

RURAL MUNICIPALITY OF DUNDURN NO. 314

Auditor's Report

Financial Statements

December 31, 2022

MANAGEMENT'S RESPONSIBILITY

To the Ratepayers of
Rural Municipality of Dundurn No. 314 :

Management is responsible for the preparation and presentation of the accompanying summarized 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.

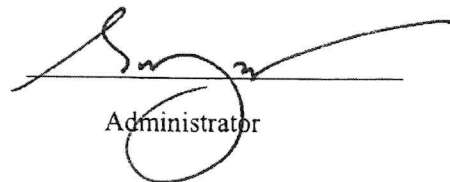
In discharging its responsibilities for the integrity and fair presentation of the financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately 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 Dundurn No. 314**

Report on the Financial Statements

Opinion

We have audited the financial statements of **Rural Municipality of Dundurn No. 314**, 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
June 6, 2023


Chartered Professional Accountants

RURAL MUNICIPALITY OF DUNDURN NO. 314

Statement 1

STATEMENT OF FINANCIAL POSITION

December 31, 2022
with comparative figures for 2021

	<u>2022</u>	<u>2021</u> Restated (Note 17)
<u>ASSETS</u>		
Financial assets:		
Cash and temporary investments (Note 2)	\$ 4,704,291	5,318,017
Taxes receivable - Municipal (Note 3)	334,835	377,633
Other accounts receivable (Note 4)	407,760	149,073
Assets held for sale (Note 5)	45,766	38,094
Long-term investments (Note 6)	35,529	62,694
Debt charges recoverable	-	-
Other	-	-
	<u>-</u>	<u>-</u>
Total financial assets	5,528,181	5,945,511
<u>LIABILITIES</u>		
Bank indebtedness (Note 7)	-	-
Accounts payable	567,492	413,084
Accrued liabilities payable	-	-
Deposits	10,000	-
Deferred revenue	-	-
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Long-term debt (Note 8)	160,000	-
Lease obligations (Note 9)	<u>391,343</u>	<u>663,493</u>
Total liabilities	<u>1,128,835</u>	<u>1,076,577</u>
NET FINANCIAL ASSETS (DEBT)	4,399,346	4,868,934
Non-financial assets:		
Tangible capital assets (Schedule 6, 7)	7,674,025	6,681,229
Prepaid and deferred charges	2,046	9,021
Stock and supplies	<u>213,752</u>	<u>336,380</u>
Total non-financial assets	<u>7,889,823</u>	<u>7,026,630</u>
Accumulated Surplus (Deficit) (Schedule 8)	\$ <u>12,289,169</u>	<u>11,895,564</u>
Contingent liabilities (Note 10)		

APPROVED ON BEHALF OF COUNCIL:

Reeve

Councillor

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314

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> <u>Restated</u> <u>(Note 17)</u>
Revenues:				
Taxes and other unconditional revenue	(Schedule 1)	\$ 2,687,360	2,621,725	2,641,281
Fees and charges	(Schedule 4, 5)	527,830	571,700	554,770
Conditional grants	(Schedule 4, 5)	19,270	17,811	20,123
Tangible capital asset sales - gain (loss)	(Schedule 4, 5)	180,320	7,621	(12,692)
Land sales - gain (loss)	(Schedule 4, 5)	150,000	12,740	26,472
Investment income and commissions	(Schedule 4, 5)	21,890	58,555	27,927
Restructurings	(Schedule 4, 5)	-	-	-
Other revenues	(Schedule 4, 5)	<u>1,000</u>	<u>560</u>	<u>4,308</u>
Total Revenues		3,587,670	3,290,712	3,262,189
Expenditures:				
General government services	(Schedule 3)	814,010	681,639	633,114
Protective services	(Schedule 3)	298,740	255,927	241,823
Transportation services	(Schedule 3)	1,337,100	1,764,005	1,333,601
Environmental and public health services	(Schedule 3)	54,100	62,807	48,601
Planning and development services	(Schedule 3)	62,440	69,945	50,968
Recreation and cultural services	(Schedule 3)	47,550	40,063	32,375
Utility services	(Schedule 3)	87,380	129,960	119,633
Restructurings	(Schedule 3)	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures		2,701,320	3,004,346	2,460,115
Surplus (deficit) of revenues over expenditures before other capital contributions		<u>886,350</u>	<u>286,366</u>	<u>802,074</u>
Provincial/Federal capital grants and contributions	(Schedule 4, 5)	<u>430,000</u>	<u>107,239</u>	<u>292,927</u>
Surplus (deficit) of revenues over expenditures		1,316,350	393,605	1,095,001
Accumulated surplus (deficit), beginning of year		<u>11,895,564</u>	<u>11,895,564</u>	<u>10,800,563</u>
Accumulated surplus (deficit), end of year		\$ <u>13,211,914</u>	<u>12,289,169</u>	<u>11,895,564</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314

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> <u>Restated</u> <u>(Note 17)</u>
Surplus (deficit)	\$ <u>1,316,350</u>	<u>393,605</u>	<u>1,095,001</u>
(Acquisition) of tangible capital assets	(1,744,000)	(1,577,822)	(318,087)
Amortization of tangible capital assets	-	412,647	444,795
Proceeds on disposal of tangible capital assets	-	180,000	168,004
Loss (gain) on disposal of tangible capital assets	(180,320)	(7,621)	12,692
Transfer of assets/liabilities in restructuring transactions	<u>-</u>	<u>-</u>	<u>-</u>
Surplus (deficit) of capital expenses over expenditures	<u>(1,924,320)</u>	<u>(992,796)</u>	<u>307,404</u>
(Acquisition) of supplies inventories	-	(213,752)	(336,380)
(Acquisition) of prepaid expenses	-	(2,045)	(9,020)
Consumption of supplies inventories	-	336,380	29,586
Use of prepaid expenses	<u>-</u>	<u>9,020</u>	<u>7,488</u>
Surplus (deficit) of expenses of other non-financial over expenditures	<u>(1,924,320)</u>	<u>129,603</u>	<u>(308,326)</u>
Increase (decrease) in Net Financial Assets	<u>(2,532,290)</u>	<u>(469,588)</u>	<u>1,094,079</u>
Net Financial Assets (Debt) - Beginning of the year	<u>4,868,934</u>	<u>4,868,934</u>	<u>3,774,855</u>
Net Financial Assets (Debt) - End of year	\$ <u><u>2,336,644</u></u>	<u><u>4,399,346</u></u>	<u><u>4,868,934</u></u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314

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 17)
Cash provided by (used in) the following activities:		
Operating:		
Surplus (deficit)	\$ 393,605	1,095,001
Amortization	412,647	444,797
Loss (gain) on disposal of tangible capital assets	<u>(7,621)</u>	<u>12,692</u>
	798,631	1,552,490
Change in assets/liabilities		
Taxes receivable - Municipal	42,799	73,287
Other accounts receivable	(258,686)	(26,243)
Assets held for sale	(7,672)	(33,644)
Other financial assets	-	-
Accounts and accrued liabilities payable	154,407	29,892
Deposits	10,000	-
Deferred revenue	-	-
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Stock and supplies	122,628	(306,794)
Prepayments and deferred charges	6,974	(1,532)
Other	<u>-</u>	<u>-</u>
Net cash from operations	<u>869,081</u>	<u>1,287,456</u>
Capital:		
Cash used to acquire tangible capital assets	(1,577,822)	(318,087)
Proceeds on sale of tangible capital assets	180,000	168,004
Other capital	<u>-</u>	<u>-</u>
Net cash used for capital	<u>(1,397,822)</u>	<u>(150,083)</u>
Investing:		
Proceeds on disposal of investments	27,165	(4,727)
Acquisition in investment	<u>-</u>	<u>-</u>
Net cash from (used for) investing	<u>27,165</u>	<u>(4,727)</u>
Financing activities:		
Proceeds from debt issues	160,000	-
Debt repayment	-	-
Lease obligations repaid	<u>(272,150)</u>	<u>(221,997)</u>
Net cash used for financing	<u>(112,150)</u>	<u>(221,997)</u>
Increase (decrease) in cash resources	(613,726)	910,649
Cash and temporary investments, beginning of year	<u>5,318,017</u>	<u>4,407,368</u>
Cash and temporary investments, end of year (Note 2)	<u>\$ 4,704,291</u>	<u>5,318,017</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314

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.

The Dundurn and Area Wastewater Utility is significantly influenced by the RM of Dundurn, and as such is consolidated and the financial operations and results are reflected in these statements.

The Dundurn and District Fire Commission is significantly influenced by the RM of Dundurn, and as such is consolidated and the financial operations and results are reflected in these statements.

These consolidated financial statements contain the following partnerships:

Partnership

Dundurn and Area Wastewater Utility (DAWWU) (consolidated 40.26%) (2021 - consolidated 40.26%) - (proportionate consolidation method)

Dundurn & District Fire Commission (DFD) (consolidated 61.81%) (2021 - consolidated 61.81%) - (proportionate consolidation method)

All inter-organizational transactions and balances have been eliminated.

(c) **Collection of funds for other authorities**

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

RURAL MUNICIPALITY OF DUNDURN NO. 314

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(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.

(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.

RURAL MUNICIPALITY OF DUNDURN NO. 314

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(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. The long-term investments in the Saskatchewan Association of Rural Municipalities - Self Insurance Fund are accounted for on the equity basis.

Investments in government partnerships are accounted for on the proportionate consolidation method.

(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.

(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	15 years
	Buildings	40 years
	Vehicles and equipment	
	Vehicles	10 years
	Machinery & Equipment	10 years
<i>Infrastructure Assets</i>		
	Infrastructure assets	15 to 40 years
	Water and sewer	45 to 75 years
	Road network assets	40 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.

RURAL MUNICIPALITY OF DUNDURN NO. 314

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

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) **Trust Funds**

Funds held in trust for others are neither included in the Municipality's assets or equity. They are disclosed in Note 14.

(p) **Employee benefit plans**

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

(q) **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.

(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 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.

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.

RURAL MUNICIPALITY OF DUNDURN NO. 314

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

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.

(s) **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> Restated (Note 17)
Cash	\$ 4,182,128	4,865,111
Temporary investments	592,108	522,244
Less: Trust held for Dundurn & District Fire Commission	<u>(69,945)</u>	<u>(69,338)</u>
	<u>\$ 4,704,291</u>	<u>5,318,017</u>

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 AND GRANTS IN LIEU RECEIVABLE

	<u>2022</u>	<u>2021</u>
Municipal: - Current	\$ 192,302	193,187
- Arrears	<u>142,533</u>	<u>184,446</u>
	334,835	377,633
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Total municipal taxes receivable	<u>334,835</u>	<u>377,633</u>
School: - Current	147,636	148,959
- Arrears	<u>69,438</u>	<u>123,941</u>
Total school taxes receivable	<u>217,074</u>	<u>272,900</u>
Other: - Current	(196)	816
- Arrears	<u>-</u>	<u>-</u>
Total other collections receivable	<u>(196)</u>	<u>816</u>
Total taxes and grants in lieu receivable	551,713	651,349
Deduct taxes receivable to be collected on behalf of other organizations	<u>(216,877)</u>	<u>(273,716)</u>
Total taxes receivable - Municipal	<u>\$ 334,835</u>	<u>377,633</u>

RURAL MUNICIPALITY OF DUNDURN NO. 314

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

4. OTHER ACCOUNTS RECEIVABLE

	<u>2022</u>	<u>2021</u> Restated (Note 17)
Federal government	\$ 55,276	19,648
Provincial government	112,924	-
Local government	-	-
Utility	-	-
Trade	58,535	109,075
Other (DAWWU)	723	1,407
Other (DFD)	20,302	50,087
Other (Brightwater)	<u>160,000</u>	<u>-</u>
Total other accounts receivable	407,760	180,217
Less: allowance for uncollectibles	<u>-</u>	<u>(31,144)</u>
Net other accounts receivable	<u>\$ 407,760</u>	<u>149,073</u>

5. ASSETS HELD FOR SALE

	<u>2022</u>	<u>2021</u>
Tax title property	\$ 77,802	44,830
Less: - allowance for market value adjustment	-	-
- due to other taxing authorities	<u>(32,036)</u>	<u>(6,736)</u>
Net tax title Property	<u>45,766</u>	<u>38,094</u>
Other land	-	-
Less: - allowance for market value adjustment	<u>-</u>	<u>-</u>
Net other land	<u>-</u>	<u>-</u>
Total land for resale	<u>\$ 45,766</u>	<u>38,094</u>

6. LONG-TERM INVESTMENTS

	<u>2022</u>	<u>2021</u>
Sask. Assoc. of Rural Municipalities - Self-insurance fund	<u>\$ 35,529</u>	<u>62,694</u>

7. BANK INDEBTEDNESS

Credit Arrangements

At December 31, 2022, the Municipality had a line of credit totaling \$450,000, none of which was drawn.

RURAL MUNICIPALITY OF DUNDURN NO. 314

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

8. LONG-TERM DEBT

The authorized debt limit for the Municipality is \$2,411,460. 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.

Loan debt:

	<u>2022</u>	<u>2021</u>
Debenture, repayable in annual payments of \$12,354; including interest at 4.55%; matures in 2042.	\$ <u>160,000</u>	<u>-</u>

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Total
2023	\$ 6,450	5,904	12,354	-
2024	5,367	6,987	12,354	-
2025	5,611	6,743	12,354	-
2026	5,867	6,487	12,354	-
2027	6,133	6,221	12,354	-
Thereafter	<u>130,572</u>	<u>51,526</u>	<u>182,098</u>	<u>-</u>
Balance	\$ <u>160,000</u>	<u>83,868</u>	<u>243,868</u>	<u>-</u>

9. LEASE OBLIGATIONS

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

2023	\$ 264,888
2024	24,469
2025	24,469
2026	24,469
2027	24,469
Thereafter	<u>48,939</u>
Total future minimum lease payments	411,703
Amounts representing interest at a weighted average rate of 4%	<u>(20,360)</u>
Capital lease liability	\$ <u>391,343</u>

10. CONTINGENT LIABILITIES

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

RURAL MUNICIPALITY OF DUNDURN NO. 314

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 DUNDURN NO. 314

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

12. INVESTMENT IN A GOVERNMENT PARTNERSHIP - DAWWU

The following summarizes the financial information of the government partnership in the Dundurn and Area Wastewater Utility (DAWWU). As at December 31, 2022, the Municipality had a proportionate share of 40.26% of the following:

Statement of Financial Position

	<u>2022</u>	<u>2021</u>
Cash	\$ 174,160	217,240
Accounts receivable	<u>1,793</u>	<u>3,493</u>
Total financial assets	175,953	220,733
Accounts payable and accrued liabilities	<u>6,456</u>	<u>8,870</u>
Net financial assets	<u>169,497</u>	<u>211,863</u>
Tangible capital assets	1,530,232	1,544,722
Prepaid	<u>3,983</u>	<u>3,614</u>
Accumulated surplus	<u>1,703,712</u>	<u>1,760,199</u>

Statement of Operations

Revenues	\$ <u>119,397</u>	<u>114,758</u>
Expenditures	114,691	59,325
Amortization of Tangible Capital Assets	61,193	85,513
Total expenditures	<u>175,884</u>	<u>144,838</u>
Current surplus (deficit)	<u>(56,487)</u>	<u>(30,080)</u>

RURAL MUNICIPALITY OF DUNDURN NO. 314

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

13. INVESTMENT IN A GOVERNMENT PARTNERSHIP - DFD

The following summarizes the financial information of the government partnership in the Dundurn and District Fire Commission (DFD). As at December 31, 2022, the Municipality had a proportionate share of 61.81% of the following:

Statement of Financial Position	2022	2021
Cash	\$ 166,471	89,762
Term investments	135,277	102,539
Accounts receivable	<u>32,847</u>	<u>81,035</u>
Total financial assets	334,595	273,336
Accounts payable and accrued liabilities	2,228	2,176
Lease obligations	<u>244,178</u>	<u>274,816</u>
Net financial assets	<u>88,189</u>	<u>(3,656)</u>
Tangible capital assets	688,525	729,258
Prepaid	<u>-</u>	<u>-</u>
Accumulated surplus	<u>776,714</u>	<u>725,602</u>

Statement of Operations

Revenues	\$ <u>235,527</u>	<u>229,086</u>
Expenditures	143,682	134,400
Amortization of Tangible Capital Assets	40,733	41,470
Total expenditures	<u>184,415</u>	<u>175,870</u>
Current surplus (deficit)	<u>51,112</u>	<u>53,216</u>

14. TRUSTS ADMINISTERED BY THE MUNICIPALITY

The municipality holds an amount in trust for the Dundurn & District Fire Commission that earns interest annually at 0.45%. The value at December 31, 2022 is \$69,945 (2021 - \$69,338).

15. BUDGET

The Financial Plan (Budget) adopted by Council on June 14, 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 included a transfer from reserve accounts as revenue. As a result, the budget figures presented in the statements of operations and change in net financial assets include the following adjustments:

	2022
Budget net deficit	\$ (27,650)
Add: Investment in tangible capital assets	1,744,000
Less: Transfer from reserves	<u>(400,000)</u>
Budget surplus per statement of operations	<u>\$ 1,316,350</u>

RURAL MUNICIPALITY OF DUNDURN NO. 314

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

16. 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 \$63,807 (2021 - \$43,230). The benefits accrued to the municipality's employees from MEPP are calculated using the following: contributions are 9% of salary with the Municipality matching all the employees' contributions to the plan.

Total current service contributions by the municipality to MEPP in 2022 were \$63,807 (2021 - \$43,230). Total current service contributions by the employees of the municipality to MEPP in 2022 were \$63,807 (2021 - \$43,230).

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.

17. CORRECTION OF AN ERROR

During the 2022 year, management determined that an investment in a government partnership had not been proportionately consolidated. The 2021 comparatives in the following accounts have been restated to correct this error.

	<u>Originally stated</u>	<u>Adjustment</u>	<u>Revised</u>
Cash and temporary investments	\$ 5,199,159	118,858	5,318,017
Taxes receivable	377,633	-	377,633
Other accounts receivable	98,986	50,087	149,073
Land for re-sale	38,094	-	38,094
Long term investments	<u>62,694</u>	<u>-</u>	<u>62,694</u>
Total financial assets	<u>5,776,566</u>	<u>168,945</u>	<u>5,945,511</u>
Accounts payable	411,741	1,343	413,084
Lease obligations	<u>493,632</u>	<u>169,861</u>	<u>663,493</u>
Total liabilities	<u>905,373</u>	<u>171,204</u>	<u>1,076,577</u>
NET FINANCIAL ASSETS (DEBT)	<u>4,871,194</u>	<u>340,151</u>	<u>4,868,934</u>
Tangible capital assets	6,230,480	450,749	6,681,229
Prepaid and deferred charges	9,021	-	9,021
Stock and supplies	336,380	-	336,380
Accumulated surplus (Deficit)	<u>11,447,075</u>	<u>790,900</u>	<u>11,895,564</u>
Total revenues	3,511,920	43,196	3,555,116
Total expenditures	<u>3,449,815</u>	<u>10,300</u>	<u>3,460,115</u>
Current surplus (deficit)	\$ 62,105	32,896	95,001

RURAL MUNICIPALITY OF DUNDURN NO. 314

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>
TAXES			
General municipal tax levy	\$ 2,016,000	2,015,998	1,968,495
Abatements and adjustments	(5,000)	(6,946)	(9,513)
Discount on current year taxes	<u>(85,000)</u>	<u>(83,282)</u>	<u>(82,715)</u>
Net municipal taxes	1,926,000	1,925,770	1,876,267
Potash tax share	177,000	177,063	182,869
Trailer license fees	-	-	-
Penalties on tax arrears	92,000	77,974	88,481
Special tax levy	-	-	-
Other	-	-	-
Total Taxes	<u>2,195,000</u>	<u>2,180,807</u>	<u>2,147,617</u>
UNCONDITIONAL GRANTS			
Revenue sharing	355,570	300,171	355,565
Organized Hamlet	-	-	-
Other	-	-	-
Total Unconditional Grants	<u>355,570</u>	<u>300,171</u>	<u>355,565</u>
GRANTS IN LIEU OF TAXES			
Federal	135,000	136,429	136,429
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	-	-	-
Provincial - Central Services	-	-	-
Sasktel	-	-	-
Other	1,790	4,318	1,670
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other	-	-	-
Other Government Transfers			
S.P.C. Surcharge	-	-	-
Other	-	-	-
Total Grants in Lieu of Taxes	<u>136,790</u>	<u>140,747</u>	<u>138,099</u>
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	<u>\$ 2,687,360</u>	<u>2,621,725</u>	<u>2,641,281</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314

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> <u>Restated</u> <u>(Note 17)</u>
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ 28,580	9,364	32,757
Sales of supplies	1,350	1,046	1,321
Other (rentals, permits, and licenses)	<u>55,530</u>	<u>42,410</u>	<u>53,371</u>
Total Fees and Charges	85,460	52,820	87,449
Tangible capital asset sales - gain (loss)	320	-	-
Land sales - gain (loss)	150,000	12,740	26,472
Investment income and commissions	21,890	58,555	27,927
Other	-	-	-
Total other segmented revenue	<u>257,670</u>	<u>124,115</u>	<u>141,848</u>
Conditional Grants			
Student employment	-	-	-
Other (SGI)	<u>1,000</u>	-	<u>1,805</u>
Total Conditional Grants	<u>1,000</u>	-	<u>1,805</u>
Total Operating	<u>258,670</u>	<u>124,115</u>	<u>143,653</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total General Government Services	<u>258,670</u>	<u>124,115</u>	<u>143,653</u>
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Other (DFD, call out fees)	-	62,263	43,196
Total Fees and Charges	-	62,263	43,196
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	<u>-</u>	<u>62,263</u>	<u>43,196</u>
Conditional Grants			
Student employment	-	-	-
Local government	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>-</u>	<u>62,263</u>	<u>43,196</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Provincial Disaster Assistance	-	-	-
Local government	-	-	-
Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Protective Services	<u>-</u>	<u>62,263</u>	<u>43,196</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314

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> <u>Restated</u> <u>(Note 17)</u>
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ 34,000	30,585	33,216
Sales of supplies	650	23,300	607
Road Maintenance and Restoration Agreements	180,000	207,681	168,707
Other	-	-	-
Total Fees and Charges	214,650	261,566	202,530
Tangible capital asset sales - gain (loss)	180,000	7,621	(12,692)
Other	-	-	-
Total other segmented revenue	394,650	269,187	189,838
Conditional Grants			
Federal - Primary Weight Corridor	-	-	-
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	394,650	269,187	189,838
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	190,000	74,284	292,927
MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
Provincial Disaster Assistance	-	-	-
Other (local road)	240,000	32,955	-
Total Capital	430,000	107,239	292,927
Restructuring Revenue	-	-	-
Total Transportation Services	824,650	376,426	482,765
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Waste and Disposal Fees	25,000	19,287	23,834
Other (pest control)	870	1,125	700
Total Fees and Charges	25,870	20,412	24,534
Tangible capital asset sales - gain (loss)	-	-	-
Other (cemetery fees)	1,000	560	4,308
Total other segmented revenue	26,870	20,972	28,842
Conditional Grants			
Student employment	-	-	-
TAPD	-	-	-
Local government	3,000	2,546	3,053
Other	-	-	-
Total Conditional Grants	3,000	2,546	3,053
Total Operating	29,870	23,518	31,895
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
TAPD	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Environmental and Public Health Services Services	29,870	23,518	31,895

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314

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> <u>Restated</u> <u>(Note 17)</u>
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Maintenance and Development Charges	\$ 170,000	134,310	160,855
Other	-	-	-
Total Fees and Charges	<u>170,000</u>	<u>134,310</u>	<u>160,855</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	<u>170,000</u>	<u>134,310</u>	<u>160,855</u>
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>170,000</u>	<u>134,310</u>	<u>160,855</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Planning and Development Services	<u>170,000</u>	<u>134,310</u>	<u>160,855</u>
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Other	-	-	-
Total Fees and Charges	<u>-</u>	<u>-</u>	<u>-</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	<u>-</u>	<u>-</u>	<u>-</u>
Conditional Grants			
Student Employment	-	-	-
Local government	-	-	-
Donations	-	-	-
Other (Sask Lotteries)	15,270	15,265	15,265
Total Conditional Grants	<u>15,270</u>	<u>15,265</u>	<u>15,265</u>
Total Operating	<u>15,270</u>	<u>15,265</u>	<u>15,265</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Local government	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Recreation and Cultural Services	<u>15,270</u>	<u>15,265</u>	<u>15,265</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314

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> <u>Restated</u> <u>(Note 17)</u>
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Water	\$ 1,850	1,090	1,728
Sewer	30,000	39,239	34,478
Other	-	-	-
Total Fees and Charges	<u>31,850</u>	<u>40,329</u>	<u>36,206</u>
Tangible capital asset sales - gain (loss)	-	-	-
Investment income and commissions	-	-	-
Other	-	-	-
Total other segmented revenue	<u>31,850</u>	<u>40,329</u>	<u>36,206</u>
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>31,850</u>	<u>40,329</u>	<u>36,206</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
New Building Canada Fund (SCF, NRP)	-	-	-
Clean Water and Wastewater Fund	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Utility Services	<u>31,850</u>	<u>40,329</u>	<u>36,206</u>
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	<u>\$ 1,330,310</u>	<u>776,226</u>	<u>913,835</u>
SUMMARY			
Total Other Segmented Revenue	\$ 881,040	651,176	600,785
Total Conditional Grants	19,270	17,811	20,123
Total Capital Grants and Contributions	430,000	107,239	292,927
Restructuring Revenue	-	-	-
TOTAL REVENUE BY FUNCTION	<u>\$ 1,330,310</u>	<u>776,226</u>	<u>913,835</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314

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 17)</u>
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 77,790	44,524	76,317
Wages and benefits	271,220	260,264	242,888
Professional/Contractual services	397,050	303,963	261,142
Utilities	10,950	13,683	8,581
Maintenance, materials, and supplies	17,000	17,093	15,092
Grants and contributions	-	-	-
-operating	25,000	24,455	12,347
-capital	-	-	-
Amortization	-	4,463	4,463
Interest	15,000	14,522	12,284
Allowance for uncollectibles	-	(1,328)	-
General Government Services	<u>814,010</u>	<u>681,639</u>	<u>633,114</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total General Government Services	<u>814,010</u>	<u>681,639</u>	<u>633,114</u>
PROTECTIVE SERVICES			
Police protection			
Wages and benefits	-	-	-
Professional/Contractual services	127,220	116,627	118,896
Amortization	-	-	-
Other	-	-	-
Fire protection			
Wages and benefits	-	-	-
Professional/Contractual services	13,580	23,786	12,695
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions	-	-	-
-operating	157,940	88,808	83,071
-capital	-	-	-
Amortization	-	26,706	27,161
Interest	-	-	-
Other	-	-	-
Protective Services	<u>298,740</u>	<u>255,927</u>	<u>241,823</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Protective Services	<u>298,740</u>	<u>255,927</u>	<u>241,823</u>
TRANSPORTATION SERVICES			
Wages and benefits	581,260	601,926	401,414
Professional/Contractual services	215,910	185,491	254,695
Utilities	16,340	20,235	15,199
Maintenance, materials, and supplies	323,590	406,944	207,127
Gravel	200,000	214,632	83,651
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	315,965	348,412
Interest	-	18,812	23,103
Other	-	-	-
Transportation Services	<u>1,337,100</u>	<u>1,764,005</u>	<u>1,333,601</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Transportation Services	<u>1,337,100</u>	<u>1,764,005</u>	<u>1,333,601</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314

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 17)
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	\$ 14,660	16,912	12,193
Professional/Contractual services	33,780	45,159	35,791
Utilities	660	736	617
Maintenance, materials, and supplies	-	-	-
Grants and contributions	-	-	-
-operating	-	-	-
Waste disposal	5,000	-	-
Public health	-	-	-
-capital	-	-	-
Waste disposal	-	-	-
Public health	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Environmental and Public Health Services	<u>54,100</u>	<u>62,807</u>	<u>48,601</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Environmental and Public Health Services	<u>54,100</u>	<u>62,807</u>	<u>48,601</u>
PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	-	-	-
Professional/Contractual services	62,440	69,945	50,968
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Planning and Development Services	<u>62,440</u>	<u>69,945</u>	<u>50,968</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Planning and Development Services	<u>62,440</u>	<u>69,945</u>	<u>50,968</u>
RECREATION AND CULTURAL SERVICES			
Wages and benefits	-	-	-
Professional/Contractual services	25,000	18,749	11,302
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions	-	-	-
-operating	22,550	21,314	21,073
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	-	-
Recreation and Cultural Services	<u>47,550</u>	<u>40,063</u>	<u>32,375</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Recreation and Cultural Services	<u>47,550</u>	<u>40,063</u>	<u>32,375</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314

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 17)
UTILITY SERVICES			
Wages and benefits	\$ -	-	-
Professional/Contractual services	69,210	53,749	46,462
Utilities	15,670	10,697	8,409
Maintenance, materials, and supplies	2,500	-	-
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	65,514	64,762
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	-	-
Utility Services	<u>87,380</u>	<u>129,960</u>	<u>119,633</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Utility Services	<u>87,380</u>	<u>129,960</u>	<u>119,633</u>
 TOTAL EXPENDITURES BY FUNCTION	 \$ <u>2,701,320</u>	 <u>3,004,346</u>	 <u>2,460,115</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314

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
Revenues (Schedule 2)								
Fees and charges	\$ 52,820	62,263	261,566	20,412	134,310	-	40,329	571,700
Tangible capital asset sales - Gain (loss)	-	-	7,621	-	-	-	-	7,621
Land sales - Gain (loss)	12,740	-	-	-	-	-	-	12,740
Investment income and commissions	58,555	-	-	-	-	-	-	58,555
Other revenues	-	-	-	560	-	-	-	560
Grants - Conditional	-	-	-	2,546	-	15,265	-	17,811
Grants - Capital	-	-	107,239	-	-	-	-	107,239
Restructurings	-	-	-	-	-	-	-	-
Total revenues	<u>124,115</u>	<u>62,263</u>	<u>376,426</u>	<u>23,518</u>	<u>134,310</u>	<u>15,265</u>	<u>40,329</u>	<u>776,226</u>
Expenses (Schedule 3)								
Wages & Benefits	304,788	-	601,926	16,912	-	-	-	923,626
Professional/Contractual Services	303,963	140,413	185,491	45,159	69,945	18,749	53,749	817,469
Utilities	13,683	-	20,235	736	-	-	10,697	45,351
Maintenance, materials and supplies	17,093	-	621,576	-	-	-	-	638,669
Grants and contributions	24,455	88,808	-	-	-	21,314	-	134,577
Amortization	4,463	26,706	315,965	-	-	-	65,514	412,648
Interest	14,522	-	18,812	-	-	-	-	33,334
Allowance for uncollectibles	(1,328)	-	-	-	-	-	-	(1,328)
Other	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Total expenses	<u>681,639</u>	<u>255,927</u>	<u>1,764,005</u>	<u>62,807</u>	<u>69,945</u>	<u>40,063</u>	<u>129,960</u>	<u>3,004,346</u>
Surplus (deficit) by function	(557,524)	(193,664)	(1,387,579)	(39,289)	64,365	(24,798)	(89,631)	(2,228,120)
Taxation and other unconditional revenue (Schedule 1)								2,621,725
Net Surplus (Deficit)							\$	<u>\$ 393,605</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314

Schedule 5

SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2021
Restated (Note 17)

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and charges	\$ 87,449	43,196	202,530	24,534	160,855	-	36,206	554,770
Tangible capital asset sales - Gain (loss)	-	-	(12,692)	-	-	-	-	(12,692)
Land sales - Gain (loss)	26,472	-	-	-	-	-	-	26,472
Investment income and commissions	27,927	-	-	-	-	-	-	27,927
Other revenues	-	-	-	4,308	-	-	-	4,308
Grants - Conditional	1,805	-	-	3,053	-	15,265	-	20,123
Grants - Capital	-	-	292,927	-	-	-	-	292,927
Restructurings	-	-	-	-	-	-	-	-
Total revenues	<u>143,653</u>	<u>43,196</u>	<u>482,765</u>	<u>31,895</u>	<u>160,855</u>	<u>15,265</u>	<u>36,206</u>	<u>913,835</u>
Expenses (Schedule 3)								
Wages & Benefits	319,205	-	401,414	12,193	-	-	-	732,812
Professional/Contractual Services	261,142	131,591	254,695	35,791	50,968	11,302	46,462	791,951
Utilities	8,581	-	15,199	617	-	-	8,409	32,806
Maintenance, materials and supplies	15,092	-	290,778	-	-	-	-	305,870
Grants and contributions	12,347	83,071	-	-	-	21,073	-	116,491
Amortization	4,463	27,161	348,412	-	-	-	64,762	444,798
Interest	12,284	-	23,103	-	-	-	-	35,387
Allowance for uncollectibles	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Total expenses	<u>633,114</u>	<u>241,823</u>	<u>1,333,601</u>	<u>48,601</u>	<u>50,968</u>	<u>32,375</u>	<u>119,633</u>	<u>2,460,115</u>
Surplus (deficit) by function								
Taxation and other unconditional revenue (Schedule 1)	(489,461)	(198,627)	(850,836)	(16,706)	109,887	(17,110)	(83,427)	(1,546,280)
Net Surplus (Deficit)								
								\$ <u>1,095,001</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314
SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT

Year ended December 31, 2022
with comparative figures for 2021

	2022							2021 Restated (Note 17)
	General Assets					Infrastructure Assets	General / Infrastructure Assets Under Construction	
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets	Total	
Asset cost								
Opening asset costs	\$ 355,869	20,228	1,349,861	207,542	2,847,362	9,456,289	-	14,237,151
Additions during the year	-	-	50,392	-	1,197,157	261,848	68,425	1,577,822
Disposals and write-downs during the year	-	-	-	-	(344,759)	-	-	(344,759)
Transfers (from) assets under construction	-	-	-	-	-	-	-	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
Closing asset costs	355,869	20,228	1,400,253	207,542	3,699,760	9,718,137	68,425	14,237,151
Accumulated amortization cost								
Opening accumulated amortization costs	-	-	388,490	88,056	1,153,989	5,925,387	-	7,111,127
Add: Amortization taken	-	-	32,176	20,754	198,873	160,844	-	412,647
Less: Accumulated amortization on disposals	-	-	-	-	(172,380)	-	-	(172,380)
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
Closing accumulated amortization costs	-	-	420,666	108,810	1,180,482	6,086,231	-	7,555,922
Net book value	\$ 355,869	20,228	979,587	98,732	2,519,278	3,631,906	68,425	6,681,229

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 DUNDURN NO. 314
SCHEDULE OF TANGIBLE CAPITAL ASSETS BY FUNCTION

Year ended December 31, 2022
with comparative figures for 2021

	2022							2021 Restated (Note 17)
	Environmental							
	General Government	Protective Services	Transportation Services	Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total
Asset cost								
Opening asset costs	\$ 181,925	651,558	10,710,711	-	-	-	2,692,958	14,237,152
Additions during the year	2,657	-	1,556,361	-	-	-	18,804	1,577,822
Disposals and write-downs during the year	-	-	(344,759)	-	-	-	-	(344,759)
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
Closing asset costs	184,582	651,558	11,922,313	-	-	-	2,711,762	15,470,215
Accumulated amortization cost								
Opening accumulated amortization costs	74,600	148,831	6,694,479	-	-	-	638,012	7,555,922
Add: Amortization taken	4,463	26,706	315,965	-	-	-	65,514	412,648
Less: Accumulated amortization on disposals	-	-	(172,380)	-	-	-	-	(172,380)
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
Closing accumulated amortization costs	79,063	175,537	6,838,064	-	-	-	703,526	7,555,922
Net book value	\$ 105,519	476,021	5,084,249	-	-	-	2,008,236	7,674,025

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314

SCHEDULE OF ACCUMULATED SURPLUS

Year ended December 31, 2022

	<u>2021</u> Restated (Note 17)	<u>Changes</u>	<u>2022</u>
UNAPPROPRIATED SURPLUS	\$ <u>3,793,161</u>	<u>(621,228)</u>	<u>3,171,933</u>
APPROPRIATED RESERVES			
Machinery and equipment	422,422	-	422,422
Public reserve	1,492,384	(71,176)	1,421,208
Capital trust	-	-	-
Utility	-	-	-
Total Appropriated	<u>1,914,806</u>	<u>(71,176)</u>	<u>1,843,630</u>
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6, 7)	6,681,229	992,796	7,674,025
Less: Related debt	<u>(493,632)</u>	<u>93,213</u>	<u>(400,419)</u>
Net Investment in Tangible Capital Assets	<u>6,187,597</u>	<u>1,086,009</u>	<u>7,273,606</u>
Total Accumulated Surplus	\$ <u>11,895,564</u>	<u>393,605</u>	<u>12,289,169</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314
SCHEDULE OF MILL RATES AND ASSESSMENTS

Year ended December 31, 2022

	PROPERTY CLASS					Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)
Taxable Assessment	\$ 60,193,390	277,896,815	1,170,880	373,040	12,006,080	-
Regional Park Assessment						
Total Assessment						\$ 351,640,205
Mill Rate Factor(s)	0.8000	1.0000	1.0000	1.0000	0.7000	-
Total Base/Minimum Tax (generated for each property class)	-	-	-	-	-	\$ 351,640,205
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 288,928	1,667,381	7,025	2,238	50,426	2,015,998

MILL RATES:	MILLS
Average Municipal*	5.733
Average School*	4.080
Potash Mill Rate	-
Uniform Municipal Mill Rate	6.000

* 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 DUNDURN NO. 314

SCHEDULE OF COUNCIL REMUNERATION

Year ended December 31, 2022

Position	Name	<u>Remuneration</u>	<u>Reimbursed Costs</u>	<u>Total</u>
Reeve	Jonathan Olyniuk	\$ 8,100	637	8,737
Councillor	Ben Wilson	2,541	264	2,805
Councillor	David Shortt	3,838	1,436	5,274
Councillor	Ed Collins	1,044	491	1,535
Councillor	Fred Wilson	1,008	27	1,035
Councillor	Judy Harwood	900	212	1,112
Councillor	Rod Quintin	1,050	182	1,232
Councillor	Rod Rieder	3,882	333	4,215
Councillor	Ryan McGinn	2,568	349	2,917
Councillor	Stephanie Freeden	6,984	442	7,426
Total		\$ <u>31,915</u>	<u>4,373</u>	<u>36,288</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF DUNDURN NO. 314**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	-
	<hr/>
Total Net Carrying Amount Received (Transferred)	\$ <u>-</u>

See accompanying notes to the financial statements.