

RURAL MUNICIPALITY OF MEADOW LAKE NO. 588
AUDITOR'S REPORT AND FINANCIAL STATEMENTS
December 31, 2023

Management's Responsibility

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

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

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

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


Reeve


CFO/Administrator

Date:

Pinnacle Business Solutions
Chartered Professional Accountants P.C. Ltd.

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INDEPENDENT AUDITOR'S REPORT

To the Members of Rural Municipality of Meadow Lake No. 588

Opinion

We have audited the financial statements of Rural Municipality of Meadow Lake No. 588 (the "organization"), which comprise the statement of financial position as at December 31, 2023, and the statements of operations, changes in annual surplus (deficit), changes in net financial assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the organization as at December 31, 2023, and the results of its operations and cash flows for the year then ended in accordance with Canadian public sector accounting standards (PSAS).

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

Those charged with governance are responsible for overseeing the organization'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 organization'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 organization'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 organization 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.

Meadow Lake, Saskatchewan
April 8, 2024

Pinnacle Business Solutions
Chartered Professional Accountants

Rural Municipality of Meadow Lake No. 588
Statement of Financial Position
As at December 31, 2023

Statement 1

	2023	2022
FINANCIAL ASSETS		
Cash and Cash Equivalents (Note 2)	\$ 6,232,393	\$ 4,579,008
Investments (Note 3)	4,893,070	5,290,899
Taxes Receivable - Municipal (Note 4)	314,090	488,615
Other Accounts Receivable (Note 5)	253,802	226,749
Assets Held for Sale (Note 6)	-	-
Long-Term Receivable (Note 7)	1,055,169	1,046,391
Debt Charges Recoverable (Note 8)	-	-
Derivative Assets [if applicable] (Note 9)	-	-
Other (Specify)	-	-
Total Financial Assets	\$ 12,748,524	\$ 11,631,662
LIABILITIES		
Bank Indebtedness (Note 10)	-	-
Accounts Payable	\$ 643,383	\$ 1,066,476
Accrued Liabilities Payable	12,218	8,082
Derivative Liabilities [if applicable] (Note 9)	-	-
Deposits	-	4,415
Deferred Revenue (Note 11)	1,750	1,750
Asset Retirement Obligation (Note 12)	-	35,000
Liability for Contaminated Sites (Note 13)	-	-
Other Liabilities	100,000	100,000
Long-Term Debt (Note 14)	-	-
Lease Obligations (Note 15)	-	-
Total Liabilities	\$ 757,351	\$ 1,215,723
NET FINANCIAL ASSETS (DEBT)	\$ 11,991,173	\$ 10,415,939
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	\$ 19,776,373	\$ 20,668,140
Prepayments and Deferred Charges	58,150	21,244
Stock and Supplies	1,158,827	1,113,546
Other (Note 16)	-	-
Total Non-Financial Assets	\$ 20,993,350	\$ 21,802,930
ACCUMULATED SURPLUS (DEFICIT)	\$ 32,984,523	\$ 32,218,869
Accumulated surplus (deficit) is comprised of:		
Accumulated Surplus (Deficit) excluding remeasurement gains (losses) (Schedule 8)	\$ 32,984,523	\$ 32,218,869
Accumulated remeasurement gains (losses) (Statement 5)	-	-

Unrecognized Assets (Note 1 m))
Contingent Assets (Note 22)
Contractual Rights (Note 23)
Contingent Liabilities (Note 17)
Contractual Obligations and Commitments (Note 24)

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

Rural Municipality of Meadow Lake No. 588
Statement of Operations
As at December 31, 2023

Statement 2

	2023 Budget	2023	2022
REVENUES			
Tax Revenue (Schedule 1)	\$ 5,250,426	\$ 5,235,218	\$ 5,939,132
Other Unconditional Revenue (Schedule 1)	694,629	694,339	611,350
Fees and Charges (Schedule 4, 5)	172,850	190,474	417,701
Conditional Grants (Schedule 4, 5)	15,881	62,131	42,840
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	-	-	(73,330)
Land Sales - Gain (Schedule 4, 5)	-	-	-
Investment Income (Note 3) (Schedule 4, 5)	226,478	507,595	112,470
Commissions (Schedule 4, 5)	-	-	-
Restructurings (Schedule 4,5)	-	-	-
Other Revenues (Schedule 4, 5)	-	5,955	7,334
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	2,055,732	237,754	233,987
Total Revenues	\$ 8,415,996	\$ 6,933,466	\$ 7,291,484
EXPENSES			
General Government Services (Schedule 3)	\$ 1,064,291	\$ 863,389	\$ 970,744
Protective Services (Schedule 3)	380,991	326,298	267,163
Transportation Services (Schedule 3)	6,160,435	4,465,369	4,233,202
Environmental and Public Health Services (Schedule 3)	464,306	258,745	1,834,403
Planning and Development Services (Schedule 3)	45,900	37,605	47,473
Recreation and Cultural Services (Schedule 3)	331,135	216,406	195,183
Utility Services (Schedule 3)	-	-	-
Restructurings (Schedule 3)	-	-	-
Total Expenses	\$ 8,447,058	\$ 6,167,812	\$ 7,548,168
Annual Surplus (Deficit) of Revenues over Expenses	(31,062)	765,654	(256,684)
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), Beginning of Year		32,218,869	32,475,553
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), End of Year		\$ 32,984,523	\$ 32,218,869

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

Rural Municipality of Meadow Lake No. 588
Statement of Change in Net Financial Assets
As at December 31, 2023

Statement 3

	<u>2023 Budget</u>	<u>2023</u>	<u>2022</u>
Annual Surplus (Deficit) of Revenues over Expenses	\$ (31,062)	\$ 765,654	\$ (256,684)
(Acquisition) of tangible capital assets		\$ (29,632)	\$ (442,035)
Amortization of tangible capital assets		921,399	1,191,971
Proceeds on disposal of tangible capital assets			3,013,524
Loss (gain) on the disposal of tangible capital assets		-	73,330
Transfer of assets/liabilities in restructuring transactions		-	-
Surplus (Deficit) of capital expenses over expenditures	-	\$ 891,767	\$ 3,836,790
(Acquisition) of supplies inventories		(45,281)	
(Acquisition) of prepaid expense		(36,906)	(19,878)
Consumption of supplies inventory			12,787
Use of prepaid expense			
Surplus (Deficit) of expenses of other non-financial over expenditures	-	(82,187)	(7,091)
Unrealized remeasurement gains (losses)	-	-	-
Increase/Decrease in Net Financial Assets	(31,062)	1,575,234	3,573,015
Net Financial Assets (Debt) - Beginning of Year		10,415,939	6,842,924
Net Financial Assets (Debt) - End of Year		\$ 11,991,173	\$ 10,415,939

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

Rural Municipality of Meadow Lake No. 588
Statement of Cash Flow
As at December 31, 2023

Statement 4

	2023	2022
Cash provided by (used for) the following activities		
Operating:		
Annual Surplus (Deficit) of Revenues over Expenses	\$ 765,654	\$ (256,684)
Amortization	921,399	1,191,971
Loss (gain) on disposal of tangible capital assets	-	73,330
	\$ 1,687,053	\$ 1,008,617
Change in assets/liabilities		
Taxes Receivable - Municipal	\$ 174,525	\$ (55,385)
Other Receivables	(27,053)	(44,806)
Assets Held for Sale	-	
Other Financial Assets	-	
Accounts and Accrued Liabilities Payable	(418,957)	(1,445,994)
Derivative Liabilities <i>[if applicable]</i>	-	
Deposits	(4,415)	
Deferred Revenue	-	
Asset Retirement Obligation	(35,000)	
Liability for Contaminated Sites	-	
Other Liabilities	-	
Stock and Supplies	(45,281)	12,787
Prepayments and Deferred Charges	(36,906)	(19,878)
Other (Specify)	-	
Cash provided by operating transactions	\$ 1,293,966	\$ (544,659)
Capital:		
Acquisition of capital assets	\$ (29,632)	\$ (442,035)
Proceeds from the disposal of capital assets	-	3,013,524
Cash applied to capital transactions	\$ (29,632)	\$ 2,571,489
Investing:		
Decrease (increase) in restricted cash or cash equivalents	\$ (38,024)	\$ (2,824,898)
Proceeds of investments	833,000	-
Decrease (increase) in investments	(405,925)	(2,977,333)
Cash provided by (applied to) investing transactions	\$ 389,051	\$ (5,802,231)
Financing:		
Debt charges recovered		
Long-term debt issued		
Long-term debt repaid		\$ (734,668)
Other financing		
Cash provided by (applied to) financing transactions	\$ -	\$ (734,668)
Change in Cash and Cash Equivalents during the year	\$ 1,653,385	\$ (4,510,069)
Cash and Cash Equivalents - Beginning of Year	4,579,008	9,089,077
Cash and Cash Equivalents - End of Year	\$ 6,232,393	\$ 4,579,008

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

1. Significant Accounting Policies

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

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

- a) **Reporting Entity:** The 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. Entities included in these consolidated financial statements are as follows:

Entity

Rural Municipality of Meadow Lake No. 588

All inter-organizational transactions and balances have been eliminated.

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 municipality does not have any partnerships.

- 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 eligibility criteria have been met.

- 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.
- 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.
- 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. 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.

1. Significant Accounting Policies - continued

- k) **Financial Instruments:** Derivative 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 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:

<u>Financial Statement line item</u>	<u>Measurement</u>
Cash & Cash Equivalents	Cost
Investments	Cost
Other Accounts Receivable	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.
- 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:

<i>Asset</i>	<i>Useful Life</i>
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 lease and recorded as tangible capital assets. At the inception of a capital lease, an asset and a payment obligation are recorded at an amount equal to the lesser of the present value of the minimum lease payments and the asset's fair market value. Assets under capital leases are amortized on a straight line basis, over their estimated useful lives. Any other lease not meeting the before mentioned criteria is classified as an operating lease and rental payments are expensed as incurred.

Rural Municipality of Meadow Lake No. 588

Notes to the Financial Statements

As at December 31, 2023

1. Significant Accounting Policies - continued

- 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 18.
- 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.
- 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 May 8, 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.

1. Significant Accounting Policies - continued

- 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.

When a liability for an asset retirement obligation is initially recognized, a corresponding adjustment to the related tangible capital asset is also recognized. 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.

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:
Effective for Fiscal Years Beginning On or After April 1, 2023:**

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.

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.

The municipality does not have any changes of measurements under the new handbook section to report.

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

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

The municipality does not have any assets retirement obligations.

Rural Municipality of Meadow Lake No. 588

Notes to the Financial Statements

As at December 31, 2023

2. Cash and Cash Equivalents

	2023	2022
Cash	\$ 6,232,393	\$ 4,579,008
Short-term investments - amortized cost		
Restricted Cash		
Total Cash and Cash Equivalents	\$ 6,232,393	\$ 4,579,008

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.

3. Investments

	2023	2022
Investments carried at fair value:		
Equity instruments quoted in an active market		
Portfolio investments		
Derivatives		
Investments carried at amortized cost:		
Innovation Credit Union - member rewards	\$ 3,177	\$ 2,495
Innovation Credit Union - GIC 4.65% due February 5, 2024	160,000	160,000
Innovation Credit Union - GIC 5.00% due December 31, 2024	116,616	111,435
Innovation Credit Union - GIC 4.65% due February 5, 2024	121,041	121,041
Innovation Credit Union - GIC 5.05% due January 10, 2025	402,200	402,200
Innovation Credit Union - GIC 4.65% due February 5, 2024	47,336	47,336
Innovation Credit Union - GIC		186,000
Innovation Credit Union - GIC 4.65% Due February 5, 2024	50,409	50,409
Innovation Credit Union - GIC 5.05% due December 31, 2024	841,840	810,433
Innovation Credit Union - GIC 5.05% due January 10, 2025	101,304	100,550
Innovation Credit Union - GIC 4.65% due February 5, 2024	186,000	
CIBC - GIC		833,000
CIBC - GIC 4.65% due December 23, 2024	833,000	833,000
CIBC - GIC 4.50% due December 22, 2025	833,000	833,000
CIBC - GIC 4.65% due December 23, 2024	800,000	800,000
CIBC - GIC 5.25% due February 13, 2024	397,147	
Total investments	\$ 4,893,070	\$ 5,290,899

Short-term notes and deposits have effective interest rates, as noted above, and mature in less than one year.

	2023	2022
Investment Income		
Interest	\$ 362,335	\$ 105,101
Dividends	5,389	14,471
Realized gains (losses) previously recognized in the statement of remeasurement		
Realized gains (losses) on disposal		
Impairment charges		
Net settlement on Derivative Financial Instruments		
Income from Portfolio Investments		
Total investment income	\$ 367,724	\$ 119,572

4. Taxes Receivable - Municipal

	2023	2022
Municipal - Current	\$ 265,468	\$ 448,499
- Arrears	79,309	70,803
	344,777	519,302
- Less Allowance for Uncollectible	(30,687)	(30,687)
Total municipal taxes receivable	314,090	488,615
School - Current	\$ 117,513	
- Arrears		
Total taxes to be collected on behalf of School Divisions	\$ 117,513	-
Other	129	
Total taxes and grants in lieu receivable or to be collected on behalf of other organizations	431,732	488,615
Deduct taxes to be collected on behalf of other organizations	(117,642)	-
Total Taxes Receivable - Municipal	\$ 314,090	\$ 488,615

Rural Municipality of Meadow Lake No. 588
Notes to the Financial Statements
As at December 31, 2023

5. Other Accounts Receivable

	2023	2022
Federal Government	\$ 176,286	\$ 194,166
Provincial Government	962	
Local Government		
Utility		
Trade	10,109	20,791
Other (Specify)	66,445	11,792
Total Other Accounts Receivable	\$ 253,802	\$ 226,749
Less: Allowance for Uncollectible		
Net Other Accounts Receivable	\$ 253,802	\$ 226,749

6. Assets Held for Sale

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

7. Long-Term Receivable

	2023	2022
Sask Assoc. of Rural Municipalities - Self Insurance Fund	\$ 67,580	\$ 64,721
Sask Assoc. of Rural Municipalities - Property Insurance Fund	58,264	50,632
Sask Assoc. of Rural Municipalities - Tax Loss Comp TLE	929,325	931,038
Other (Specify)		
Total Long-Term Receivables	\$ 1,055,169	\$ 1,046,391

8. Debt Charges Recoverable

	2023	2022

The municipality has no debt charges recoverable.

9. Financial Instruments - Fair Value Disclosures

	Fair value hierarchy level	2023		2022	
		Carrying Value	Fair Value	Carrying Value	Fair Value
Financial assets carried at fair value	Level 1 / 2 / 3				
<i>[List if any; e.g.:]</i>					
Equity instruments quoted in an active market		-	-	-	-
Portfolio investments		-	-	-	-
Derivative assets		-	-	-	-
Total financial assets carried at fair value		-	-	-	-
		2023		2022	
		Carrying Value	Fair Value	Carrying Value	Fair Value
Financial liabilities carried at fair value	Level 1 / 2 / 3				
<i>[List if any; e.g.:]</i>					
Derivative liability		-	-	-	-
Total financial liabilities carried at fair value		-	-	-	-

For those instruments measured at cost / amortized cost the carrying value approximates the fair value.

Financial instruments are classified as level 1, 2 or 3 for the purposes of describing the basis of the inputs used to measure the fair values of financial instruments in the fair value measurement category, as described below:

- Level 1 - Quoted prices (unadjusted) in active markets for identical assets / liabilities;
- Level 2 - Inputs other than those in Level 1, that are either directly or indirectly observable for the assets or liabilities; and
- Level 3 - Inputs that are not based on observable market data (unobservable inputs).

10. Bank Indebtedness

Credit Arrangements

At December 31, 2023, the Municipality had lines of credit totaling \$1,000,000, letters of credit totaling \$24,500 and credit cards totaling \$30,000, none of which were drawn. Interest on the line of credit is prime and interest on the credit card is 19.99%. The following has been collateralized in connection with this line of credit:

- General security agreement.

11. Deferred Revenue	2022	Externally Restricted Inflows	Revenue Earned	2023
	Prepaid rent	\$ 1,750		\$ 27,285
Total Deferred Revenue	1,750		\$ 27,285	1,750

12. Asset Retirement Obligation	2023		2022	
	Balance, beginning of the year	\$	35,000.00	\$
Liabilities incurred				
Liabilities settled		35,000		
Accretion expense		-		
Changes in estimated cash flows				
Estimated total liability	\$	-	\$	35,000

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 number of years period using the best information available to management. The landfill was closed in 2023.

Rural Municipality of Meadow Lake No. 588

Notes to the Financial Statements

As at December 31, 2023

13. Liability for Contaminated Sites

The municipality does not have any liability for contaminated sites.

14. Long-Term Debt

b) The debt limit of the municipality is \$5,901,540. The debt limit for the municipality has been established by the Saskatchewan Municipal Board (the *Municipalities Act* section 161(2)).

15. Lease Obligations

The municipality has no long-term debt.

16. Other Non-financial Assets

2023

2022

17. 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.

18. Pension Plan

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality's pension expense in 2023 was \$34,925 (2022 - \$82,813). 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. *tribution formulae.*

Total current service contributions by the municipality to the MEPP in 2023 were \$34,925 (2022 - \$82,813). Total current service contributions by the employees of the municipality to the MEPP in 2023 were \$34,925 (2022 - \$82,813).

At December 31, 2023, the MEPP disclosed an actuarial deficiency/surplus of [\$.]. At the time these financial statements were approved, the report was unavailable.

For further information of the amount of MEPP deficiency/surplus information see: <https://mepp.peba.ca/fund-information/plan-reporting>

19. Comparative Figures

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

20. Trusts Administered by the Municipality

The municipality does not administer any trusts.

	Current Year Total	Prior Year Total
Balance - Beginning of Year		
Revenue (<i>Specify</i>)		
Interest revenue		
Expenditure (<i>Specify</i>)		
Balance - End of Year	-	-

21. Related Parties

The financial statements include transactions with related parties. The municipality is related to *Council* under the common control of the Council.

Transactions with these related parties are in the normal course of operations and are settled on normal trade terms.

22. Contingent Assets

The municipality has an outstanding lawsuit with a former contracted engineer on a construction project. The potential value of the claim the municipality is seeking is \$1,000,000. The outcome of these actions is likely. The municipality's share of the settlement, if any, will be recorded to income in the period received. no contingent assets.

Contingent assets are not recorded in the financial statements.

23. Contractual Rights

Contractual rights are rights to economic resources arising from contracts or agreements that will result in an asset and revenue in the future. The municipality does not have any contractual rights.

24. Contractual Obligations and Commitments

a) The municipality has entered into a funding agreement with the Saskatchewan Health Authority for the construction of a Long Term Health Care Facility. The municipality has committed to pay 10% of the project costs. The municipality has contributed \$170,304 in 2023 (2022 - \$1,718,930). The projected remaining cost to the municipality is \$579,695, which will become a liability in the future when the terms of the agreement are met.

b) The municipality has entered into an agreement with Brander Enterprises Inc. to provide road grading and snow plowing services. The contract period is for July 6, 2022 to July 31, 2025.

c) The municipality has entered into a funding agreement with the City of Meadow Lake for the construction of a Field House. The municipality has committed to pay \$2,000,000 of the project costs. The municipality has made no contributions to date. The projected remaining cost to the municipality is \$2,000,000 will become a liability in the future when the terms of the agreement are met.

25. Restructuring Transactions

The municipality has no restructuring transactions.

26. Risk Management

Through its financial assets and liabilities, the municipality is exposed to various risks.

Credit Risk

Credit risk is the risk that one party to a financial instrument will fail to discharge their responsibilities with respect to the financial instrument, and in so doing, cause a loss for the other party. The financial instruments that potentially subject the municipality to credit risk consist of taxes receivable and accounts receivable. *The risk is mitigated by an allowance for doubtful accounts. There were no changes in exposure to the risk from prior period.*

The municipalities maximum exposure to credit risk as at December 31 is as follows:

	<u>2023</u>
<i>Taxes receivable</i>	\$ 314,090
<i>Accounts receivable</i>	253,803
Maximum credit risk exposure	\$ 567,893

27. Correction of Prior Period Error

The municipality has no correction of prior period errors.

28. Subsequent Events

The municipality has reached a settlement with the Saskatchewan Government and General Employee's Union, Local 5293. The settlement of \$454,571 is included in accounts payable. The amount was paid out in February 2024.

29. Loan Guarantees

The municipality has no loan guarantees.

Rural Municipality of Meadow Lake No. 588
 Schedule of Taxes and Other Unconditional Revenue
 As at December 31, 2023

Schedule 1

	2023 Budget	2023	2022
TAXES			
General municipal tax levy	\$ 4,672,353	\$ 4,684,613	\$ 4,805,441
Abatements and adjustments	(15,000)	(38,334)	(332)
Discount on current year taxes	(75,000)	(75,856)	(72,424)
Net Municipal Taxes	\$ 4,582,353	\$ 4,570,423	\$ 4,732,685
Potash tax share			
Trailer license fees			
Penalties on tax arrears	\$ 15,000	\$ 12,687	\$ 14,798
Special tax levy	572,000	573,500	559,500
Other (Specify)			
Total Taxes	\$ 5,169,353	\$ 5,156,610	\$ 5,306,983
UNCONDITIONAL GRANTS			
Revenue Sharing	\$ 691,240	\$ 690,950	\$ 608,221
(Organized Hamlet)	3,389	3,389	3,129
Safe Restart			
Other (Specify)			
Total Unconditional Grants	\$ 694,629	\$ 694,339	\$ 611,350
GRANTS IN LIEU OF TAXES			
Federal			
Provincial			
S.P.C. Electrical			
SaskEnergy Gas			
TransGas	\$ 3,941		\$ 3,941
Central Services			
SaskTel			
Other (Specify)			
Local/Other			
Housing Authority			
C.P.R. Mainline			
Treaty Land Entitlement	\$ 58,821	\$ 57,882	\$ 608,057
Other (Specify)			
Other Government Transfers			
S.P.C. Surcharge			
Sask Energy Surcharge			
Other (Pastures Branch)	\$ 18,311	\$ 20,726	\$ 20,151
Total Grants in Lieu of Taxes	\$ 81,073	\$ 78,608	\$ 632,149
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 5,945,055	\$ 5,929,557	\$ 6,550,482

Rural Municipality of Meadow Lake No. 588
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2023

Schedule 2 - 1

	2023 Budget	2023	2022
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work			
- Sales of supplies	\$ 7,200	\$ 5,505	\$ 5,278
- Other (Specify)			
Total Fees and Charges	\$ 7,200	\$ 5,505	\$ 5,278
- Tangible capital asset sales - gain (loss)			83,902
- Land sales - gain			
- Investment income	226,478	507,595	112,470
- Commissions			
- Other (tax enforcement)		5,955	7,334
Total Other Segmented Revenue	\$ 233,678	\$ 519,055	\$ 208,984
Conditional Grants			
- Student Employment			
- MEEP			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	\$ 233,678	\$ 519,055	\$ 208,984
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- Provincial Disaster Assistance			
- MEEP			
- Other (Specify)			\$ 3,290
Total Capital	\$ -	\$ -	\$ 3,290
Restructuring Revenue (Specify, if any)			
Total General Government Services	\$ 233,678	\$ 519,055	\$ 212,274

PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Other (Fire fees)	\$ 40,000	\$ 55,215	\$ 36,013
Total Fees and Charges	\$ 40,000	\$ 55,215	\$ 36,013
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	\$ 40,000	\$ 55,215	\$ 36,013
Conditional Grants			
- Student Employment			
- Local government			
- MEEP			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	\$ 40,000	\$ 55,215	\$ 36,013
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- Provincial Disaster Assistance			
- Local government			
- MEEP			
- Other (Specify)			
Total Capital	-	-	-
Restructuring Revenue (Specify, if any)			
Total Protective Services	\$ 40,000	\$ 55,215	\$ 36,013

Rural Municipality of Meadow Lake No. 588
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2023

Schedule 2 - 2

	2023 Budget	2023	2022
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 13,500	-\$ 832	\$ 19,701
- Sales of supplies		571	244,380
- Road Maintenance and Restoration Agreements	60,000	54,278	57,434
- Frontage			
- Other (Municipal reserve)		27,162	
Total Fees and Charges	\$ 73,500	\$ 81,179	\$ 321,515
- Tangible capital asset sales - gain (loss)			(157,232)
- Other (Specify)			
Total Other Segmented Revenue	\$ 73,500	\$ 81,179	\$ 164,283
Conditional Grants			
- RIRG (CTP)			
- Student Employment			
- MEEP			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	\$ 73,500	\$ 81,179	\$ 164,283
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	\$ 50,000	\$ 168,567	\$ 77,281
- ICIP			
- RIRG (CTP, Bridge and Large Culvert, Road Const.)	47,750	45,840	114,907
- Provincial Disaster Assistance	1,957,982	10,207	38,509
- MEEP			
- Other (Traffic)		13,140	
Total Capital	\$ 2,055,732	\$ 237,754	\$ 230,697
Restructuring Revenue (Specify, if any)			
Total Transportation Services	\$ 2,129,232	\$ 318,933	\$ 394,980

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees			
- Other (Pest control, pound fees)		\$ 767	\$ 291
Total Fees and Charges	-	\$ 767	\$ 291
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	-	\$ 767	\$ 291
Conditional Grants			
- Student Employment			
- TAPD			
- Local government			
- Other (South Waterhen TIPPS)			\$ 1,613
- Other (Pest Control)		\$ 46,250	25,346
Total Conditional Grants	-	\$ 46,250	\$ 26,959
Total Operating	-	\$ 47,017	\$ 27,250
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- TAPD			
- Provincial Disaster Assistance			
- MEEP			
- Other (Specify)			
Total Capital	-	-	-
Restructuring Revenue (Specify, if any)			
Total Environmental and Public Health Services	\$ -	\$ 47,017	\$ 27,250

Rural Municipality of Meadow Lake No. 588
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2023

Schedule 2 - 3

	2023 Budget	2023	2022
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges	\$ 22,000	\$ 15,843	\$ 26,004
- Other (Vet clinic rent)	27,000	27,285	24,000
Total Fees and Charges	\$ 49,000	\$ 43,128	\$ 50,004
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	\$ 49,000	\$ 43,128	\$ 50,004
Conditional Grants			
- Student Employment			
- MEEP			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	\$ 49,000	\$ 43,128	\$ 50,004
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- Provincial Disaster Assistance			
- MEEP			
- Other (Specify)			
Total Capital	-	-	-
Restructuring Revenue (Specify, if any)			
Total Planning and Development Services	\$ 49,000	\$ 43,128	\$ 50,004

RECREATION AND CULTURAL SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Other (Dock fees, swimming lessons)	\$ 3,150	\$ 4,680	\$ 4,600
Total Fees and Charges	\$ 3,150	\$ 4,680	\$ 4,600
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	\$ 3,150	\$ 4,680	\$ 4,600
Conditional Grants			
- Student Employment			
- Local government			
- MEEP			
- Other (Community Rec grant)	\$ 15,881	\$ 15,881	\$ 15,881
Total Conditional Grants	\$ 15,881	\$ 15,881	\$ 15,881
Total Operating	\$ 19,031	\$ 20,561	\$ 20,481
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- Local government			
- Provincial Disaster Assistance			
- MEEP			
- Other (Specify)			
Total Capital	-	-	-
Restructuring Revenue (Specify, if any)			
Total Recreation and Cultural Services	\$ 19,031	\$ 20,561	\$ 20,481

Rural Municipality of Meadow Lake No. 588
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2023

Schedule 2 - 4

	2023 Budget	2023	2022
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water			
- Sewer			
- Other (Specify)			
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment			
- MEEP			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	-	-	-
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 (Specify)			
Total Capital	-	-	-
Restructuring Revenue (Specify, if any)			
Total Utility Services	-	-	-
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 2,470,941	\$ 1,003,909	\$ 741,002

SUMMARY

Total Other Segmented Revenue	\$ 399,328	\$ 704,024	\$ 464,175
Total Conditional Grants	15,881	62,131	42,840
Total Capital Grants and Contributions	2,055,732	237,754	233,987
Restructuring Revenue	-	-	-
TOTAL REVENUE BY FUNCTION	\$ 2,470,941	\$ 1,003,909	\$ 741,002

Rural Municipality of Meadow Lake No. 588

Total Expenses by Function

As at December 31, 2023

Schedule 3 - 1

	2023 Budget	2023	2022
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 132,600	\$ 58,203	\$ 92,064
Wages and benefits	422,100	408,296	455,510
Professional/Contractual services	412,000	310,897	326,328
Utilities	22,800	17,310	19,378
Maintenance, materials and supplies	32,300	42,192	42,962
Grants and contributions - operating			
- capital			
Amortization	42,491	26,491	26,491
Accretion of asset retirement obligation			
Interest			8,011
Allowance for uncollectible			
Other (Specify)			
General Government Services	\$ 1,064,291	\$ 863,389	\$ 970,744
Restructuring (Specify, if any)			
Total General Government Services	\$ 1,064,291	\$ 863,389	\$ 970,744

PROTECTIVE SERVICES

Police protection

Wages and benefits			
Professional/Contractual services	\$ 174,874	\$ 146,786	\$ 136,495
Utilities			
Maintenance, material and supplies			
Accretion of asset retirement obligation			
Grants and contributions - operating			
- capital			
Other (Specify)			

Fire protection

Wages and benefits			
Professional/Contractual services	\$ 206,117	\$ 179,512	\$ 130,668
Utilities			
Maintenance, material and supplies			
Grants and contributions - operating			
- capital			
Amortization			
Interest			
Accretion of asset retirement obligation			
Other (Specify)			

Protective Services	\$ 380,991	\$ 326,298	\$ 267,163
Restructuring (Specify, if any)			
Total Protective Services	\$ 380,991	\$ 326,298	\$ 267,163

TRANSPORTATION SERVICES

Wages and benefits	\$ 257,530	\$ 686,262	\$ 590,353
Professional/Contractual Services	4,465,340	2,075,165	1,611,818
Utilities	6,000	7,916	28,679
Maintenance, materials, and supplies	771,265	157,891	503,043
Gravel	650,300	646,355	331,992
Grants and contributions - operating			
- capital			
Amortization	10,000	891,780	1,159,741
Interest			7,576
Accretion of asset retirement obligation			
Other (Specify)			

Transportation Services	\$ 6,160,435	\$ 4,465,369	\$ 4,233,202
Restructuring (Specify, if any)			
Total Transportation Services	\$ 6,160,435	\$ 4,465,369	\$ 4,233,202

Rural Municipality of Meadow Lake No. 588

Total Expenses by Function

As at December 31, 2023

Schedule 3 - 2

	2023 Budget	2023	2022
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits			
Professional/Contractual services	\$ 111,500	\$ 83,622	\$ 111,480
Utilities			
Maintenance, materials and supplies	4,000	4,723	3,992
Grants and contributions - operating	1,000	96	
o Waste disposal			
o Public Health			
- capital			
o Waste disposal			
o Public Health	347,806	170,304	1,718,931
Amortization			
Interest			
Accretion of asset retirement obligation			
Other (Specify)			
Environmental and Public Health Services	\$ 464,306	\$ 258,745	\$ 1,834,403
Restructuring (Specify, if any)			
Total Environmental and Public Health Services	\$ 464,306	\$ 258,745	\$ 1,834,403

PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits			
Professional/Contractual Services	\$ 45,900	\$ 37,605	\$ 44,861
Grants and contributions - operating			
- capital			
Amortization			2,612
Interest			
Accretion of Asset Retirement Obligation			
Other (Specify)			
Planning and Development Services	\$ 45,900	\$ 37,605	\$ 47,473
Restructuring (Specify, if any)			
Total Planning and Development Services	\$ 45,900	\$ 37,605	\$ 47,473

RECREATION AND CULTURAL SERVICES			
Wages and benefits			
Professional/Contractual services	\$ 44,750	\$ 57,474	\$ 36,121
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating	286,385	155,804	155,935
- capital			
Amortization		3,128	3,127
Interest			
Accretion of asset retirement obligation			
Allowance for uncollectible			
Other (Specify)			
Recreation and Cultural Services	\$ 331,135	\$ 216,406	\$ 195,183
Restructuring (Specify, if any)			
Total Recreation and Cultural Services	\$ 331,135	\$ 216,406	\$ 195,183

Rural Municipality of Meadow Lake No. 588

Total Expenses by Function

As at December 31, 2023

Schedule 3 - 3

	2023 Budget	2023	2022
UTILITY SERVICES			
Wages and benefits			
Professional/Contractual services			
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating			
- capital			
Amortization			
Interest			
Accretion of asset retirement obligation			
Allowance for Uncollectible			
Other (<i>Specify</i>)			
Utility Services	-	-	-
Restructuring (<i>Specify, if any</i>)			
Total Utility Services	-	-	-
 TOTAL EXPENSES BY FUNCTION	 \$ 8,447,058	 \$ 6,167,812	 \$ 7,548,168

Rural Municipality of Meadow Lake No. 588
 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	\$ 5,505	\$ 55,215	\$ 81,179	\$ 767	\$ 43,128	\$ 4,680	\$ -	\$ 190,474
Tangible Capital Asset Sales - Gain	-	-	-	-	-	-	-	-
Land Sales - Gain	-	-	-	-	-	-	-	-
Investment Income	507,595	-	-	-	-	-	-	507,595
Commissions	-	-	-	-	-	-	-	-
Other Revenues	5,955	-	-	-	-	-	-	5,955
Grants - Conditional	-	-	-	46,250	-	15,881	-	62,131
- Capital	-	-	237,754	-	-	-	-	237,754
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	\$ 519,055	\$ 55,215	\$ 318,933	\$ 47,017	\$ 43,128	\$ 20,561	\$ -	\$ 1,003,909
Expenses (Schedule 3)								
Wages & Benefits	\$ 466,499	\$ -	\$ 686,262	\$ -	\$ -	\$ -	\$ -	\$ 1,152,761
Professional/ Contractual Services	310,897	326,298	2,075,165	83,622	37,605	57,474	-	2,891,061
Utilities	17,310	-	7,916	-	-	-	-	25,226
Maintenance Materials and Supplies	42,192	-	804,246	4,723	-	-	-	851,161
Grants and Contributions	-	-	-	170,400	-	155,804	-	326,204
Amortization	26,491	-	891,780	-	-	3,128	-	921,399
Interest	-	-	-	-	-	-	-	-
Accretion of asset retirement obligation	-	-	-	-	-	-	-	-
Allowance for Uncollectible	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total Expenses	\$ 863,389	\$ 326,298	\$ 4,465,369	\$ 258,745	\$ 37,605	\$ 216,406	\$ -	\$ 6,167,812
Surplus (Deficit) by Function	\$ (344,334)	\$ (271,083)	\$ (4,146,436)	\$ (211,728)	\$ 5,523	\$ (195,845)	\$ -	\$ (5,163,903)

Taxes and other unconditional revenue (Schedule 1)

5,929,557

Net Surplus (Deficit)

\$ 765,654

Rural Municipality of Meadow Lake No. 588
 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
Revenues (Schedule 2)								
Fees and Charges	\$ 5,278	\$ 36,013	\$ 321,515	\$ 291	\$ 50,004	\$ 4,600	\$ -	\$ 417,701
Tangible Capital Asset Sales - Gain	83,902	-	(157,232)	-	-	-	-	(73,330)
Land Sales - Gain	-	-	-	-	-	-	-	-
Investment Income	112,470	-	-	-	-	-	-	112,470
Commissions	-	-	-	-	-	-	-	-
Other Revenues	7,334	-	-	-	-	-	-	7,334
Grants - Conditional	-	-	-	26,959	-	15,881	-	42,840
- Capital	3,290	-	230,697	-	-	-	-	233,987
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	\$ 212,274	\$ 36,013	\$ 394,980	\$ 27,250	\$ 50,004	\$ 20,481	\$ -	\$ 741,002
Expenses (Schedule 3)								
Wages & Benefits	\$ 547,574	\$ -	\$ 590,353	\$ -	\$ -	\$ -	\$ -	\$ 1,137,927
Professional/ Contractual Services	326,328	267,163	1,611,818	111,480	44,861	36,121	-	2,397,771
Utilities	19,378	-	26,679	-	-	-	-	48,057
Maintenance Materials and Supplies	42,962	-	835,035	3,992	-	-	-	881,989
Grants and Contributions	-	-	-	1,718,931	-	155,935	-	1,874,866
Amortization	26,491	-	1,159,741	-	2,612	3,127	-	1,191,971
Interest	8,011	-	7,576	-	-	-	-	15,587
Accretion of asset retirement obligation	-	-	-	-	-	-	-	-
Allowance for Uncollectible	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total Expenses	\$ 970,744	\$ 267,163	\$ 4,233,202	\$ 1,834,403	\$ 47,473	\$ 195,183	\$ -	\$ 7,548,168
Surplus (Deficit) by Function	\$ (758,470)	\$ (231,150)	\$ (3,838,222)	\$ (1,807,153)	\$ 2,531	\$ (174,702)	\$ -	\$ (6,807,166)
Taxes and other unconditional revenue (Schedule 1)								
								6,550,482
Net Surplus (Deficit)								\$ (256,684)

Rural Municipality of Meadow Lake No. 588
 Schedule of Tangible Capital Assets by Object
 As at December 31, 2023

Schedule 6

	2023						2022		
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Infrastructure Assets	General/Infrastructure Assets Under Construction	Total	Total
Assets									
Asset cost									
Opening Asset costs	\$ 206,105		\$ 1,994,133	\$ 126,420		\$ 27,915,473		\$ 30,242,131	\$ 34,426,870
Additions during the year						29,632		29,632	442,035
Disposals and write-downs during the year								-	(4,626,774)
Transfers (from) assets under construction									
Transfer of Capital Assets related to restructuring (Schedule 11)									
Closing Asset Costs	\$ 206,105	\$ -	\$ 1,994,133	\$ 126,420	\$ -	\$ 27,945,105	\$ -	\$ 30,271,763	\$ 30,242,131
Amortization									
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs			\$ 481,365			\$ 9,092,626		\$ 9,573,991	\$ 9,921,940
Add: Amortization taken			32,231	12,642		876,526		921,399	1,191,971
Less: Accumulated amortization on disposals								-	(1,539,920)
Transfer of Capital Assets related to restructuring (Schedule 11)									
Closing Accumulated Amortization			513,596	12,642		9,969,152		10,495,390	9,573,991
Net Book Value	\$ 206,105	\$ -	\$ 1,480,537	\$ 113,778	\$ -	\$ 17,975,953	\$ -	\$ 19,776,373	\$ 20,668,140

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 Meadow Lake No. 588
 Consolidated 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	\$ 1,505,485		\$ 28,379,056		\$ 294,051	\$ 63,539		\$ 30,242,131	\$ 34,426,870
Additions during the year			29,632					29,632	442,035
Disposals and write-downs during the year								-	(4,626,774)
Transfer of Capital Assets related to restructuring (Schedule 11)								-	
Closing Asset Costs	\$ 1,505,485	\$ -	\$ 28,408,688	\$ -	\$ 294,051	\$ 63,539	\$ -	\$ 30,271,763	\$ 30,242,131
Amortization									
Accumulated									
Opening Accumulated Amortization Costs	\$ 73,480		\$ 9,208,961		\$ 276,660	\$ 14,890		\$ 9,573,991	\$ 9,921,940
Add: Amortization taken	26,491		891,780			3,128		921,399	1,191,971
Less: Accumulated amortization on disposals								-	(1,539,920)
Transfer of Capital Assets related to restructuring (Schedule 11)								-	
Closing Accumulated Amortization Costs	99,971	-	10,100,741	-	276,660	18,018	-	10,495,390	9,573,991
Net Book Value	\$ 1,405,514	\$ -	\$ 18,307,947	\$ -	\$ 17,391	\$ 45,521	\$ -	\$ 19,776,373	\$ 20,668,140

Rural Municipality of Meadow Lake No. 588
 Consolidated Schedule of Accumulated Surplus
 As at December 31, 2023

Schedule 8

	2022	Changes	2023
UNAPPROPRIATED SURPLUS	\$ 7,270,233	\$ 1,127,733	\$ 8,397,966
APPROPRIATED RESERVES			
Machinery and Equipment	\$ 160,000		\$ 160,000
Capital road work	2,000,000	400,000	2,400,000
Public reserve	47,335	27,162	74,497
Office	110,000		110,000
Water flow study	100,000		100,000
Fire reserve	263,000	186,000	449,000
Waste management	186,000	(186,000)	-
Long term care facility	1,358,114		1,358,114
Field house		114,700	114,700
Total Appropriated	\$ 4,224,449	\$ 541,862	\$ 4,766,311
ORGANIZED HAMLETS (add lines if required)			
Organized Hamlet of South Waterhen	\$ 56,047	\$ (12,174)	\$ 43,873
Organized Hamlet of (Name)			-
Organized Hamlet of (Name)			-
Organized Hamlet of (Name)			-
Organized Hamlet of (Name)			-
Organized Hamlet of (Name)			-
Total Organized Hamlets	\$ 56,047	\$ (12,174)	\$ 43,873
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6, 7)	\$ 20,668,140	\$ (891,767)	\$ 19,776,373
Less: Related debt			-
Net Investment in Tangible Capital Assets	\$ 20,668,140	\$ (891,767)	\$ 19,776,373
Accumulated Surplus (Deficit) excluding remeasurement gains (losses)	\$ 32,218,869	\$ 765,654	\$ 32,984,523

Rural Municipality of Meadow Lake No. 588
 Schedule of Mill Rates and Assessments
 As at December 31, 2023

Schedule 9

	PROPERTY CLASS					Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	
Taxable Assessment	\$ 185,154,100	\$ 120,293,409		\$ 7,182,900	\$ 142,742,200	\$ 455,372,609
Regional Park Assessment						
Total Assessment						\$ 455,372,609
Mill Rate Factor(s)	1.0600	5,304.0000		5,304.0000	2.5272	
Total Base/Minimum Tax (generated for each property class)		573,500				573,500
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 1,471,975	\$ 478,529		\$ 28,573	\$ 2,705,536	\$ 4,684,613

MILL RATES:

MILLS

Average Municipal*	10.29
Average School*	4.00
Potash Mill Rate	
Uniform Municipal Mill Rate	7.50

* 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 Meadow Lake No. 588
Schedule of Council Remuneration
As at December 31, 2023

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Reeve	Sheppard, Dale	\$ 8,680.0		\$ 8,680.0
Councillor	Jones, Russ	7,360		7,360
Councillor	Mysko, Blair	8,640		8,640
Councillor	Ratke, Gary	6,540		6,540
Councillor	Roger, Matthew	960		960
Councillor	Russell, Ashley	4,400		4,400
Councillor	Schwartz, Ernie	7,480		7,480
Total		\$ 44,060	\$ -	\$ 44,060

Rural Municipality of Meadow Lake No. 588
 Schedule of Restructuring
 As at December 31, 2023

Schedule 11

Carrying Amount of Assets and Liabilities Transferred/Received at Restructuring Date:	2023
Cash and Cash Equivalents	-
Investments	-
Taxes Receivable - Municipal	-
Other Accounts Receivable	-
Assets Held for Sale	-
Long-Term Receivable	-
Debt Charges Recoverable	-
Derivative Assets	-
Bank Indebtedness	-
Accounts Payable	-
Accrued Liabilities Payable	-
Derivative Liabilities	-
Deposits	-
Deferred Revenue	-
Asset Retirement Obligation	-
Liability for Contaminated Sites	-
Other Liabilities	-
Long-Term Debt	-
Lease Obligations	-
Tangible Capital Assets	-
Prepayments and Deferred Charges	-
Stock and Supplies	-
Other	-
Total Net Carrying Amount Received (Transferred)	-