<u>(101,363)</u>	<u>(99,051)</u>
<b>Net municipal taxes</b>	2,604,800	2,592,145	2,519,121
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	-	9,332	15,400
Special tax levy	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Taxes</b>	<u>2,604,800</u>	<u>2,601,477</u>	<u>2,534,521</u>
<b>UNCONDITIONAL GRANTS</b>			
Revenue sharing	580,200	580,524	581,109
Organized Hamlet	23,200	30,174	25,192
Other	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Unconditional Grants</b>	<u>603,400</u>	<u>610,698</u>	<u>606,301</u>
<b>GRANTS IN LIEU OF TAXES</b>			
Federal	9,600	9,588	9,588
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	-	-	-
Central Services	-	-	-
Sasktel	-	-	-
Other	5,000	5,019	5,019
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other	-	-	-
Other Government Transfers			
S.P.C. Surcharge	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Grants in Lieu of Taxes</b>	<u>14,600</u>	<u>14,607</u>	<u>14,607</u>
<b>TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE</b>	<u>\$ 3,222,800</u>	<u>3,226,782</u>	<u>3,155,429</u>

See accompanying notes to the financial statements.

## RURAL MUNICIPALITY OF ROSTHERN NO. 403

## SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2022  
with comparative figures for 2021

	<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u>
<b>GENERAL GOVERNMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ 57,000	48,701	56,230
Sales of supplies	10,000	1,261	9,273
Other (Municipal reserve collection, insurance proceeds, and other)	64,800	52,888	28,200
Total Fees and Charges	131,800	102,850	93,703
Tangible capital asset sales - gain (loss)	-	-	-
Land sales - gain (loss)	-	-	-
Investment income and commissions	20,400	139,998	50,030
Other	-	-	-
Total other segmented revenue	152,200	242,848	143,733
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	<u>152,200</u>	<u>242,848</u>	<u>143,733</u>
<b>Capital</b>			
Conditional Grants			
Canada Community Building Fund	280,300	71,070	280,255
Provincial Disaster Assistance	-	-	-
Other	-	-	-
<b>Total Capital</b>	<u>280,300</u>	<u>71,070</u>	<u>280,255</u>
<b>Restructuring Revenue</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total General Government Services</b>	<u>432,500</u>	<u>313,918</u>	<u>423,988</u>
<b>PROTECTIVE SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Fire fees	26,000	14,591	42,190
Total Fees and Charges	26,000	14,591	42,190
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	26,000	14,591	42,190
Conditional Grants			
Student employment	-	-	-
Local government	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	<u>26,000</u>	<u>14,591</u>	<u>42,190</u>
<b>Capital</b>			
Conditional Grants			
Canada Community-Building Fund	-	-	-
Provincial Disaster Assistance	-	-	-
Local government	-	-	-
Other	-	-	-
<b>Total Capital</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Restructuring Revenue</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Protective Services</b>	<u>26,000</u>	<u>14,591</u>	<u>42,190</u>

See accompanying notes to the financial statements.

## RURAL MUNICIPALITY OF ROSTHERN NO. 403

## SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2022  
with comparative figures for 2021

	<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u>
<b>TRANSPORTATION SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ 9,200	9,585	9,055
Sales of supplies	-	-	-
Road Maintenance and Restoration Agreements	16,000	22,712	15,931
Other (Permits)	14,000	11,550	14,400
Total Fees and Charges	39,200	43,847	39,386
Tangible capital asset sales - gain (loss)	-	31,333	(108,800)
Other	-	-	-
Total other segmented revenue	39,200	75,180	(69,414)
Conditional Grants			
Federal- Primary Weight Corridor	-	-	-
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	39,200	75,180	(69,414)
<b>Capital</b>			
Conditional Grants			
Canada Community-Building Fund	-	-	-
MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
Provincial Disaster Assistance	-	-	-
Other (Municipal Economic Enhancement Program)	150,000	-	175,575
Total Capital	150,000	-	175,575
<b>Restructuring Revenue</b>	-	-	-
<b>Total Transportation Services</b>	189,200	75,180	106,161
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Waste and Disposal Fees	-	-	-
Other	-	-	-
Total Fees and Charges	-	-	-
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	-	-	-
Conditional Grants			
Student employment	-	-	-
TAPD	-	-	-
Local government	-	-	-
Other (Pest Control)	10,000	4,794	8,843
Total Conditional Grants	10,000	4,794	8,843
<b>Total Operating</b>	10,000	4,794	8,843
<b>Capital</b>			
Conditional Grants			
Canada Community-Building Fund	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
<b>Restructuring Revenue</b>	-	-	-
<b>Total Environmental and Public Health Services Services</b>	10,000	4,794	8,843

See accompanying notes to the financial statements.

## RURAL MUNICIPALITY OF ROSTHERN NO. 403

## SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2022  
with comparative figures for 2021

	<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u>
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
Operating			
Other Segmented Revenue			
Fees and Charges			
Maintenance and Development Charges	\$ -	-	-
Other	-	-	-
Total Fees and Charges	-	-	-
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	-	-	-
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	-	-	-
Capital			
Conditional Grants			
Canada Community-Building Fund	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
<b>Total Capital</b>	-	-	-
<b>Restructuring Revenue</b>	-	-	-
<b>Total Planning and Development Services</b>	-	-	-
<b>RECREATION AND CULTURAL SERVICES</b>			
Operating			
Other Segmented Revenue			
Fees and Charges			
Sales of supplies	2,600	(2,598)	2,598
Other	-	-	-
Total Fees and Charges	2,600	(2,598)	2,598
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	2,600	(2,598)	2,598
Conditional Grants			
Student Employment	-	-	-
Local government	-	-	-
Donations	-	49,034	-
Other	-	-	-
Total Conditional Grants	-	49,034	-
<b>Total Operating</b>	2,600	46,436	2,598
Capital			
Conditional Grants			
Canada Community-Building Fund	-	-	-
Local government	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
<b>Total Capital</b>	-	-	-
<b>Restructuring Revenue</b>	-	-	-
<b>Total Recreation and Cultural Services</b>	2,600	46,436	2,598

See accompanying notes to the financial statements.

## RURAL MUNICIPALITY OF ROSTHERN NO. 403

## SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2022  
with comparative figures for 2021

	<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u>
<b>UTILITY SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Water	\$ -	-	-
Sewer	-	-	-
Other (Sask Valley Rural Water Utility admin fees)	28,000	26,618	13,945
Total Fees and Charges	28,000	26,618	13,945
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	28,000	26,618	13,945
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	<u>28,000</u>	<u>26,618</u>	<u>13,945</u>
<b>Capital</b>			
Conditional Grants			
Canada Community-Building Fund	-	-	-
New Building Canada Fund (SCF, NRP)	-	-	-
Clean Water and Wastewater Fund	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
<b>Total Capital</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Restructuring Revenue</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Utility Services</b>	<u>28,000</u>	<u>26,618</u>	<u>13,945</u>
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<u>\$ 688,300</u>	<u>481,537</u>	<u>597,725</u>
 <b>SUMMARY</b>			
Total Other Segmented Revenue	\$ 248,000	356,639	133,052
Total Conditional Grants	10,000	53,828	8,843
Total Capital Grants and Contributions	430,300	71,070	455,830
Restructuring Revenue	-	-	-
<b>TOTAL REVENUE BY FUNCTION</b>	<u>\$ 688,300</u>	<u>481,537</u>	<u>597,725</u>

See accompanying notes to the financial statements.

## RURAL MUNICIPALITY OF ROSTHERN NO. 403

## TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2022  
with comparative figures for 2021

	<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u> <u>(Restated)</u> <u>(Note 13)</u>
<b>GENERAL GOVERNMENT SERVICES</b>			
Council remuneration and travel	\$ 57,300	57,585	54,199
Wages and benefits	160,100	178,615	140,361
Professional/Contractual services	136,100	115,073	134,903
Utilities	9,200	7,906	8,290
Maintenance, materials, and supplies	53,500	40,185	29,375
Grants and contributions -operating	-	-	-
-capital	-	-	-
Amortization	3,000	3,002	3,000
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other (Meals and elections)	-	-	-
	<u>11,000</u>	<u>9,094</u>	<u>6,879</u>
General Government Services	<u>430,200</u>	<u>411,460</u>	<u>377,007</u>
Restructuring	-	-	-
Total General Government Services	<u>430,200</u>	<u>411,460</u>	<u>377,007</u>
<b>PROTECTIVE SERVICES</b>			
<b>Police protection</b>			
Wages and benefits	-	-	-
Professional/Contractual services	178,900	175,511	166,755
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions -operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
<b>Fire protection</b>			
Wages and benefits	-	-	-
Professional/Contractual services	93,500	63,477	87,378
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions -operating	-	-	-
-capital	-	-	-
Amortization	-	270	7,691
Interest	-	-	-
Other	-	-	-
Protective Services	<u>272,400</u>	<u>239,258</u>	<u>261,824</u>
Restructuring	-	-	-
Total Protective Services	<u>272,400</u>	<u>239,258</u>	<u>261,824</u>
<b>TRANSPORTATION SERVICES</b>			
Wages and benefits	466,100	435,786	436,001
Professional/Contractual services	7,500	22,421	6,924
Utilities	22,600	24,566	17,830
Maintenance, materials, and supplies	852,300	540,480	991,953
Gravel	250,000	707,629	710,501
Grants and contributions -operating	-	-	-
-capital	-	-	-
Amortization	235,600	250,846	218,788
Interest	-	-	-
Allowance for uncollectibles	-	3,277	-
Other	-	-	-
Transportation Services	<u>1,834,100</u>	<u>1,985,005</u>	<u>2,381,997</u>
Restructuring	-	-	-
Total Transportation Services	<u>1,834,100</u>	<u>1,985,005</u>	<u>2,381,997</u>

See accompanying notes to the financial statements.



## RURAL MUNICIPALITY OF ROSTHERN NO. 403

## TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2022  
with comparative figures for 2021

	<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u> (Restated) (Note 13)
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
Wages and benefits	60,300	32,331	36,270
Professional/Contractual services	111,000	116,108	110,879
Utilities	10,700	10,492	9,387
Maintenance, materials, and supplies	9,500	1,983	15,825
Grants and contributions			
-operating			
Waste disposal	-	-	-
Public health	125,000	-	-
-capital			
Waste disposal	-	-	-
Public health	-	-	-
Amortization	600	92,980	92,980
Interest	-	-	-
Other	-	-	-
<b>Environmental and Public Health Services</b>	<u>317,100</u>	<u>253,894</u>	<u>265,341</u>
<b>Restructuring</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Environmental and Public Health Services</b>	<u>317,100</u>	<u>253,894</u>	<u>265,341</u>
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
Wages and benefits	-	-	-
Professional/Contractual services	32,000	22,645	31,249
Grants and contributions			
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
<b>Planning and Development Services</b>	<u>32,000</u>	<u>22,645</u>	<u>31,249</u>
<b>Restructuring</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Planning and Development Services</b>	<u>32,000</u>	<u>22,645</u>	<u>31,249</u>
<b>RECREATION AND CULTURAL SERVICES</b>			
Wages and benefits	-	-	-
Professional/Contractual services	-	-	-
Utilities	-	-	-
Maintenance, materials, and supplies	122,400	76,834	46,511
Grants and contributions			
-operating	129,100	114,156	82,795
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	-	-
<b>Recreation and Cultural Services</b>	<u>251,500</u>	<u>190,990</u>	<u>129,306</u>
<b>Restructuring</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Recreation and Cultural Services</b>	<u>251,500</u>	<u>190,990</u>	<u>129,306</u>

See accompanying notes to the financial statements.

## RURAL MUNICIPALITY OF ROSTHERN NO. 403

## TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2022  
with comparative figures for 2021

	<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u> (Restated) (Note 13)
<b>UTILITY SERVICES</b>			
Wages and benefits	-	-	-
Professional/Contractual services	-	-	-
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	-	-
Utility Services	-	-	-
Restructuring	-	-	-
Total Utility Services	-	-	-
 <b>TOTAL EXPENDITURES BY FUNCTION</b>	 \$ <u>3,137,300</u>	 <u>3,103,252</u>	 <u>3,446,724</u>

See accompanying notes to the financial statements.

# RURAL MUNICIPALITY OF ROSTHERN NO. 403

## SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

**Schedule 4**

Year ended December 31, 2022

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and charges	\$ 102,850	14,591	43,847	-	-	(2,598)	26,618	185,308
Tangible capital asset sales - Gain (loss)	-	-	31,333	-	-	-	-	31,333
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Investment income and commissions	139,998	-	-	-	-	-	-	139,998
Other revenues	-	-	-	-	-	-	-	-
Grants - Conditional	-	-	-	-	-	-	-	-
Grants - Capital	71,070	-	-	4,794	-	49,034	-	53,828
Restructuring's	-	-	-	-	-	-	-	71,070
<b>Total revenues</b>	<u>313,918</u>	<u>14,591</u>	<u>75,180</u>	<u>4,794</u>	<u>-</u>	<u>46,436</u>	<u>26,618</u>	<u>481,537</u>
<b>Expenses (Schedule 3)</b>								
Wages & Benefits	236,200	-	435,786	32,331	-	-	-	704,317
Professional/Contractual Services	115,073	238,988	22,421	116,108	22,645	-	-	515,235
Utilities	7,906	-	24,566	10,492	-	-	-	42,964
Maintenance, materials and supplies	40,185	-	1,248,109	1,983	-	76,834	-	1,367,111
Grants and contributions	-	-	-	-	-	114,156	-	114,156
Amortization	3,002	270	250,846	92,980	-	-	-	347,098
Interest	-	-	-	-	-	-	-	-
Allowance for uncollectibles	-	-	-	-	-	-	-	-
Other	9,094	-	3,277	-	-	-	-	3,277
Restructuring's	-	-	-	-	-	-	-	9,094
<b>Total expenses</b>	<u>411,460</u>	<u>239,258</u>	<u>1,985,005</u>	<u>253,894</u>	<u>22,645</u>	<u>190,990</u>	<u>-</u>	<u>3,103,252</u>
<b>Surplus (deficit) by function</b>								
Taxation and other unconditional revenue (Schedule 1)	(97,542)	(224,667)	(1,909,825)	(249,100)	(22,645)	(144,554)	26,618	(2,621,715)
<b>Net Surplus (Deficit)</b>								<u>\$ 605,067</u>

See accompanying notes to the financial statements.

# RURAL MUNICIPALITY OF ROSTHERN NO. 403

## SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Schedule 5

Year ended December 31, 2021

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total (Restated) (Note 13)
<b>Revenues (Schedule 2)</b>								
Fees and charges	\$ 93,703	42,190	39,386	-	-	2,598	13,945	191,822
Tangible capital asset sales - Gain (loss)	-	-	(108,800)	-	-	-	-	(108,800)
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Investment income and commissions	50,030	-	-	-	-	-	-	50,030
Other revenues	-	-	-	-	-	-	-	-
Grants - Conditional	-	-	-	-	-	-	-	-
Grants - Capital	280,255	-	175,575	8,843	-	-	-	8,843
Restructuring's	-	-	-	-	-	-	-	455,830
<b>Total revenues</b>	<u>423,988</u>	<u>42,190</u>	<u>106,161</u>	<u>8,843</u>	<u>-</u>	<u>2,598</u>	<u>13,945</u>	<u>597,725</u>
<b>Expenses (Schedule 3)</b>								
Wages & Benefits	194,560	-	436,001	36,270	-	-	-	666,831
Professional/Contractual Services	134,903	254,133	6,924	110,879	31,249	-	-	538,088
Utilities	8,290	-	17,830	9,387	-	-	-	35,507
Maintenance, materials and supplies	29,375	-	1,702,454	15,825	-	46,511	-	1,794,165
Grants and contributions	-	-	-	-	-	82,795	-	82,795
Amortization	3,000	7,691	218,788	92,980	-	-	-	322,459
Interest	-	-	-	-	-	-	-	-
Allowance for uncollectibles	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Restructuring's	6,879	-	-	-	-	-	-	6,879
<b>Total expenses</b>	<u>377,007</u>	<u>261,824</u>	<u>2,381,997</u>	<u>265,341</u>	<u>31,249</u>	<u>129,306</u>	<u>-</u>	<u>3,446,724</u>
<b>Surplus (deficit) by function</b>								
Taxation and other unconditional revenue (Schedule 1)	46,981	(219,634)	(2,275,836)	(256,498)	(31,249)	(126,708)	13,945	(2,848,999)
<b>Net Surplus (Deficit)</b>								<u>3,155,429</u>
								<u>\$ 306,430</u>

See accompanying notes to the financial statements.

# RURAL MUNICIPALITY OF ROSTHERN NO. 403

## SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT

Year ended December 31, 2022  
with comparative figures for 2021

	2022						2021 (Restated) (Note 13)
	General Assets			Infrastructure Assets	General / Infrastructure Assets Under Construction	Total	
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets	Total
Asset cost							
Opening asset costs	\$ 91,064	490,593	270,920	456,188	2,511,795	4,859,215	8,679,775
Additions during the year	-	-	-	-	127,585	-	127,585
Disposals and write-downs during the year	-	-	-	-	(55,000)	-	(55,000)
Transfers (from) assets under construction	-	-	-	-	-	-	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-
Closing asset costs	91,064	490,593	270,920	456,188	2,584,380	4,859,215	8,752,360
Accumulated amortization cost							
Opening accumulated amortization costs	-	204,232	91,813	391,685	900,149	3,506,872	5,094,751
Add: Amortization taken	-	92,980	5,165	14,506	171,820	62,627	347,098
Less: Accumulated amortization on disposals	-	-	-	-	(40,333)	-	(40,333)
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-
Closing accumulated amortization costs	-	297,212	96,978	406,191	1,031,636	5	5,401,516
Net book value	\$ 91,064	193,381	173,942	49,997	1,552,744	4,859,210	3,350,844
							3,585,024

1. Total contributed/donated assets received in 2022: \$ -

2. List of assets recognized at nominal value in 2022 are:

-Infrastructure Assets

-Vehicles

-Machinery and Equipment

3. Amount of interest capitalized in 2022:

See accompanying notes to the financial statements.



## RURAL MUNICIPALITY OF ROSTHERN NO. 403

## SCHEDULE OF ACCUMULATED SURPLUS

Year ended December 31, 2022

	<u>2021</u>	<u>Changes</u>	<u>2022</u>
	(Restated)		
	(Note 13)		
<b>UNAPPROPRIATED SURPLUS</b>	\$ <u>6,233,530</u>	<u>170,502</u>	<u>6,404,032</u>
<b>APPROPRIATED RESERVES</b>			
Machinery and equipment	300,000	100,000	400,000
Public reserve	38,003	-	38,003
Capital trust	-	-	-
Utility	-	-	-
Other	<u>1,594,826</u>	<u>467,760</u>	<u>2,062,586</u>
<b>Total Appropriated</b>	<u>1,932,829</u>	<u>567,760</u>	<u>2,500,589</u>
<b>ORGANIZED HAMLETS</b>			
Hamlet of Blumenthal	193,172	26,363	219,535
Hamlet of Neuanlage	<u>210,773</u>	<u>74,622</u>	<u>285,395</u>
<b>Total Hamlets</b>	<u>403,945</u>	<u>100,985</u>	<u>504,930</u>
<b>NET INVESTMENT IN TANGIBLE CAPITAL ASSETS</b>			
Tangible capital assets (Schedule 6)	3,585,024	(234,180)	3,350,844
Less: Related debt	-	-	-
<b>Net Investment in Tangible Capital Assets</b>	<u>3,585,024</u>	<u>(234,180)</u>	<u>3,350,844</u>
<b>Total Accumulated Surplus</b>	\$ <u>12,155,328</u>	<u>605,067</u>	<u>12,760,395</u>

See accompanying notes to the financial statements.

# RURAL MUNICIPALITY OF ROSTHERN NO. 403

## SCHEDULE OF MILL RATES AND ASSESSMENTS

Year ended December 31, 2022

	PROPERTY CLASS					Potash Mine(s)	Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial		
Taxable Assessment	\$ 194,301,455	150,060,655	-	-	9,015,780	-	\$ 353,377,890
Regional Park Assessment							
Total Assessment							\$ 353,377,890
Mill Rate Factor(s)	1.0700	1.3800	1.0000	1.0000	2.0000		
Total Base/Minimum Tax (generated for each property class)	141,600	85,160	-	-	11,000		237,760
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 1,326,644	1,259,327	-	-	107,537		2,693,508

MILL RATES:	MILLS
Average Municipal*	7.622
Average School*	2.884
Potash Mill Rate	-
Uniform Municipal Mill Rate	5.700

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

See accompanying notes to the financial statements.



## RURAL MUNICIPALITY OF ROSTHERN NO. 403

## SCHEDULE OF COUNCIL REMUNERATION

Year ended December 31, 2022

Position	Name	<u>Remuneration</u>	<u>Reimbursed Costs</u>	<u>Total</u>
Reeve	Roger Kinzel	\$ 7,985	2,165	10,150
Councillor	Rick Pochipinski	5,964	1,329	7,293
Councillor	Peter Unger	5,443	909	6,352
Councillor	Glenn Braun	5,866	1,775	7,641
Councillor	Leo Perrin	3,988	544	4,532
Councillor	Chad Krikau	3,652	481	4,133
Councillor	Robert Baynton	3,078	370	3,448
Councillor	Tom Madden	4,603	731	5,334
Total		<u>\$ 40,579</u>	<u>8,304</u>	<u>48,883</u>

See accompanying notes to the financial statements.

## RURAL MUNICIPALITY OF ROSTHERN NO. 403

## SCHEDULE OF RESTRUCTURING

Year ended December 31, 2022

## Carrying Amount of Assets and Liabilities Transferred/Received at Restructuring Date

Cash and temporary investments	\$ -
Taxes Receivable - Municipal	-
Other accounts receivable	-
Assets held for sale	-
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	-
<b>Total Net Carrying Amount Received (Transferred)</b>	<b>\$ -</b>

See accompanying notes to the financial statements.