Rural Municipality of Paddockwood No. 520

Financial Statements

As at December 31, 2023

Rural Municipality of Paddockwood No. 520
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The municipality's management is responsible for the preparation and presentation of the accompanying financial statements in accordance with Canadian public sector accounting standards (PSAS). The preparation of the statements necessarily includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgments and estimates by management is required.

In discharging its responsibilities for the integrity and fair presentation of the 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 management and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the municipality's external auditors.

Doane Grant Thornton LLP, 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 management to discuss their audit findings.

Leander Fehr - Reeve

Naomi Hrischuk - Administrator

Doane Grant Thornton

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Independent auditor's report

To the Council of the Rural Municipality of Paddockwood No. 520

Qualified Opinion

We have audited the financial statements of the Rural Municipality of Paddockwood No. 520 ("the Municipality"), which comprise the statement of financial position as at December 31, 2023, and the statements of operations, change in net debt and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matters described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Municipality as at December 31, 2023, and the results of its operations, the changes in its net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified Opinion

We were not able to observe the counting of inventories at December 31, 2023 and December 31, 2022 or satisfy ourselves by alternative means concerning inventory quantities as at those dates. As a result of this matter, we were unable to determine whether adjustments might have been necessary in respect of the surplus (deficit) of revenues over expenses and cash flows from operating activities for the years ended December 31, 2023 and December 31, 2022, inventory reported in stock and supplies on the statement of financial position as at December 31, 2023 and December 31, 2022 and accumulated surplus as at December 31, 2023 and 2022 and January 1, 2023 and 2022. Our audit opinion on the financial statements for the year ended December 31, 2022 was modified because of the possible effects of this limitation in scope.

For the year ending December 31, 2023, the Municipality was required to adopt a new accounting standard, PS 3280 – Asset retirement obligations. The Municipality has not determined its liability for asset retirement obligations related to its tangible capital assets in the statement of financial position as at December 31, 2023 which is a departure from Canadian public sector accounting standards. The impact of this departure from Canadian public sector accounting standards has not been determined and therefore, we were not able to determine whether any adjustments might be necessary to the surplus of revenues over expenses and cash flows for the year ended December 31, 2023, tangible capital assets and asset retirement obligations as at December 31, 2023 and net financial assets as at January 1 and December 31, 2023.

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

Emphasis of Matter – restated comparative information

We draw attention to Note 15 to the financial statements, which explains that certain comparative information presented for the year ended December 31, 2022 has been restated. Our opinion is not modified in respect to this matter.

Other Matter – supplementary information

Our audit was conducted for the purpose of forming an opinion on the financial statements taken as a whole. The Schedule 1 Taxes and Other Unconditional Revenue, Schedules 2-1 to 2-4 Operating and Capital Revenue by Function, Schedules 3-1 to 3-3 Total Expenses by Function, Schedule 7 Tangible Capital Assets by Function and Schedule 10 Council Remuneration are presented for purposes of additional information and are not a required part of the financial statements. Such information has been subjected to the auditing procedures applied, only to the extent necessary to express an opinion, in the audit of the financial statements taken as a whole.

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

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

Auditor's Responsibilities for the Audit of the financial Statements

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

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Municipality's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

Doane Grant Thornton LLP

Weyburn, Canada
November 27, 2024

Chartered Professional Accountants

Rural Municipality of Paddockwood No. 520

Statement of Financial Position

As at December 31, 2023

Statement 1

	2023	2022 (Restated - See Note 15)
FINANCIAL ASSETS		
Cash and Cash Equivalents (Note 2)	2,205,137	1,560,722
Investments	-	-
Taxes Receivable - Municipal (Note 4)	139,242	109,299
Other Accounts Receivable (Note 5)	153,315	78,084
Assets Held for Sale (Note 6)	6,552	6,552
Long-Term Receivable (Note 7)	51,218	48,367
Debt Charges Recoverable	-	-
Asset held in trust	727,467	719,122
Total Financial Assets	3,282,931	2,522,146
LIABILITIES		
Bank Indebtedness	-	-
Accounts Payable	211,295	46,539
Accrued Liabilities Payable	19,880	17,954
Derivative Liabilities	-	-
Deposits	42,000	26,500
Deferred Revenue (Note 9)	425,420	364,760
Asset Retirement Obligation (Note 10)	70,765	16,262
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Long-Term Debt	575,451	91,646
Lease Obligations		
Total Liabilities	1,344,812	563,661
NET FINANCIAL ASSETS (DEBT)	1,938,119	1,958,485
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	10,677,978	10,582,664
Prepayments and Deferred Charges	-	-
Stock and Supplies	268,374	194,553
Other	-	-
Total Non-Financial Assets	10,946,352	10,777,217
ACCUMULATED SURPLUS (DEFICIT)	**12,884,471**	**12,735,702**
Accumulated surplus (deficit) is comprised of:		
Accumulated Surplus (Deficit) excluding remeasurement gains (losses) (Schedule 8)	12,884,471	12,735,702
Accumulated remeasurement gains (losses) (Statement 5)	-	-

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

Rural Municipality of Paddockwood No. 520
Statement of Operations
As at December 31, 2023

Statement 2

	2023 Budget	2023	2022
REVENUES			(Restated - See Note 15)
Tax Revenue (Schedule 1)	1,800,500	1,840,282	1,743,015
Other Unconditional Revenue (Schedule 1)	338,600	338,565	298,188
Fees and Charges (Schedule 4, 5)	155,270	206,210	141,367
Conditional Grants (Schedule 4, 5)	128,360	86,163	84,942
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	11,730	31,656	20,484
Land Sales - Gain (Schedule 4, 5)	-	-	-
Investment Income (Note 3) (Schedule 4, 5)	64,990	99,669	31,388
Commissions (Schedule 4, 5)	-	-	-
Restructurings (Schedule 4,5)	-	-	-
Other Revenues (Schedule 4, 5)	5,000	5,000	5,000
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	61,740	-	-
Total Revenues	**2,566,190**	**2,607,545**	**2,324,384**
EXPENSES			
General Government Services (Schedule 3)	529,820	496,434	525,730
Protective Services (Schedule 3)	141,450	138,786	118,637
Transportation Services (Schedule 3)	1,743,510	1,601,929	1,587,145
Environmental and Public Health Services (Schedule 3)	114,620	118,954	96,916
Planning and Development Services (Schedule 3)	149,750	51,404	63,121
Recreation and Cultural Services (Schedule 3)	51,200	48,559	45,058
Utility Services (Schedule 3)	2,540	2,710	2,234
Restructurings (Schedule 3)	-	-	-
Total Expenses	**2,732,890**	**2,458,776**	**2,438,841**
Annual Surplus (Deficit) of Revenues over Expenses	**(166,700)**	**148,769**	**(114,457)**
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), Beginning of Year	12,735,702	12,735,702	12,850,159
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), End of Year	**12,569,002**	**12,884,471**	**12,735,702**

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

Rural Municipality of Paddockwood No. 520
Statement of Change in Net Financial Assets
As at December 31, 2023

Statement 3

	2023 Budget	**2023**	2022 (Restated - See Note 15)
Annual Surplus (Deficit) of Revenues over Expenses	(166,700)	148,769	(114,457)
(Acquisition) of tangible capital assets		(903,117)	(275,424)
Amortization of tangible capital assets	513,439	487,539	514,781
Proceeds on disposal of tangible capital assets		351,920	33,163
Loss (gain) on the disposal of tangible capital assets	(11,737)	(31,656)	(20,484)
Asset retirement obligation provision (liabilities extinguished)		-	-
Transfer of assets/liabilities in restructuring transactions		-	-
Surplus (Deficit) of capital expenses over expenditures	**501,702**	**(95,314)**	**252,036**
(Acquisition) of supplies inventories		(268,374)	(194,552)
(Acquisition) of prepaid expense		-	-
Consumption of supplies inventory		194,553	195,375
Use of prepaid expense		-	-
Surplus (Deficit) of expenses of other non-financial over expenditures	**-**	**(73,821)**	**823**
Unrealized remeasurement gains (losses)	-	-	-
Increase/Decrease in Net Financial Assets	**335,002**	**(20,366)**	**138,402**
Net Financial Assets (Debt) - Beginning of Year	1,958,485	1,958,485	1,820,083
Net Financial Assets (Debt) - End of Year	**2,293,487**	**1,938,119**	**1,958,485**

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

Rural Municipality of Paddockwood No. 520
Statement of Cash Flow
As at December 31, 2023

Statement 4

	2023	2022 (Restated - See Note 15)
Cash provided by (used for) the following activities		
Operating:		
Annual Surplus (Deficit) of Revenues over Expenses	**148,769**	(114,457)
Amortization	**487,539**	514,781
Loss (gain) on disposal of tangible capital assets	**(31,656)**	(20,484)
	604,652	379,840
Change in assets/liabilities		
Taxes Receivable - Municipal	**(29,943)**	33,267
Other Receivables	**(75,231)**	(37,886)
Assets Held for Sale	**-**	-
Long-Term Receivable (Note 7)	**2,851**	84,860
Assets held in trust	**8,345**	-
Accounts and Accrued Liabilities Payable	**166,682**	40,061
Derivative Liabilities	**-**	-
Deposits	**15,500**	-
Deferred Revenue	**60,660**	27,810
Asset Retirement Obligation	**54,503**	(11,477)
Liability for Contaminated Sites	**-**	-
Other Liabilities	**-**	
Stock and Supplies	**(73,821)**	820
Prepayments and Deferred Charges	**-**	823
Other (Specify)	**-**	
Cash provided by operating transactions	**734,198**	**518,118**
Capital:		
Acquisition of capital assets	**(903,117)**	(275,424)
Proceeds from the disposal of capital assets	351,920	33,163
Cash applied to capital transactions	**(551,197)**	**(242,261)**
Investing:		
Decrease (increase) in restricted cash or cash equivalents	**-**	**-**
Proceeds from disposal of investments	-	**-**
Decrease (increase) in investments	**-**	-
Cash provided by (applied to) investing transactions	**-**	**-**
Financing:		
Debt charges recovered	-	**-**
Long-term debt issued	**638,939**	**76,550**
Long-term debt repaid	**(177,525)**	**(203,354)**
Other financing	-	**-**
Cash provided by (applied to) financing transactions	**461,414**	**(126,804)**
Change in Cash and Cash Equivalents during the year	**644,415**	**149,053**
Cash and Cash Equivalents - Beginning of Year	1,560,722	1,411,669
Cash and Cash Equivalents - End of Year	**2,205,137**	**1,560,722**

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

Rural Municipality of Paddockwood No. 520
Statement of Remeasurement Gains and Losses
As at December 31, 2023

Statement 5

	2023	2022
Accumulated remeasurement gains (losses) at the beginning of the year:	-	-
Unrealized gains (losses) attributable to (Note 3):		
Derivatives		
Equity Investments measured at fair value		
Foreign exchange (if applicable)		
	-	-
Amounts reclassified to the Statement of Operations (Note 3):		
Derivatives		
Equity Investments measured at fair value		
Foreign exchange (if applicable)		
	-	-
Net remeasurement gains (losses) for the year	-	-
Accumulated remeasurement gains(losses) at end of year	-	-

Rural Municipality of Paddockwood No. 520
Notes to the Financial Statements
As at December 31, 2023

1. Significant Accounting Policies

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

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

a) **Reporting Entity:** The consolidated financial statements consolidate the assets, liabilities, and flow of resources of the municipality. The entity is comprised of all of the organizations that are owned or controlled by the municipality and are, therefore, accountable to the Council for the administration of their financial affairs and resources. There are no external entities consolidated into this Municipality.

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. There are no partnerships consolidated into this Municipality

b) **Collection of funds for other authorities:** Collection of funds by the municipality for school boards, municipal hail and conservation and development authorities are collected and remitted in accordance with relevant legislation.

c) **Government Transfers:** Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return. Government transfers are recognized as revenue in the period that the events giving rise to the transfer occur, providing:
a) the transfers are authorized
b) any eligibility criteria and stipulations have been met; and
c) reasonable estimates of the amounts can be made.

Unearned government transfer amounts received will be recorded as deferred revenue until eligibility criteria or stipulations are met. Earned government transfer amounts not received will be recorded as an amount receivable.
Government transfers to individuals and other entities are recognized as an expense when the transfers are authorized and all

d) **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 contributions for which the contributor has placed restrictions on the use of the resources. 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.

e) **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.
Resources restricted by the agreement with an external party are recognized as revenue in the Municipality's financial statements in the period in which the resources are used for the purpose or purposes specified. An externally restricted inflow received before this criterion has been met is recorded as a liability until the resources are used for the purpose or purposes specified.

f) **Local Improvement Charges:** Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed.

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

1. Significant Accounting Policies - continued

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

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

j) **Property Tax Revenue:** Property tax revenue is based on assessments determined in accordance with Saskatchewan Legislation and the formulas, principles, and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually by council following the 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.

k) **Financial Instruments:** Derivative instruments and equity instruments that are quoted in an active market are carried at fair value. All other financial instruments are measured at cost/amortized cost; financial assets measured at amortized cost are recognized initially net of transaction costs with interest income recognized using the effective interest rate method. Impairment losses are recognized in the statement of operations when there is an other than temporary decline in value.

Interest and dividends attributable to financial instruments are reported in the statement of operations. Unrealized gains and losses are recognized in the statement of remeasurement gains and losses. When the investment is disposed of the accumulated gains or losses are reclassified to the statement of operations.

Long-term debt: Long-term debt is initially recognized net of premiums, discounts, and transaction costs and is measured at amortized cost with interest expense recognized using the effective interest rate method.

Long-term receivables: Receivables with terms longer than one year have been classified as other long-term receivables.

Measurement of Financial Instruments:
The municipalities financial assets and liabilities are measured as follows:

Financial Statement line item	Measurement
Cash & Cash Equivalents	*Amortized cost*
Investments	*Fair Value*
Other Accounts Receivable	*Amortized cost*
Long term receivables	*Amortized cost*
Debt Charges Recoverable	*Amortized cost*
Bank Indebtedness	*Amortized cost*
Accounts payable and accrued liabilities	*Cost*
Deposit liabilities	*Cost*
Long-Term Debt	*Amortized cost*
Derivative Assets and Liabilities	*Fair Value*

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

1. Significant Accounting Policies - continued

m) **Tangible Capital Assets:** All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Initial costs for tangible capital assets that were acquired and developed prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant deflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of contribution. The cost of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. Tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The municipality's tangible capital asset useful lives are estimated as follows:

Asset	***Useful Life***
General Assets	
Land	Indefinite
Land Improvements	5 to 20 Yrs.
Buildings	10 to 50 Yrs.
Vehicles & Equipment	
Vehicles	5 to 10 Yrs.
Machinery and Equipment	5 to 10 Yrs.
Leased capital assets	Lease term
Infrastructure Assets	
Infrastructure Assets	30 to 75 Yrs.
Water & Sewer	30 to 75 Yrs.
Road Network Assets	30 to 75 Yrs.

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

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

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

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

n) **Trust Funds:** Funds held in trust for others, under a trust agreement or statute, are not included in the consolidated financial statements as they are not controlled by the municipality. Trust fund activities administered by the municipality are disclosed in Note

o) **Employee Benefit Plans:** Contributions to the municipality's multiemployer defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the municipality's obligations are limited to their contributions.

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

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.

Any revisions to the amount previously recognized are accounted for in the period in which the revisions are made.

1. Significant Accounting Policies - continued

q) **Measurement Uncertainty:** The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditures during the period.

Measurement uncertainty impacts the following financial statement areas:
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.
The liability associated with asset retirement obligations are measured with reference to the best estimate of the amount required to ultimately remediate the liability at the financial statement date, the discount rate, and inflation.
Measurement financial instruments at fair value and recognition and measurement of impairment of financial instruments requires the use of significant management estimates.

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

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

The segments (functions) are as follows:
General Government: Provides for the administration of the municipality.
Protective Services: Comprised of expenses for Police and Fire protection.
Transportation Services: Responsible for the delivery of public works services related to the development and maintenance of roadway systems and street lighting.
Environmental and Public Health: The environmental segment provides waste disposal and other environmental services. The public health segment provides for expenses related to public health services in the municipality.
Planning and Development: Provides for neighbourhood development and sustainability.
Recreation and Culture: Provides for community services through the provision of recreation and leisure services.
Utility Services: Provides for delivery of water, collecting and treating of wastewater and providing collection and disposal of solid waste.

s) **Budget Information**: Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on June 21, 2023.

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 reasonably anticipated to be completed within one year of the financial statement date.

u) **Asset Retirement Obligation:** Asset Retirement Obligations represent the legal obligations associated with the retirement of a tangible capital asset that result from its acquisition, construction, development, or normal use. The tangible assets include but are not limited to assets in productive use, assets no longer in productive use, leased tangible capital assets.

The liability associated with an asset retirement obligation is measured with reference to the best estimate of the amount required to ultimately remediate the liability at the financial statement date to the extent that all recognition criteria are met. Asset retirement obligations are only recognized when there is a legal obligation for the municipality to incur costs in relation to a specific TCA, when the past transaction or event causing the liability has already occurred, when economic benefits will need to be given up in order to remediate the liability and when a reasonable estimate of such amount can be made. The best estimate of the liability includes all costs directly attributable to the remediation of the asset retirement obligation, based on the most reliable information that is available as at the applicable reporting date. Where cash flows are expected over future periods, the liability is recognized using a present value technique.

Rural Municipality of Paddockwood No. 520
Notes to the Financial Statements
As at December 31, 2023

1. Significant Accounting Policies - continued

When a liability for an asset retirement obligation is initially recognized, a corresponding adjustment to the related tangible capital asset is also recognized. For obligations for which there is no tangible capital asset recognized or for tangible capital assets that are no longer in productive use, the asset retirement costs are expensed immediately.Through the passage of time in subsequent reporting periods, the carrying value of the liability is adjusted to reflect accretion expenses incurred in the current period. This expense ensures that the time value of money is considered when recognizing outstanding liabilities at each reporting date. The capitalized asset retirement cost within tangible capital assets is also simultaneously depreciated on the same basis as the underlying asset to which it relates. Subsequently, the liability is reviewed at each financial statement reporting date and adjusted for (1) changes as a result of the passage of time with corresponding accretion expense and (2) adjusted for any revisions to the timing, amount of the original estimate of undiscounted cash flows, or the discount rate. Adjustments to the liability as a result of revisions to the timing, amount of the estimate of undiscounted cash flows or the discount rate are adjusted to the cost of the related tangible capital asset and the revised carrying amount of the related tangible capital asset is amortized except for adjustments related to tangible capital assets that are not recognized or no longer in productive use, which are expensed in the period they are incurred.

At remediation, the municipality derecognizes the liability that was established. In some circumstances, gains or losses may be incurred upon settlement related to the ongoing measurement of the liability and corresponding estimates that were made and are recognized in the statement of operations.

v) **Loan Guarantees:** The municipality provides loan guarantees for various (describe) organizations, which are not consolidated as part of the municipality's Statements. As the guarantees represent potential financial commitments for the municipality, these amounts are considered as contingent liabilities and not formally recognized as liabilities until the municipality considers it likely for the borrower to default on its obligation and the amount of the liability can be estimated. The municipality monitors the status of the organizations, loans, and lines of credit annually and in the event that payment by the municipality is likely to occur, a provision will be recognized in the Statements.

w) **New Standards and Amendments to Standards:**
PS 3160, Public private partnerships, a new standard establishing guidance on how to account for and report on partnerships between public and private sector entities. Specifically those in which the entity in the public sector procures infrastructure in conjunction with a private sector entity. In these scenarios the private sector entity must have obligations to design, build, acquire or improve existing infrastructure. Furthermore they must also finance the transaction past the point in which the asset is initially ready for use along with operating and/or maintaining such on an ongoing basis. The standard applies to fiscal years beginning on or after April 1, 2023.

PS 3400, Revenue, a new standard establishing guidance on how to account for and report on revenue. The standard provides a framework for recognizing, measuring and reporting revenues that arise from transactions that include performance obligations and transactions that do not have performance obligations. Performance obligations are enforceable promises to provide specific goods or services to a specific payer. The standard is mandatory for fiscal years beginning on or after April 1, 2023. Earlier adoption is permitted. The standard may be adopted retroactively or prospectively.

PSG-8, Purchased intangibles, provides guidance on accounting for and reporting on purchased intangibles. It provides clarity on the recognition criteria, along with instances of assets that would not meet the definition of such. The standard may be adopted retroactively or prospectively.

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

x) **New Accounting Policies Adopted During the Year:**

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

Effective January 1, 2023 the municipality adopted PS 3450 Financial Instruments and applied the new standard. These measurements are to be applied prospectively with any difference between the fair value and the prior carrying value being recognized as an adjustment to accumulated remeasurement gains and losses at the beginning of the fiscal year. This standard was adopted in conjunction with PS 1201 - Financial Statement Presentation, PS 2601 - Foreign Currency Translation and PS 3041 - Portfolio Investments.

1. Significant Accounting Policies - continued

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

Information presented for comparative purposes should be restated unless the necessary financial data is not reasonably determinable.

Rural Municipality of Paddockwood No. 520

Notes to the Financial Statements

As at December 31, 2023

2. Cash and Cash Equivalents

	2023	2022
Cash	$ 1,745,745	$ 1,199,910
Short-term investments - amortized cost		
Restricted Cash	459,392	360,812
Total Cash and Cash Equivalents	**2,205,137**	1,560,722

Cash and cash equivalents includes balances with banks and short-term deposits with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

4. Taxes Receivable - Municipal

		2023	2022
Municipal	- Current	**$ 128,341**	$ 104,409
	- Arrears	**17,238**	11,227
		145,579	**115,636**
	- Less Allowance for Uncollectible	**(6,337)**	(6,337)
Total municipal taxes receivable		**139,242**	109,299
School	- Current	**44,683**	33,801
	- Arrears	**4,434**	2,719
Total taxes to be collected on behalf of School Divisions		**49,117**	**36,520**
Other		**1,824**	
Total taxes and grants in lieu receivable or to be collected on behalf of other organizations		**190,183**	145,819
Deduct taxes to be collected on behalf of other organizations		**(50,941)**	(36,520)
Total Taxes Receivable - Municipal		**139,242**	109,299

5. Other Accounts Receivable

	2023	2022
Federal Government	**$ 47,987**	43,590
Provincial Government		
Local Government		
Utility		
Trade	**105,328**	34,494
Other (Specify)		
Total Other Accounts Receivable	**153,315**	78,084
Less: Allowance for Uncollectible	**-**	-
Net Other Accounts Receivable	**153,315**	78,084

6. Assets Held for Sale

	2023	2022
Tax Title Property	**6,552**	6,552
Allowance for market value adjustment		
Net Tax Title Property	**6,552**	6,552
Other Land		
Allowance for market value adjustment		
Net Other Land	**-**	-
Other (Describe)	**-**	-
Total Assets Held for Sale	**6,552**	6,552

Rural Municipality of Paddockwood No. 520

Notes to the Financial Statements

As at December 31, 2023

7. Long-Term Receivable

	2023	2022
Sask Assoc. of Rural Municipalities - Self Insurance Fund	$ 51,218	$ 48,367
Total Long-Term Receivables	**51,218**	**48,367**

8. Bank Indebtedness

Credit Arrangements

At December 31, 2023, the Municipality had lines of credit totaling $100,000, none of which were drawn. The following has been collateralized in connection with this line of credit:
- General security agreement

9. Deferred Revenue

	2022	Inflows	Revenue Earned	2023
Canada Community Building Fund	364,760	60,660.00	-	**425,420**
Total Deferred Revenue	364,760			**425,420**

10. Asset Retirement Obligation

	2023	2022
Balance, beginning of the year	$ 16,262	$ 27,739
Liabilities incurred	-	-
Liabilities settled	**5,407**	11,477
Accretion expense	-	-
Changes in estimated cash flows	**59,910**	-
Estimated total liability	**70,765**	**16,262**

Landfill

Landfill closure and post-closure care requirements have been defined in accordance with The Environmental Management and Protection Act and include final covering and landscaping of the landfill, pumping of ground water, methane gas and leachate management, and ongoing environmental monitoring, site inspection and maintenance. The reported liability is based on estimates and assumptions with respect to events extending over a 4-year period using the best information available to management. Future events may result in significant changes to the estimated total expense, capacity used or total capacity and the estimated liability, and would be recognized prospectively, as a change in estimate, when applicable.

The period for post-closure care is estimated to be 4 years (*prior year* – 5).

The liability is estimated using a present value technique that discounts the expected future expenditures. The discount rate used was based on the own borrowing rate for liabilities with similar risks and maturity of 5.45%

The total undiscounted expenditures and the time period over which they are expected to be incurred is as follows:

2024	-
2025	-
2026	-
2027	-
2028	$ 70,765

11. Long-Term Debt

a) The debt limit of the municipality is $1,797,856 (2022 - $1,805,507). The debt limit for a municipality is the total amount of the municipality's own source revenues for the preceding year (the *Municipalities Act* section 161(1)).

Affinity Credit Union loan of $295,397 bearing interest at 4.84% per annum. Repayable in monthly blended payments of $14,248. The loan matures on November 1, 2025 and is secured by a general security agreement.

Affinity Credit Union loan of $280,055 bearing interest at 5.34% per annum. Repayable in monthly blended payments of $9,156. The loan matures on September 25, 2026 and is secured by a general security agreement.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Year Total	Prior Year Principal
2024	257,481	23,371	280,853	91,646.00
2025	237,786	10,212	247,998	
2026	80,185	1,787	81,972	
2027			-	
2028			-	
Thereafter			-	
Balance	**575,451**	**35,371**	**610,822**	**91,646**

12. 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.

13. 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 2023 was $54,414 (2022 - $52,912). The benefits accrued to the Municipality's employees from MEPP are calculated using the following: pensionable years of service, highest average salary, and the plan accrual rate.

Every three years, an actuarial valuation is performed to assess the financial position of the plan and the adequacy of plan funding. Any actuarially determined deficiency is the responsibility of the participating employers and employees, which could affect future contribution rates and/or benefits. Contributions to MEPP are not segregated in separate accounts or restricted to provide benefits to the employees of a particular employer. As a result, individual employers are not able to identify their share of the underlying assets and liabilities, and the net pension assets or liabilities for the plan are not recognized in these consolidated financial statements. Rather, the plan is accounted for as a defined contribution plan where the contributions are expensed when made.

	2023	2022
Details of MEPP		
Number of active members	**10**	10
Member contribution rates (percentage of salary):		
Employee contribution - general members	**9.00%**	9.00%
Employee contribution - general members	**9.00%**	9.00%
Member contributions for the year		26,456
Employer contributions for the year		26,456
Financial position of the plan		
Plan assets	**3,602,822,000**	3,275,495,000
Plan liabilities	**2,441,485,000**	2,254,194,000
Plan surplus	**1,161,337,000**	**1,021,301,000**

2023 year's maximum pensionable amount (YMPE) $66,600 (2022 - $64,900).

14. Comparative Figures

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

15. Prior Period Adjustment

The Municipality has adjusted its 2022 financial statements to correct asset held in trust for an unrecognized balance related to an asset held in trust through the Rural Municipal Tax Loss Compensation Trust Fund. The impact on the 2022 financial statements is as follows:

	2022 As previously reported	Adjustments	2022 As restated
Statement of Financial Position			
Asset held in trust	-	719,122	719,122
Accumulated surplus	12,016,581	719,122	12,735,703
Statement of Operations and Accumulated Surplus			
Total revenue	2,356,412	(32,028)	2,324,384
Total expenses	2,399,698	39,142	2,438,840
Annual surplus (deficit) of revenue over expenses	(43,286)	(71,170)	(114,456)
Accumulated Surplus, Beginning of Year	12,059,867	790,292	12,850,159
Accumulated Surplus, End of Year	12,016,581	719,122	12,735,703
Statement of Changes in Net Financial Assets			
Net Financial Assets, Beginning of Year	1,029,793	790,291	1,820,084
Net Financial Assets, End of Year	1,239,364	719,122	1,958,486

16. Budget Data

The reconciliation of the approved budget for the current year to the budget figures reported in these financial

	2023
Budget surplus per Statement of Operations	**(166,700)**
Approved Cash Budget	**(166,700)**

Rural Municipality of Paddockwood No. 520

Schedule of Taxes and Other Unconditional Revenue

As at December 31, 2023

Schedule 1

		2023 Budget	2023	2022
				(Restated - See Note 15)
TAXES				
	General municipal tax levy	1,761,420	1,761,423	1,742,529
	Abatements and adjustments	(15,450)	(24,789)	(24,416)
	Discount on current year taxes	(95,360)	(90,252)	(93,012)
	Net Municipal Taxes	**1,650,610**	**1,646,382**	**1,625,101**
	Potash tax share	-	-	-
	Trailer license fees	17,570	17,576	17,572
	Penalties on tax arrears	15,450	13,230	15,454
	Special tax levy	72,130	72,135	71,995
	Other	-	-	-
Total Taxes		**1,755,760**	**1,749,323**	**1,730,122**
UNCONDITIONAL GRANTS				
	Revenue Sharing	332,320	332,191	292,506
	Organized Hamlet - Northside	6,280	6,374	5,682
	Safe Restart	-	-	-
	Other	-	-	-
Total Unconditional Grants		**338,600**	**338,565**	**298,188**
GRANTS IN LIEU OF TAXES				
Federal		-	-	-
Provincial				
	S.P.C. Electrical	-	-	-
	SaskEnergy Gas	-	-	-
	TransGas	-	-	-
	Central Services	-	-	-
	SaskTel	-	-	-
	Other	5,400	5,399	5,399
Local/Other				
	Housing Authority	-	-	-
	C.P.R. Mainline	-	-	-
	Treaty Land Entitlement	36,840	84,344	4,813
	Other	2,500	1,216	2,681
Other Government Transfers				
	S.P.C. Surcharge	-	-	-
	Sask Energy Surcharge	-	-	-
	Other	-	-	-
Total Grants in Lieu of Taxes		**44,740**	**90,959**	**12,893**
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE		**2,139,100**	**2,178,847**	**2,041,203**

Rural Municipality of Paddockwood No. 520
Schedule of Operating and Capital Revenue by Function
As at December 31, 2023

Schedule 2 - 1

	2023 Budget	2023	2022
GENERAL GOVERNMENT SERVICES			(Restated - See Note 15)
Operating			
Other Segmented Revenue			
Fees and Charges	3,000	3,925	3,400
- Custom work	-	-	-
- Sales of supplies	4,820	8,071	12,785
- Other	7,500	7,770	6,385
Total Fees and Charges	15,320	19,766	22,570
- Tangible capital asset sales - gain (loss)	11,730	31,656	-
- Land sales - gain	-	-	-
- Investment income	64,990	99,669	31,388
- Commissions			
- Other	-	-	-
Total Other Segmented Revenue	92,040	151,091	53,958
Conditional Grants			
- Student Employment	-	-	3,310
- MEEP			
- Other	-	-	-
Total Conditional Grants	-	-	3,310
Total Operating	92,040	151,091	57,268
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP			
- Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue (*Specify, if any*)	-	-	-
Total General Government Services	**92,040**	**151,091**	**57,268**

	2023 Budget	2023	2022
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	1,000	-	-
- Other	-	-	-
Total Fees and Charges	1,000	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	1,000	-	-
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- MEEP			
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	1,000	-	-
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	-	-	-
- MEEP			
- Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Protective Services	**1,000**	**-**	**-**

Rural Municipality of Paddockwood No. 520
Schedule of Operating and Capital Revenue by Function
As at December 31, 2023

Schedule 2 - 2

	2023 Budget	2023	2022
TRANSPORTATION SERVICES			(Restated - See Note 15)
Operating			
Other Segmented Revenue			
Fees and Charges	-	-	-
- Custom work	5,000	13,580	13,383
- Sales of supplies	1,000	-	5,454
- Road Maintenance and Restoration Agreements	-	-	-
- Frontage	-	-	-
- Other	-	-	-
Total Fees and Charges	6,000	13,580	18,837
- Tangible capital asset sales - gain (loss)	-	-	20,484
- Other	-	-	-
Total Other Segmented Revenue	6,000	13,580	39,321
Conditional Grants			
- RIRG (CTP)	270	272	272
- Student Employment	-	-	-
- MEEP			
- Other	50,580	59,114	53,691
Total Conditional Grants	50,850	59,386	53,963
Total Operating	56,850	72,966	93,284
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	61,740	-	-
- ICIP	-	-	-
- RIRG (CTP, Bridge and Large Culvert, Road Const.)	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Capital	61,740	-	-
Restructuring Revenue			
Total Transportation Services	**118,590**	**72,966**	**93,284**

	2023 Budget	2023	2022
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	33,050	37,517	34,319
- Other	-	-	-
Total Fees and Charges	33,050	37,517	34,319
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	33,050	37,517	34,319
Conditional Grants			
- Student Employment	-	-	-
- TAPD			
- Local government	-	-	-
- MEEP			
- Other	2,000	3,192	2,210
Total Conditional Grants	2,000	3,192	2,210
Total Operating	35,050	40,709	36,529
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- TAPD	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP			
- Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Environmental and Public Health Services	**35,050**	**40,709**	**36,529**

Rural Municipality of Paddockwood No. 520
Schedule of Operating and Capital Revenue by Function
As at December 31, 2023

Schedule 2 - 3

	2023 Budget	2023	2022
PLANNING AND DEVELOPMENT SERVICES			(Restated - See Note 15)
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges	75,300	115,229	34,667
- Other	23,750	19,624	30,126
Total Fees and Charges	99,050	134,853	64,793
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	5,000	5,000	5,000
Total Other Segmented Revenue	104,050	139,853	69,793
Conditional Grants			
- Student Employment	-	-	-
- MEEP			
- Other	65,700	16,424	18,298
Total Conditional Grants	65,700	16,424	18,298
Total Operating	169,750	156,277	88,091
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP			
- Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Planning and Development Services	**169,750**	**156,277**	**88,091**

	2023 Budget	2023	2022
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	-	-	-
- Other	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- MEEP			
- Other	9,810	7,161	7,161
Total Conditional Grants	9,810	7,161	7,161
Total Operating	9,810	7,161	7,161
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP			
- Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Recreation and Cultural Services	**9,810**	**7,161**	**7,161**

Rural Municipality of Paddockwood No. 520
Schedule of Operating and Capital Revenue by Function
As at December 31, 2023

Schedule 2 - 4

	2023 Budget	2023	2022
UTILITY SERVICES			(Restated - See Note 15)
Operating			
Other Segmented Revenue			
Fees and Charges	-	-	-
- Water	850	494	848
- Sewer	-	-	-
- Other	-	-	-
Total Fees and Charges	850	494	848
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	850	494	848
Conditional Grants			
- Student Employment	-	-	-
- MEEP			
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	850	494	848
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- New Building Canada Fund (SCF, NRP)	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP			
- Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Utility Services	**850**	**494**	**848**
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	**427,090**	**428,698**	**283,181**

SUMMARY

	2023 Budget	2023	2022
Total Other Segmented Revenue	236,990	342,535	198,239
Total Conditional Grants	128,360	86,163	84,942
Total Capital Grants and Contributions	61,740	-	-
Restructuring Revenue	-	-	-
TOTAL REVENUE BY FUNCTION	**427,090**	**428,698**	**283,181**

Rural Municipality of Paddockwood No. 520
Total Expenses by Function
As at December 31, 2023

Schedule 3 - 1

	2023 Budget	2023	2022
GENERAL GOVERNMENT SERVICES			(Restated - See Note 15)
Council remuneration and travel	56,280	58,808	55,424
Wages and benefits	256,500	247,274	236,472
Professional/Contractual services	128,380	104,569	146,848
Utilities	28,260	25,546	25,748
Maintenance, materials and supplies	29,100	28,939	29,940
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	31,300	31,298	31,298
Accretion of asset retirement obligation			
Interest	-	-	-
Allowance for uncollectible	-	-	-
Other	-	-	-
General Government Services	**529,820**	**496,434**	**525,730**
Restructuring	-	-	-
Total General Government Services	**529,820**	**496,434**	**525,730**
PROTECTIVE SERVICES			
Police protection			
Wages and benefits	-	-	-
Professional/Contractual services	62,450	61,578	55,406
Utilities	-	-	-
Maintenance, material and supplies	-	-	-
Accretion of asset retirement obligation			
Grants and contributions - operating	-	-	-
- capital	-	-	-
Other	-	-	-
Fire protection			
Wages and benefits	-	-	-
Professional/Contractual services	79,000	77,208	63,231
Utilities	-	-	-
Maintenance, material and supplies	-	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Accretion of asset retirement obligation			
Other	-	-	-
Protective Services	**141,450**	**138,786**	**118,637**
Restructuring	-	-	-
Total Protective Services	**141,450**	**138,786**	**118,637**
TRANSPORTATION SERVICES			
Wages and benefits	518,000	445,047	444,450
Professional/Contractual Services	43,620	42,150	41,883
Utilities	29,790	27,769	26,902
Maintenance, materials, and supplies	551,360	483,490	483,252
Gravel	100,000	101,203	63,699
Grants and contributions - operating	-	39,158	39,142
- capital	-	-	-
Amortization	482,740	455,499	482,741
Interest	18,000	7,613	5,076
Accretion of asset retirement obligation			
Other	-	-	-
Transportation Services	**1,743,510**	**1,601,929**	**1,587,145**
Restructuring	-	-	-
Total Transportation Services	**1,743,510**	**1,601,929**	**1,587,145**

Rural Municipality of Paddockwood No. 520

Total Expenses by Function

As at December 31, 2023 Schedule 3 - 2

	2023 Budget	2023	2022 (Restated - See Note 15)
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	16,980	12,610	17,295
Professional/Contractual services	93,500	102,204	77,481
Utilities	-	-	-
Maintenance, materials and supplies	-	-	-
Grants and contributions - operating	-	-	-
o Waste disposal	-	-	-
o Public Health	-	-	-
- capital	-	-	-
o Waste disposal	-	-	-
o Public Health	-	-	-
Amortization	-	-	-
Interest	-	-	-
Accretion of asset retirement obligation			
Other	4,140	4,140	2,140
Environmental and Public Health Services	**114,620**	**118,954**	**96,916**
Restructuring	-	-	-
Total Environmental and Public Health Services	**114,620**	**118,954**	**96,916**

	2023 Budget	2023	2022
PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	-	-	-
Professional/Contractual Services	142,500	44,923	57,167
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Accretion of Asset Retirement Obligation			
Other	7,250	6,481	5,954
Planning and Development Services	**149,750**	**51,404**	**63,121**
Restructuring	-	-	-
Total Planning and Development Services	**149,750**	**51,404**	**63,121**

	2023 Budget	2023	2022
RECREATION AND CULTURAL SERVICES			
Wages and benefits	22,120	22,120	22,100
Professional/Contractual services	19,280	19,278	15,797
Utilities	-	-	-
Maintenance, materials and supplies	-	-	-
Grants and contributions - operating	9,800	7,161	7,161
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Accretion of asset retirement obligation			
Allowance for uncollectible	-	-	-
Other	-	-	-
Recreation and Cultural Services	**51,200**	**48,559**	**45,058**
Restructuring	-	-	-
Total Recreation and Cultural Services	**51,200**	**48,559**	**45,058**

Rural Municipality of Paddockwood No. 520

Total Expenses by Function

As at December 31, 2023

Schedule 3 - 3

	2023 Budget	2023	2022
UTILITY SERVICES			(Restated - See Note 15)
Wages and benefits	-	-	-
Professional/Contractual services	-	-	-
Utilities	1,800	1,968	1,492
Maintenance, materials and supplies	-	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	740	742	742
Interest	-	-	-
Accretion of asset retirement obligation			
Allowance for Uncollectible	-	-	-
Other	-	-	-
Utility Services	**2,540**	**2,710**	**2,234**
Restructuring	-	-	-
Total Utility Services	**2,540**	**2,710**	**2,234**
TOTAL EXPENSES BY FUNCTION	**2,732,890**	**2,458,776**	**2,438,841**

Rural Municipality of Paddockwood No. 520
Schedule of Segment Disclosure by Function
As at December 31, 2023

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	19,766	-	13,580	37,517	134,853	-	494	206,210
Tangible Capital Asset Sales - Gain	31,656	-	-	-	-	-	-	31,656
Land Sales - Gain	-							-
Investment Income	99,669							99,669
Commissions	-							-
Other Revenues	-	-	-	-	5,000	-	-	5,000
Grants - Conditional	-	-	59,386	3,192	16,424	7,161	-	86,163
- Capital	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	**151,091**	**-**	**72,966**	**40,709**	**156,277**	**7,161**	**494**	**428,698**
Expenses (Schedule 3)								
Wages & Benefits	306,082	-	445,047	12,610	-	22,120	-	785,859
Professional/ Contractual Services	104,569	138,786	42,150	102,204	44,923	19,278	-	451,910
Utilities	25,546	-	27,769	-		-	1,968	55,283
Maintenance Materials and Supplies	28,939	-	584,693	-		-	-	613,632
Grants and Contributions	-	-	39,158	-	-	7,161	-	46,319
Amortization	31,298	-	455,499	-	-	-	742	487,539
Interest	-	-	7,613	-	-	-	-	7,613
Accretion of asset retirement obligation	-	-	-	-	-	-	-	-
Allowance for Uncollectible	-					-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	-	-	-	4,140	6,481	-	-	10,621
Total Expenses	**496,434**	**138,786**	**1,601,929**	**118,954**	**51,404**	**48,559**	**2,710**	**2,458,776**
Surplus (Deficit) by Function	**(345,343)**	**(138,786)**	**(1,528,963)**	**(78,245)**	**104,873**	**(41,398)**	**(2,216)**	**(2,030,078)**
Taxes and other unconditional revenue **(Schedule 1)**								2,178,847
Net Surplus (Deficit)								**148,769**

Rural Municipality of Paddockwood No. 520
Schedule of Segment Disclosure by Function
As at December 31, 2023

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total (Restated - See Note 15)
Revenues (Schedule 2)								
Fees and Charges	22,570	-	18,837	34,319	64,793	-	848	141,367
Tangible Capital Asset Sales - Gain	-	-	20,484	-	-	-	-	20,484
Land Sales - Gain	-							-
Investment Income	31,388							31,388
Commissions	-							-
Other Revenues	-	-	-	-	5,000	-	-	5,000
Grants - Conditional	3,310	-	53,963	2,210	18,298	7,161	-	84,942
- Capital	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	**57,268**	**-**	**93,284**	**36,529**	**88,091**	**7,161**	**848**	**283,181**
Expenses (Schedule 3)								
Wages & Benefits	291,896	-	444,450	17,295	-	22,100	-	775,741
Professional/ Contractual Services	146,848	118,637	41,883	77,481	57,167	15,797	-	457,813
Utilities	25,748	-	26,902	-		-	1,492	54,142
Maintenance Materials and Supplies	29,940	-	546,951	-		-	-	576,891
Grants and Contributions	-	-	39,142	-	-	7,161	-	46,303
Amortization	31,298	-	482,741	-	-	-	742	514,781
Interest	-	-	5,076	-	-	-	-	5,076
Accretion of asset retirement obligation	-	-	-	-	-	-	-	-
Allowance for Uncollectible	-					-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	-	-	-	2,140	5,954	-	-	8,094
Total Expenses	**525,730**	**118,637**	**1,587,145**	**96,916**	**63,121**	**45,058**	**2,234**	**2,438,841**
Surplus (Deficit) by Function	**(468,462)**	**(118,637)**	**(1,493,861)**	**(60,387)**	**24,970**	**(37,897)**	**(1,386)**	**(2,155,660)**
Taxes and other unconditional revenue (Schedule 1)								2,041,203
Net Surplus (Deficit)								**(114,457)**

Rural Municipality of Paddockwood No. 520
Schedule of Tangible Capital Assets by Object
As at December 31, 2023

Schedule 6

		2023								2022
		General Assets					Infrastructure Assets	General/ Infrastructure		
		Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear assets	Assets Under Construction	Total	Total
Assets	**Asset cost**									
	Opening Asset costs	1,117,671	-	797,772	-	2,404,893	13,432,313	135,521	17,888,170	17,628,037
	Additions during the year	-	63,842	41,529	-	759,645	38,101	-	903,117	275,424
	Disposals and write-downs during the year	-	-	-	-	(480,395)	-	-	(480,395)	(15,291)
	Transfers (from) assets under construction	-	-	-	-	-	-	-	-	
	Transfer of Capital Assets related to restructuring **(Schedule 11)**	-	-	-	-	-	-	-	-	
	Closing Asset Costs	**1,117,671**	**63,842**	**839,301**	**-**	**2,684,143**	**13,470,414**	**135,521**	**18,310,892**	**17,888,170**
Amortization	**Accumulated Amortization Cost**									
	Opening Accumulated Amortization Costs			314,980		723,601	6,266,925		7,305,506	6,793,337
	Add: Amortization taken			31,298		140,000	316,241		487,539	514,781
	Less: Accumulated amortization on disposals					(160,131)			(160,131)	(2,612)
	Transfer of Capital Assets related to restructuring **(Schedule 11)**								-	
	Closing Accumulated Amortization	**-**	**-**	**346,278**	**-**	**703,470**	**6,583,166**	**-**	**7,632,914**	**7,305,506**
	Net Book Value	**1,117,671**	**63,842**	**493,023**	**-**	**1,980,673**	**6,887,248**	**135,521**	**10,677,978**	**10,582,664**

1. Total contributed/donated assets received in 2023 $ -

2. List of assets recognized at nominal value in 2023 are:

- Infrastructure Assets $ -
- Vehicles $ -
- Machinery and Equipment $ -

3. Amount of interest capitalized in Schedule 6 $ -

Rural Municipality of Paddockwood No. 520
Schedule of Tangible Capital Assets by Function
As at December 31, 2023

Schedule 7

		2023								2022
		General Government	**Protective Services**	**Transportation Services**	**Environmental & Public Health**	**Planning & Development**	**Recreation & Culture**	**Water & Sewer**	**Total**	Total
Assets	**Asset cost**									
	Opening Asset costs	666,098	-	16,109,887	2,143	1,080,348	-	29,694	17,888,170	17,628,037
	Additions during the year	-	-	839,275	63,842	-	-	-	903,117	275,424
	Disposals and write-downs during the year	-	-	(480,395)	-	-	-	-	(480,395)	(15,291)
	Transfer of Capital Assets related to restructuring **(Schedule 11)**	-	-	-	-	-	-	-	-	-
	Closing Asset Costs	**666,098**	**-**	**16,468,767**	**65,985**	**1,080,348**	**-**	**29,694**	**18,310,892**	**17,888,170**
Amortization	**Accumulated**									
	Opening Accumulated Amortization Costs	278,225	-	7,003,449				23,832	7,305,506	6,793,337
	Add: Amortization taken	31,298	-	455,513	-	-	-	728	487,539	514,781
	Less: Accumulated amortization on disposals	-	-	(160,131)	-	-	-	-	(160,131)	(2,612)
	Transfer of Capital Assets related to restructuring **(Schedule 11)**								-	-
	Closing Accumulated Amortization Costs	**309,523**	**-**	**7,298,831**	**-**	**-**	**-**	**24,560**	**7,632,914**	**7,305,506**
	Net Book Value	**356,575**	**-**	**9,169,936**	**65,985**	**1,080,348**	**-**	**5,134**	**10,677,978**	**10,582,664**

Rural Municipality of Paddockwood No. 520
Schedule of Accumulated Surplus
As at December 31, 2023

Schedule 8

	2022 (Restated - See Note 15)	Changes	2023
UNAPPROPRIATED SURPLUS	**1,585,247**	**401,775**	**1,987,022**
APPROPRIATED RESERVES			
Machinery and Equipment	251,046	69,988	321,034
Public Reserve	6,687	338	7,025
Capital Trust			-
Utility			-
Other (Community-Building Fund/Gas Tax)	364,760	60,660	425,420
Total Appropriated	**622,493**	**130,986**	**753,479**
ORGANIZED HAMLETS (add lines if required)			
Organized Hamlet of Northside	36,944	4,499	41,443
			-
			-
			-
			-
			-
Total Organized Hamlets	**36,944**	**4,499**	**41,443**
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets **(Schedule 6, 7)**	10,582,664	95,314	10,677,978
Less: Related debt	(91,646)	(483,805)	(575,451)
Net Investment in Tangible Capital Assets	**10,491,018**	**(388,491)**	**10,102,527**
Accumulated Surplus (Deficit) excluding remeasurement gains (losses)	**12,735,702**	**148,769**	**12,884,471**

Rural Municipality of Paddockwood No. 520
Schedule of Mill Rates and Assessments
As at December 31, 2023

Schedule 9

	PROPERTY CLASS						
	Agriculture	**Residential**	**Hamlet Residential**	**Hamlet Commercial**	**Commercial & Industrial**	**Potash Mine(s)**	**Total**
Taxable Assessment	83,402,565	101,099,730	1,504,640	505,155	2,976,190		189,488,280
Regional Park Assessment							
Total Assessment							189,488,280
Mill Rate Factor(s)	1.0000	1.0000	1.0000	1.5000	1.5000		
Total Base/Minimum Tax (generated for each property class)	495,580	342,220	6,200	600	6,390		850,990
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	895,912	827,499	8,457	1,737	27,819		1,761,423

MILL RATES:	**MILLS**
Average Municipal*	9.30
Average School*	3.21
Potash Mill Rate	
Uniform Municipal Mill Rate	4.80
Hamlet Uniform Municipal Mill	1.50

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

Rural Municipality of Paddockwood No. 520
Schedule of Council Remuneration
As at December 31, 2023

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Reeve	Lance Fehr	7,176	2,896	10,072
Councillor	Garry Sumlic	5,978	2,386	8,364
Councillor	Adam Mazurkewich	3,218	1,067	4,285
Councillor	Donald Zacharias	900	300	1,200
Councillor	Lionel Lavoie	5,462	1,827	7,289
Councillor	Brand Valkenburg	6,447	2,722	9,169
Councillor	Leslie Blacklock	6,771	2,424	9,195
Councillor	Elwin Brons	6,837	2,397	9,234
				-
				-
				-
				-
				-
				-
Total		**42,787**	**16,021**	**58,808**