
RURAL MUNICIPALITY OF PROGRESS NO. 351

FINANCIAL STATEMENTS

DECEMBER 31, 2023



Vantage

CHARTERED PROFESSIONAL ACCOUNTANTS

Management's Responsibility

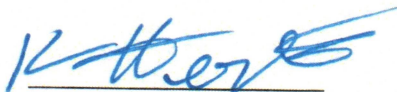
To the Ratepayers of Rural Municipality of Progress No. 351

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 judgements and estimates by management is required.

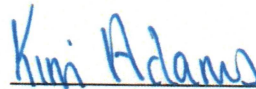
In discharging its responsibilities for the integrity and fair presentation of the financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately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

Vantage, 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.



Reeve



Administrator



Vantage
CHARTERED PROFESSIONAL ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

To the Council of
Rural Municipality of Progress No. 351
Luseland, Saskatchewan

Qualified Opinion

We have audited the accompanying financial statements of the Rural Municipality of Progress No. 351, which comprise the statement of financial position as at December 31, 2023, the statements of operations, change in net financial assets and cash flow for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the 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 Rural Municipality of Progress No. 351 as at December 31, 2023, and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified Opinion

The municipality has an interest in the Luseland & District Fire Protection Board which is a government partnership. The municipality has not recorded in its financial statements this interest using the proportionate consolidation method, which constitutes a departure from Canadian Public Sector Accounting Standards. The effect on the financial statements of the failure to consolidate has not been determined for the 2023 and 2022 years. Our report on the fiscal 2022 financial statements was qualified in this regard.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Rural Municipality of Progress No. 351 in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian public sector accounting standards and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Rural Municipality of Progress No. 351'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 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.

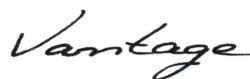
Auditors' Responsibilities for the Audit of the Financial Statements

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 auditors' 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 judgement 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 auditors' 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 auditors' 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.

The logo for Vantage Chartered Professional Accountants, featuring the word "Vantage" in a stylized, cursive script.

Chartered Professional Accountants

North Battleford, Saskatchewan
April 11, 2024

Rural Municipality of Progress No. 351
Statement of Financial Position
As at December 31, 2023

Statement 1

	2023	2022
FINANCIAL ASSETS		
Cash and Cash Equivalents (Note 2)	5,645,819	7,405,936
Investments (Note 3)	2,079,163	
Taxes Receivable - Municipal (Note 4)	362,138	276,111
Other Accounts Receivable (Note 5)	136,489	248,844
Assets Held for Sale (Note 6)	542	542
Long-Term Receivable (Note 7)	56,673	53,977
Debt Charges Recoverable		
Derivative Assets		
Other		
Total Financial Assets	8,280,824	7,985,410
LIABILITIES		
Bank Indebtedness		
Accounts Payable	76,748	89,914
Accrued Liabilities Payable	83,597	104,431
Derivative Liabilities		
Deposits		
Deferred Revenue		19
Asset Retirement Obligation		
Liability for Contaminated Sites		
Other Liabilities (Note 8)	75,154	72,000
Long-Term Debt (Note 9)	2,068,181	2,696,628
Lease Obligations		
Total Liabilities	2,303,680	2,962,992
NET FINANCIAL ASSETS (DEBT)	5,977,144	5,022,418
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	20,232,713	19,526,207
Prepayments and Deferred Charges	486	70
Stock and Supplies	2,049,765	1,258,239
Other		
Total Non-Financial Assets	22,282,964	20,784,516
ACCUMULATED SURPLUS (DEFICIT)	28,260,108	25,806,934
Accumulated surplus (deficit) is comprised of:		
Accumulated Surplus (Deficit) excluding remeasurement gains (losses) (Schedule 8)	28,260,108	25,806,934

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

Rural Municipality of Progress No. 351
Statement of Operations
For the year ended December 31, 2023

Statement 2

	2023 Budget	2023	2022
REVENUES			
Tax Revenue (Schedule 1)	4,964,803	5,032,795	5,297,624
Other Unconditional Revenue (Schedule 1)	145,564	145,551	133,563
Fees and Charges (Schedule 4, 5)	78,629	169,186	36,521
Conditional Grants (Schedule 4, 5)	4,751	6,252	4,751
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	78,700	(2,979)	(75,105)
Land Sales - Gain (Schedule 4, 5)			
Investment Income (Note 3) (Schedule 4, 5)	83,700	162,146	46,432
Commissions (Schedule 4, 5)			
Restructurings (Schedule 4,5)			
Other Revenues (Schedule 4, 5)	6,000		6,000
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	68,386	18,063	67,207
Total Revenues	5,430,533	5,531,014	5,516,993
EXPENSES			
General Government Services (Schedule 3)	978,092	381,382	155,553
Protective Services (Schedule 3)	68,226	78,697	57,690
Transportation Services (Schedule 3)	4,785,686	2,395,073	2,292,303
Environmental and Public Health Services (Schedule 3)	150,300	137,715	128,057
Planning and Development Services (Schedule 3)	26,125	34,573	3,465
Recreation and Cultural Services (Schedule 3)	38,000	38,062	48,393
Utility Services (Schedule 3)	4,680	12,338	10,141
Restructurings (Schedule 3)			
Total Expenses	6,051,109	3,077,840	2,695,602
Annual Surplus (Deficit) of Revenues over Expenses	(620,576)	2,453,174	2,821,391
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), Beginning of Year	25,806,934	25,806,934	22,985,543
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), End of Year	25,186,358	28,260,108	25,806,934

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

Rural Municipality of Progress No. 351
Statement of Change in Net Financial Assets
For the year ended December 31, 2023

Statement 3

	2023 Budget	2023	2022
Annual Surplus (Deficit) of Revenues over Expenses	(620,576)	2,453,174	2,821,391
(Acquisition) of tangible capital assets		(1,708,730)	(5,177,505)
Amortization of tangible capital assets		972,069	770,794
Proceeds on disposal of tangible capital assets		27,176	165,000
Loss (gain) on the disposal of tangible capital assets		2,979	75,105
Transfer of assets/liabilities in restructuring transactions			
Surplus (Deficit) of capital expenses over expenditures		(706,506)	(4,166,606)
(Acquisition) of supplies inventories			
(Acquisition) of prepaid expense			
Consumption of supplies inventory		(791,526)	153,765
Use of prepaid expense		(416)	4,561
Surplus (Deficit) of expenses of other non-financial over expenditures		(791,942)	158,326
Unrealized remeasurement gains (losses)			
Increase/Decrease in Net Financial Assets	(620,576)	954,726	(1,186,889)
Net Financial Assets (Debt) - Beginning of Year	5,022,418	5,022,418	6,209,307
Net Financial Assets (Debt) - End of Year	4,401,842	5,977,144	5,022,418

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

Rural Municipality of Progress No. 351
Statement of Cash Flow
For the year ended December 31, 2023

Statement 4

	2023	2022
Cash provided by (used for) the following activities		
Operating:		
Annual Surplus (Deficit) of Revenues over Expenses	2,453,174	2,821,391
Amortization	972,069	770,794
Loss (gain) on disposal of tangible capital assets	2,979	75,105
	3,428,222	3,667,290
Change in assets/liabilities		
Taxes Receivable - Municipal	(86,027)	166,448
Other Receivables	112,355	(164,146)
Assets Held for Sale		
Other Financial Assets		
Accounts and Accrued Liabilities Payable	(34,000)	(54,126)
Derivative Liabilities <i>[if applicable]</i>		
Deposits		
Deferred Revenue	(19)	
Asset Retirement Obligation		12,000
Liability for Contaminated Sites		
Other Liabilities	3,154	
Stock and Supplies	(791,526)	153,765
Prepayments and Deferred Charges	(416)	4,561
Other (Specify)		
Cash provided by operating transactions	2,631,743	3,785,792
Capital:		
Acquisition of capital assets	(1,708,730)	(5,177,505)
Proceeds from the disposal of capital assets	27,176	165,000
Cash applied to capital transactions	(1,681,554)	(5,012,505)
Investing:		
Decrease (increase) in restricted cash or cash equivalents		
Proceeds from disposal of investments		10,239
Decrease (increase) in investments	(2,081,859)	
Cash provided by (applied to) investing transactions	(2,081,859)	10,239
Financing:		
Debt charges recovered		
Long-term debt issued		
Long-term debt repaid	(628,447)	(600,236)
Other financing		
Cash provided by (applied to) financing transactions	(628,447)	(600,236)
Change in Cash and Cash Equivalents during the year	(1,760,117)	(1,816,710)
Cash and Cash Equivalents - Beginning of Year	7,405,936	9,222,646
Cash and Cash Equivalents - End of Year	5,645,819	7,405,936

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

Rural Municipality of Progress No. 351
Notes to the Financial Statements
For the year ended December 31, 2023

1. Significant Accounting Policies

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

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

- a) **Reporting Entity:** The financial statements consolidate the assets, liabilities, and flow of resources of the municipality. The entity is comprised of all of the organizations that are owned or controlled by the municipality and are, therefore, accountable to the Council for the administration of their financial affairs and resources.
- 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 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:

<u>Financial Statement line item</u>	<u>Measurement</u>
Cash and Cash Equivalents	Cost and amortized cost
Investments	Fair value and cost/amortized cost
Other Accounts Receivable	Cost and 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.
- 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:

<u>Asset</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	5 to 20 Yrs.
Buildings	10 to 50 Yrs.
Vehicles and Equipment	
Vehicles	5 to 10 Yrs.
Machinery and Equipment	5 to 10 Yrs.
Leased Capital Assets	Lease term
Infrastructure Assets	
Infrastructure Assets	
Water and Sewer	30 to 75 yrs.
Road Network Assets	31 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.

Rural Municipality of Progress No. 351
Notes to the Financial Statements
For the year ended 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.
- 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 June 26, 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.

Prospective application: During the year, the municipality adopted a new accounting policy with respect to PS 3450 Financial Instruments. The adoption of accounting policy has not impacted the municipality's consolidated financial statements.

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.

Prospective application: During the year, the municipality adopted a new accounting policy with respect to PS 3280 Asset Retirement Obligations. The adoption of accounting policy has not impacted the municipality's consolidated financial statements.

Rural Municipality of Progress No. 351
Notes to the Financial Statements
For the year ended December 31, 2023

2. Cash and Cash Equivalents

	2023	2022
Cash	407,378	269,724
Short-term investments		2,000,000
Restricted Cash	5,238,441	5,136,212
Total Cash and Cash Equivalents	5,645,819	7,405,936

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:		
Short-term notes and deposits	2,079,163	
Government/government guaranteed bonds		
Total investments	2,079,163	Nil

Term deposits have effective interest rates of 3.95% to 4.15% (Prior - NIL) with maturity dates from November 2024 to November 2026.

4. Taxes Receivable - Municipal

	2023	2022
Municipal - Current	372,861	265,052
- Arrears	77,559	67,361
- Less Allowance for Uncollectible	450,420	332,413
Total municipal taxes receivable	(88,282)	(56,302)
	362,138	276,111
School - Current	106,139	75,099
- Arrears	22,488	19,091
Total taxes to be collected on behalf of School Divisions	128,627	94,190
Other - Local improvement		
Total taxes and grants in lieu receivable or to be collected on behalf of other organizations	490,765	370,301
Deduct taxes to be collected on behalf of other organizations	(128,627)	(94,190)
Total Taxes Receivable - Municipal	362,138	276,111

5. Other Accounts Receivable

	2023	2022
Federal Government	116,420	165,110
Provincial Government		
Local Government		
Utility		
Trade	11,412	75,077
Other	8,657	8,657
Total Other Accounts Receivable	136,489	248,844
Less: Allowance for Uncollectible		
Net Other Accounts Receivable	136,489	248,844

Rural Municipality of Progress No. 351
Notes to the Financial Statements
For the year ended December 31, 2023

6. Assets Held for Sale

	2023	2022
Tax Title Property	542	542
Allowance for market value adjustment		
Net Tax Title Property	542	542
Other Land		
Allowance for market value adjustment		
Net Other Land		
Other		
Total Assets Held for Sale	542	542

7. Long-Term Receivable

	2023	2022
Sask Assoc. of Rural Municipalities - Self Insurance Fund	45,978	43,282
Credit union equity	5	5
Co-op equity	10,690	10,690
Total Long-Term Receivables	56,673	53,977

8. Other Liabilities

	2023	2022
Balance, beginning of the year	72,000	60,000
Liabilities incurred		
Liabilities settled		
Accretion expense	3,154	3,022
Changes in estimated cash flows		8,978
Estimated total liability	75,154	72,000

On November 28, 2022, the municipality leased a parcel of land in order to form a gravel pit that has an estimated useful life of 6 years. The municipality is legally required to reclaim the gravel pit at the end of its useful life. In accordance with PS 3280, Asset Retirement Obligations, the municipality recognized an Asset Retirement Obligation in the amount of \$72,000. This balance was derived from an estimated undiscounted future remediation expenditure of \$97,200, expected to be incurred in 2029. The associated discount rate applied was 4.38%.

9. Long-Term Debt

a) The debt limit of the municipality is \$5,417,210. 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)).

b) Debenture debt is repayable to Municipal Financing Corporation. Annual payments are \$755,188 including interest at 4.7%. The debenture is due March 2026.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Year Total	Prior Year Principal
2023				600,236
2024	657,984	97,204	755,188	628,447
2025	688,909	66,279	755,188	657,984
2026	721,288	33,901	755,189	688,909
2027				121,052
Thereafter				
Balance	2,068,181	197,384	2,265,565	2,696,628

10. Contingent Liabilities

The municipality is contingently liable under terms of the Saskatchewan Association of Rural Municipalities Self-

11. 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 \$56,678 (2022 - 51,946). 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.

At December 31, 2022, the MEPP disclosed an actuarial deficiency of \$704,877

12. Comparative Figures

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

13. 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 the allowance for doubtful taxes receivable which administration monitors and reports to council as well as working with legal council on collections.

Liquidity Risk

Liquidity risk is the risk that the entity will encounter difficulty in meeting financial obligations as they fall due. The municipality undertakes regular cash flow analyses to ensure that there are sufficient cash resources to meet all obligations.

Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency and other price risk.

Interest Rate Risk

Interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The financial instruments that potentially subject the municipality to interest rate risk consist of any potential debt as well as short term investments.

Rural Municipality of Progress No. 351
 Notes to the Financial Statements
 For the year ended December 31, 2023

14. Contractual Obligations and Commitments

The municipality has entered into multiple-year contracts for the use of a gravel pit that includes a base fee commitment. These contractual obligations will become liabilities in the future when the terms of the contracts are met. Significant contractual obligations and commitments of the municipality include:

Contractual Obligations and Commitments Type ¹	Describe Nature Time and Extent	2023	2024	2025	2026	2027	Thereafter	No Fixed Maturity Date	Current Year Total	Prior Year Total
Lease	Base gravel lease commitment	7,291	7,291	7,291					21,873	29,164
Total		7,291	7,291	7,291					21,873	29,164

Rural Municipality of Progress No. 351
 Schedule of Taxes and Other Unconditional Revenue
 For the year ended December 31, 2023

Schedule 1

	2023 Budget	2023	2022
TAXES			
General municipal tax levy	5,307,689	5,307,689	5,571,159
Abatements and adjustments	(61,000)		
Discount on current year taxes	(318,461)	(292,772)	(310,109)
Net Municipal Taxes	4,928,228	5,014,917	5,261,050
Potash tax share			
Trailer license fees			
Penalties on tax arrears	36,227	17,531	36,227
Special tax levy			
Other			
Total Taxes	4,964,455	5,032,448	5,297,277
UNCONDITIONAL GRANTS			
Revenue Sharing (Organized Hamlet)	145,564	145,551	133,563
Safe Restart			
Other			
Total Unconditional Grants	145,564	145,551	133,563
GRANTS IN LIEU OF TAXES			
Federal			
Provincial			
S.P.C. Electrical			
SaskEnergy Gas			
TransGas			
Central Services			
SaskTel			
Other			
Local/Other			
Housing Authority			
C.P.R. Mainline	348	347	347
Treaty Land Entitlement			
Other			
Other Government Transfers			
S.P.C. Surcharge			
Sask Energy Surcharge			
Other			
Total Grants in Lieu of Taxes	348	347	347
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	5,110,367	5,178,346	5,431,187

Rural Municipality of Progress No. 351
 Schedule of Operating and Capital Revenue by Function
 For the year ended December 31, 2023

Schedule 2 - 1

	2023 Budget	2023	2022
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work		1,735	1,675
- Sales of supplies	1,238		
- Other (Rentals, licenses and permits)	13,371	55,009	18,657
Total Fees and Charges	14,609	56,744	20,332
- Tangible capital asset sales - gain (loss)			
- Land sales - gain			
- Investment income	83,700	162,146	46,432
- Commissions			
- Other (Insurance proceeds, donations)			
Total Other Segmented Revenue	98,309	218,890	66,764
Conditional Grants			
- Student Employment			
- MEEP			
- Other			
Total Conditional Grants			
Total Operating	98,309	218,890	66,764
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- Provincial Disaster Assistance			
- MEEP			
- Other			
Total Capital			
Restructuring Revenue			
Total General Government Services	98,309	218,890	66,764

PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Other (Policing, fire fees and fire hall rental)			
Total Fees and Charges			
- Tangible capital asset sales - gain (loss)			
- Other (Donations)	6,000		6,000
Total Other Segmented Revenue	6,000		6,000
Conditional Grants			
- Student Employment			
- Local government			
- MEEP			
- Other			
Total Conditional Grants			
Total Operating	6,000		6,000
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- Provincial Disaster Assistance			
- Local government			
- MEEP			
- Other			
Total Capital			
Restructuring Revenue			
Total Protective Services	6,000		6,000

	2023 Budget	2023	2022
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	3,000	1,699	2,666
- Sales of supplies	50,000	95,596	2,996
- Road Maintenance and Restoration Agreements	2,000	8,123	1,233
- Frontage			
- Other			
Total Fees and Charges	55,000	105,418	6,895
- Tangible capital asset sales - gain (loss)	78,700	(2,979)	(75,105)
- Other			
Total Other Segmented Revenue	133,700	102,439	(68,210)
Conditional Grants			
- RIRG (CTP)			
- Student Employment			
- MEEP			
- Other			
Total Conditional Grants			
Total Operating	133,700	102,439	(68,210)
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP	9,460	18,063	8,281
- RIRG (CTP, Bridge and Large Culvert, Road Const.)			
- Provincial Disaster Assistance			
- MEEP			
- Other			
Total Capital	9,460	18,063	8,281
Restructuring Revenue			
Total Transportation Services	143,160	120,502	(59,929)

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	1,700	1,560	2,229
- Other (Cemetery, handivan)	320		320
- Other (Medical clinic)			
Total Fees and Charges	2,020	1,560	2,549
- Tangible capital asset sales - gain (loss)			
- Other (Cemetery donations)			
Total Other Segmented Revenue	2,020	1,560	2,549
Conditional Grants			
- Student Employment			
- TAPD			
- Local government			
- MEEP			
- Other (Pest control)	4,751	6,252	4,751
Total Conditional Grants	4,751	6,252	4,751
Total Operating	6,771	7,812	7,300
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	6,771	7,812	7,300

Rural Municipality of Progress No. 351
 Schedule of Operating and Capital Revenue by Function
 For the year ended 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			
- Other			
Total Fees and Charges			
- Tangible capital asset sales - gain (loss)			
- Other			
Total Other Segmented Revenue			
Conditional Grants			
- Student Employment			
- MEEP			
- Other			
Total Conditional Grants			
Total Operating			
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- Provincial Disaster Assistance			
- MEEP			
- Other			
Total Capital			
Restructuring Revenue			
Total Planning and Development Services			

RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Other (Skating rink fees and arena advertising)			
Total Fees and Charges			
- Tangible capital asset sales - gain (loss)			
- Other			
Total Other Segmented Revenue			
Conditional Grants			
- Student Employment			
- Local government			
- MEEP			
- Other (Recreation grants)			
Total Conditional Grants			
Total Operating			
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- Local government			
- Provincial Disaster Assistance			
- MEEP			
- Other (Credit union parking lot grant)			
Total Capital			
Restructuring Revenue			
Total Recreation and Cultural Services			

Rural Municipality of Progress No. 351
 Schedule of Operating and Capital Revenue by Function
 For the year ended December 31, 2023

Schedule 2 - 4

	2023 Budget	2023	2022
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	7,000	5,464	6,745
- Sewer			
- Other (Interest)			
Total Fees and Charges	7,000	5,464	6,745
- Tangible capital asset sales - gain (loss)			
- Other			
Total Other Segmented Revenue	7,000	5,464	6,745
Conditional Grants			
- Student Employment			
- MEEP			
- Other			
Total Conditional Grants			
Total Operating	7,000	5,464	6,745
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 (Community well grant)	58,926		58,926
Total Capital	58,926		58,926
Restructuring Revenue			
Total Utility Services	65,926	5,464	65,671
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	320,166	352,668	85,806

SUMMARY

Total Other Segmented Revenue	247,029	328,353	13,848
Total Conditional Grants	4,751	6,252	4,751
Total Capital Grants and Contributions	68,386	18,063	67,207
Restructuring Revenue			
TOTAL REVENUE BY FUNCTION	320,166	352,668	85,806

	2023 Budget	2023	2022
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	57,320	58,930	56,965
Wages and benefits	186,952	190,556	163,530
Professional/Contractual services	63,411	60,840	67,733
Utilities	3,150	2,958	3,043
Maintenance, materials and supplies	67,575	34,548	22,975
Grants and contributions - operating	2,700	1,570	1,771
- capital			
Amortization			
Accretion of asset retirement obligation			
Interest	657,984		2,037
Allowance for uncollectible	(61,000)	31,980	(162,501)
Other (Community events)			
General Government Services	978,092	381,382	155,553
Restructuring			
Total General Government Services	978,092	381,382	155,553

PROTECTIVE SERVICES

Police protection

Wages and benefits			
Professional/Contractual services	15,000	15,236	14,273
Utilities			
Maintenance, material and supplies			
Accretion of asset retirement obligation			
Grants and contributions - operating			
- capital			
Other			

Fire protection

Wages and benefits			
Professional/Contractual services	7,226	7,226	6,282
Utilities			
Maintenance, material and supplies			
Grants and contributions - operating	46,000	56,235	37,135
- capital			
Amortization			
Interest			
Accretion of asset retirement obligation			
Other			

Protective Services	68,226	78,697	57,690
Restructuring			
Total Protective Services	68,226	78,697	57,690

TRANSPORTATION SERVICES

Wages and benefits	754,607	671,966	606,250
Professional/Contractual services	104,726	67,667	25,693
Utilities	19,400	15,871	17,546
Maintenance, materials and supplies	635,200	433,945	352,236
Gravel	1,000,000	135,301	393,550
Grants and contributions - operating	4,409		4,409
- capital			
Amortization	871,711	964,416	763,141
Interest	126,742	105,907	129,478
Accretion of asset retirement obligation			
Other (Capital projects)	1,268,891		

Transportation Services	4,785,686	2,395,073	2,292,303
Restructuring			
Total Transportation Services	4,785,686	2,395,073	2,292,303

Rural Municipality of Progress No. 351
Total Expenses by Function
For the year ended December 31, 2023

Schedule 3 - 2

	2023 Budget	2023	2022
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits			
Professional/Contractual services	53,300	58,210	47,930
Utilities			
Maintenance, materials and supplies	70,800	51,227	53,949
Grants and contributions - operating		5,100	
o Waste disposal			
o Public Health	8,200	8,178	8,178
- capital			
o Waste disposal			
o Public Health			
Amortization			
Interest			
Accretion of asset retirement obligation			
Other (Nursing home deficit, workshops and courses)	18,000	15,000	18,000
Environmental and Public Health Services	150,300	137,715	128,057
Restructuring			
Total Environmental and Public Health Services	150,300	137,715	128,057

PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits			
Professional/Contractual services	26,125	34,573	3,465
Grants and contributions - operating			
- capital			
Amortization			
Interest			
Accretion of asset retirement obligation			
Other			
Planning and Development Services	26,125	34,573	3,465
Restructuring			
Total Planning and Development Services	26,125	34,573	3,465

RECREATION AND CULTURAL SERVICES			
Wages and benefits			
Professional/Contractual services	7,500	7,462	7,893
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating	30,500	30,600	40,500
- capital			
Amortization			
Interest			
Accretion of asset retirement obligation			
Allowance for uncollectible			
Other			
Recreation and Cultural Services	38,000	38,062	48,393
Restructuring			
Total Recreation and Cultural Services	38,000	38,062	48,393

Rural Municipality of Progress No. 351
 Total Expenses by Function
 For the year ended December 31, 2023

Schedule 3 - 3

	2023 Budget	2023	2022
UTILITY SERVICES			
Wages and benefits			
Professional/Contractual services			
Utilities	4,680	4,685	2,488
Maintenance, materials and supplies			
Grants and contributions - operating			
- capital			
Amortization		7,653	7,653
Interest			
Accretion of asset retirement obligation			
Allowance for Uncollectible			
Other			
Utility Services	4,680	12,338	10,141
Restructuring			
Total Utility Services	4,680	12,338	10,141
TOTAL EXPENSES BY FUNCTION	6,051,109	3,077,840	2,695,602

Rural Municipality of Progress No. 351
 Schedule of Segment Disclosure by Function
 For the year ended December 31, 2023

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental and Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	56,744		105,418	1,560			5,464	169,186
Tangible Capital Asset Sales - Gain			(2,979)					(2,979)
Land Sales - Gain	162,146							162,146
Investment Income								
Commissions								
Other Revenues				6,252				6,252
Grants - Conditional - Capital Restructurings			18,063					18,063
Total Revenues	218,890		120,502	7,812			5,464	352,668
Expenses (Schedule 3)								
Wages and Benefits	249,486		671,966					921,452
Professional/ Contractual Services	60,840	22,462	67,667	58,210	34,573	7,462		251,214
Utilities	2,958		15,871				4,685	23,514
Maintenance Materials and Supplies	34,548		569,246	51,227				655,021
Grants and Contributions	1,570	56,235		13,278		30,600		101,683
Amortization			964,416					972,069
Interest			105,907				7,653	105,907
Accretion of Asset Retirement Obligation								
Allowance for Uncollectible Restructurings	31,980							31,980
Other				15,000				15,000
Total Expenses	381,382	78,697	2,395,073	137,715	34,573	38,062	12,338	3,077,840
Surplus (Deficit) by Function	(162,492)	(78,697)	(2,274,571)	(129,903)	(34,573)	(38,062)	(6,874)	(2,725,172)
Taxes and other unconditional revenue (Schedule 1)								5,178,346
Net Surplus (Deficit)								2,453,174

Rural Municipality of Progress No. 351
 Schedule of Segment Disclosure by Function
 For the year ended December 31, 2022

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental and Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	20,332		6,895	2,549			6,745	36,521
Tangible Capital Asset Sales - Gain			(75,105)					(75,105)
Land Sales - Gain	46,432							46,432
Investment Income								
Commissions								
Other Revenues		6,000						6,000
Grants - Conditional				4,751				4,751
- Capital			8,281				58,926	67,207
Restructurings								
Total Revenues	66,764	6,000	(59,929)	7,300			65,671	85,806
Expenses (Schedule 3)								
Wages and Benefits	220,495		606,250					826,745
Professional/ Contractual Services	67,733	20,555	25,693	47,930	3,465	7,893		173,269
Utilities	3,043		17,546				2,488	23,077
Maintenance Materials and Supplies	22,975		745,786	53,949				822,710
Grants and Contributions	1,771	37,135	4,409	8,178		40,500		91,993
Amortization			763,141				7,653	770,794
Interest	2,037		129,478					131,515
Accretion of Asset Retirement Obligation								
Allowance for Uncollectible	(162,501)							(162,501)
Restructurings								
Other				18,000				18,000
Total Expenses	155,553	57,690	2,292,303	128,057	3,465	48,393	10,141	2,695,602
Surplus (Deficit) by Function	(88,789)	(51,690)	(2,352,232)	(120,757)	(3,465)	(48,393)	55,530	(2,609,796)
Taxes and other unconditional revenue (Schedule 1)								5,431,187
Net Surplus (Deficit)								2,821,391

Rural Municipality of Progress No. 351
 Schedule of Tangible Capital Assets by Object
 For the year ended December 31, 2023

Schedule 6

	2023							2022	
	General Assets				Infrastructure Assets	General/ Infrastructure Assets Under Construction	Total		
	Land	Land Improvements	Buildings	Vehicles	Machinery and Equipment	Linear assets		Total	
Asset Cost									
Opening Asset Costs	50,001		175,561	74,642	2,702,056	24,536,096		27,538,356	22,683,176
Additions during the year				64,322	596,921	1,047,487		1,708,730	5,177,505
Disposals and write-downs during the year				(36,550)	(53,000)			(89,550)	(322,325)
Transfers (from) assets under construction									
Transfer of Capital Assets related to restructuring (Schedule 11)									
Closing Asset Costs	50,001		175,561	102,414	3,245,977	25,583,583		29,157,536	27,538,356
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs			128,790	64,625	1,119,054	6,699,680		8,012,149	7,323,575
Add: Amortization taken			4,611	7,227	305,651	654,580		972,069	770,794
Less: Accumulated amortization on disposals				(32,895)	(26,500)			(59,395)	(82,220)
Transfer of Capital Assets related to restructuring (Schedule 11)									
Closing Accumulated Amortization			133,401	38,957	1,398,205	7,354,260		8,924,823	8,012,149
Net Book Value	50,001		42,160	63,457	1,847,772	18,229,323		20,232,713	19,526,207

1. Total contributed/donated assets received in 2023 Nil

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

- Infrastructure Assets Nil
- Vehicles Nil
- Machinery and Equipment Nil

3. Amount of interest capitalized in Schedule 6 Nil

Rural Municipality of Progress No. 351
 Schedule of Tangible Capital Assets by Function
 For the year ended December 31, 2023

Schedule 7

	2023						2022		
	General Government	Protective Services	Transportation Services	Environmental and Public Health	Planning and Development	Recreation and Culture	Water and Sewer	Total	Total
Asset Cost									
Opening Asset costs			27,232,234				306,122	22,683,176	
Additions during the year			1,708,730					5,177,505	
Disposals and write-downs during the year			(89,550)					(322,325)	
Transfer of Capital Assets related to restructuring (Schedule 11)									
Closing Asset Costs			28,851,414				306,122	27,538,356	27,538,356
Accumulated									
Opening Accumulated Amortization Costs			7,986,000				26,149	7,323,575	
Add: Amortization taken			964,416				7,653	770,794	
Less: Accumulated amortization on disposals			(59,395)					(82,220)	
Transfer of Capital Assets related to restructuring (Schedule 11)									
Closing Accumulated Amortization Costs			8,891,021				33,802	8,924,823	8,924,823
Net Book Value			19,960,393				272,320	19,526,207	19,526,207

Rural Municipality of Progress No. 351
 Schedule of Accumulated Surplus
 For the year ended December 31, 2023

Schedule 8

	2022	Changes	2023
UNAPPROPRIATED SURPLUS	3,841,143	1,015,992	4,857,135
APPROPRIATED RESERVES			
Machinery and Equipment			
Other (Road plans)	1,140,119	13,290	1,153,409
Other (Building committee)	15,020	7,322	22,342
Other (Fire board)	92,055	20,331	112,386
Other (Infrastructure)	1,658,742	(2,011)	1,656,731
Other (Capital purchases)	661,578	(272,573)	389,005
Other (Special savings)	1,508,614	318,493	1,827,107
Other (Gravel pit reclaim savings)	60,084	(2,861)	57,223
Other (Health and wellness)		20,238	20,238
Total Appropriated	5,136,212	102,229	5,238,441
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6, 7)	19,526,207	706,506	20,232,713
Less: Related debt	(2,696,628)	628,447	(2,068,181)
Net Investment in Tangible Capital Assets	16,829,579	1,334,953	18,164,532
Accumulated Surplus (Deficit) excluding remeasurement gains (losses)	25,806,934	2,453,174	28,260,108

Rural Municipality of Progress No. 351
 Schedule of Mill Rates and Assessments
 For the year ended December 31, 2023

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial and Industrial	Potash Mine(s)	
Taxable Assessment	129,988,495	5,612,865			130,121,573		265,722,933
Regional Park Assessment							
Total Assessment							265,722,933
Mill Rate Factor(s)	0.7420	0.7420			3.7590		
Total Base/Minimum Tax (generated for each property class)							
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	868,063	37,482			4,402,144		5,307,689

MILL RATES:

	MILLS
Average Municipal*	19.9745
Average School*	5.9021
Potash Mill Rate	
Uniform Municipal Mill Rate	9.00

* 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 Progress No. 351
 Schedule of Council Remuneration
 For the year ended December 31, 2023

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Reeve	Kim Herbst	18,562	586	19,148
Councillor	Lyll Knorr	7,320		7,320
Councillor	Darren Gottfried	5,647		5,647
Councillor	Ian Fischer	5,369		5,369
Councillor	Trent Eurich	7,641		7,641
Councillor	Jason Thrun	2,340		2,340
Councillor	Trent Hoff	6,797		6,797
Total		53,676	586	54,262