

RURAL MUNICIPALITY OF LAKEVIEW NO. 337

Auditor's Report

Financial Statements

December 31, 2023

MANAGEMENT'S RESPONSIBILITY

To the Ratepayers of
Rural Municipality of Lakeview No. 337:

Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. The preparation of the statements necessarily includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgments and estimates by management is required.

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

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

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



Reeve



Administrator

INDEPENDENT AUDITOR'S REPORT

To the **Reeve** and Council of the **Rural Municipality of Lakeview No. 337**

Report on the Financial Statements

Opinion

We have audited the financial statements of the **Rural Municipality of Lakeview No. 337**, which comprise the statement of financial position as at **December 31, 2023** and the statements of financial activities, changes in net financial assets, changes in financial position, and remeasurement gains and losses for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements, present fairly, in all material respects, the financial position of the Rural Municipality as at **December 31, 2023** and its financial performance and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

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

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

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

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

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

Auditor's Responsibility for the Audit of the Financial Statements

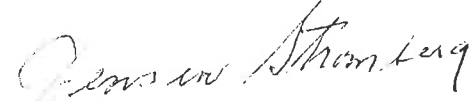
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Rural Municipality's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Rural Municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements, or if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Rural Municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

Saskatoon, Saskatchewan
June 12, 2024


Chartered Professional Accountants

RURAL MUNICIPALITY OF LAKEVIEW NO. 337

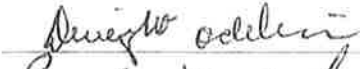
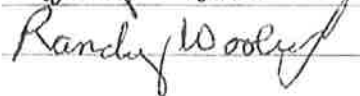
Statement 1

STATEMENT OF FINANCIAL POSITION

December 31, 2023
with comparative figures for 2022

	<u>2023</u>	<u>2022</u>
<u>ASSETS</u>		
Financial assets:		
Cash and temporary investments (Note 2)	\$ 3,262,923	3,153,899
Short-term investments	-	-
Taxes receivable - Municipal (Note 3)	46,918	77,951
Other accounts receivable (Note 4)	28,126	75,150
Assets held for sale (Note 5)	4,147	4,423
Long-term investments (Note 6)	83,583	74,220
Debt charges recoverable	-	-
Other	-	-
	3,425,697	3,385,643
<u>LIABILITIES</u>		
Bank indebtedness (Note 7)	-	-
Accounts payable	2,780	23,654
Accrued liabilities payable	-	-
Deposits	-	-
Deferred revenue	-	-
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Long-term debt (Note 8)	-	-
Lease obligations	-	-
	2,780	23,654
NET FINANCIAL ASSETS (DEBT)	3,422,917	3,361,989
Non-financial assets:		
Tangible capital assets (Schedule 6, 7)	3,687,804	3,271,827
Prepaid and deferred charges	40	65
Stock and supplies	568,456	240,785
	4,256,300	3,512,677
Accumulated surplus (deficit)	\$ 7,679,217	6,874,666
Accumulated surplus (deficit) is comprised of:		
Accumulated surplus (deficit) excluding remeasurement gains (losses) (Schedule 8)	7,679,217	6,874,666
Accumulated remeasurement gains (losses) (Statement 5)	-	-

APPROVED ON BEHALF OF COUNCIL:

 Reeve
 Councillor

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF LAKEVIEW NO. 337

Statement 2

STATEMENT OF FINANCIAL ACTIVITIES

Year ended December 31, 2023
with comparative figures for 2022

		<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
Revenues:				
Taxes revenue	(Schedule 1)	\$ 1,619,710	1,613,762	1,590,642
Other unconditional revenue	(Schedule 1)	271,300	272,510	237,197
Fees and charges	(Schedule 4, 5)	53,610	54,847	67,065
Conditional grants	(Schedule 4, 5)	31,460	35,660	45,060
Tangible capital asset sales - gain (loss)	(Schedule 4, 5)	125,000	152,800	88,717
Land sales - gain	(Schedule 4, 5)	-	50	7,316
Investment income	(Schedule 4, 5)	29,050	121,776	39,975
Commissions	(Schedule 4, 5)	-	-	-
Restructurings	(Schedule 4, 5)	-	-	-
Other revenues	(Schedule 4, 5)	28,010	45,625	(2,541)
Provincial/Federal capital grants and contributions	(Schedule 4, 5)	<u>23,620</u>	<u>24,803</u>	<u>11,371</u>
Total Revenues		2,181,760	2,321,833	2,084,802
Expenditures:				
General government services	(Schedule 3)	345,540	300,918	285,219
Protective services	(Schedule 3)	30,350	31,379	28,908
Transportation services	(Schedule 3)	1,356,960	1,118,163	1,200,829
Environmental and public health services	(Schedule 3)	53,580	45,215	46,744
Planning and development services	(Schedule 3)	-	220	1,768
Recreation and cultural services	(Schedule 3)	8,800	9,051	8,450
Utility services	(Schedule 3)	17,570	12,336	13,473
Restructurings	(Schedule 3)	-	-	-
Total Expenditures		<u>1,812,800</u>	<u>1,517,282</u>	<u>1,585,391</u>
Surplus (deficit) of revenues over expenditures		368,960	804,551	499,411
Accumulated surplus (deficit) excluding remeasurement gains (losses), beginning of year		<u>6,874,666</u>	<u>6,874,666</u>	<u>6,375,255</u>
Accumulated surplus (deficit) excluding remeasurement gains (losses), end of year		<u>\$ 7,243,626</u>	<u>7,679,217</u>	<u>6,874,666</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF LAKEVIEW NO. 337

Statement 3

STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

Year ended December 31, 2023
with comparative figures for 2022

	<u>2023</u> Budget	<u>2023</u> Actual	<u>2022</u> Actual
Surplus (deficit)	\$ 368,960	804,551	499,411
(Acquisition) of tangible capital assets	-	(763,265)	(837,357)
Amortization of tangible capital assets	345,070	346,689	255,674
Proceeds on disposal of tangible capital assets	-	153,400	131,440
Loss (gain) on disposal of tangible capital assets	(125,000)	(152,800)	(88,717)
Transfer of assets/liabilities in restructuring transactions	<u>-</u>	<u>-</u>	<u>-</u>
Surplus (deficit) of capital expenses over expenditures	<u>220,070</u>	<u>(415,976)</u>	<u>(538,960)</u>
(Acquisition) of supplies inventories	-	(642,932)	(322,675)
(Acquisition) of prepaid expenses	-	-	-
Consumption of supplies inventories	-	315,260	365,756
Use of prepaid expenses	<u>-</u>	<u>25</u>	<u>24</u>
Surplus (deficit) of expenses of other non-financial over expenditures	<u>-</u>	<u>(327,647)</u>	<u>43,105</u>
Unrealized remeasurement gains (losses)	<u>-</u>	<u>-</u>	<u>-</u>
Increase (decrease) in Net Financial Assets	589,030	60,928	3,556
Net Financial Assets (Debt) - Beginning of the year	<u>3,361,989</u>	<u>3,361,989</u>	<u>3,358,433</u>
Net Financial Assets (Debt) - End of year	<u>\$ 3,951,019</u>	<u>3,422,917</u>	<u>3,361,989</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF LAKEVIEW NO. 337

Statement 4

STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 2023
with comparative figures for 2022

Cash provided by (used in) the following activities:	2023	2022
Operating:		
Surplus (deficit)	\$ 804,551	499,411
Amortization	346,689	255,674
Loss (gain) on disposal of tangible capital assets	<u>(152,800)</u>	<u>(88,717)</u>
	998,440	666,368
Change in assets/liabilities		
Taxes receivable - Municipal	31,032	(47,314)
Other accounts receivable	47,023	5,110
Assets held for sale	276	4,481
Other financial assets	-	-
Accounts and accrued liabilities payable	(20,870)	(24,957)
Deposits	-	-
Deferred revenue	-	-
Asset retirement obligations	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Stock and supplies	(327,672)	43,081
Prepayments and deferred charges	25	24
Other	<u>-</u>	<u>-</u>
Net cash from operations	<u>728,254</u>	<u>646,793</u>
Capital:		
Cash used to acquire tangible capital assets	(763,266)	(837,357)
Proceeds on disposal of tangible capital assets	153,400	131,440
Other capital	<u>-</u>	<u>-</u>
Net cash used for capital	<u>(609,866)</u>	<u>(705,917)</u>
Investing:		
Acquisition of capital assets	-	-
Proceeds on disposal of investments	-	-
Decrease (increase) in investments	<u>(9,364)</u>	<u>15,520</u>
Net cash from (used for) investing	<u>(9,364)</u>	<u>15,520</u>
Financing activities:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	-	-
Other financing	<u>-</u>	<u>-</u>
Net cash from financing	<u>-</u>	<u>-</u>
Change in cash and cash equivalents during the year	109,024	(43,604)
Cash and cash equivalents, beginning of year	<u>3,153,899</u>	<u>3,197,503</u>
Cash and cash equivalents, end of year (Note 2)	<u>\$ 3,262,923</u>	<u>3,153,899</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF LAKEVIEW NO. 337

Statement 5

STATEMENT OF REMEASUREMENT GAINS AND LOSSES

Year ended December 31, 2023
with comparative figures for 2022

	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
Accumulated remeasurement gains (losses), beginning of year	\$ <u>-</u>	<u>-</u>
Unrealized gains (losses)		
Derivatives	-	-
Equity investments measured at fair value	-	-
Foreign exchange	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>
Reclassified to the Statement of Financial Activities		
Derivatives	-	-
Equity investments measured at fair value	-	-
Foreign exchange	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>
Net remeasurement gains (losses)	<u>-</u>	<u>-</u>
Accumulated remeasurement gains (losses), end of year	\$ <u>-</u>	<u>-</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF LAKEVIEW NO. 337

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES

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

(a) Basis of Accounting

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

(b) Reporting Entity

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

Partnerships

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

(c) Collection of Funds for Other Authorities

Collection of funds by the Municipality for the school board, municipal hail and conservation and development authorities are collected and remitted in accordance with the relevant legislation. The amounts collected are disclosed in Note 4.

(d) Government Transfers

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

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

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

(e) Other (Non-Government Transfer) Contributions

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

(f) Deferred Revenue - Fees and Charges

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

(g) Local Improvement Charges

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

RURAL MUNICIPALITY OF LAKEVIEW NO. 337

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(h) Net Financial Assets

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

(i) Non-Financial Assets

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

(j) Appropriated Reserves

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

(k) Property Tax Revenue

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

(l) 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 or 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 financial activities when there is an other than temporary decline in value.

Interest and dividends attributable to financial instruments are reported in the statement of financial activities. 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 financial activities.

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 Municipality's financial assets and liabilities are measured as follows:

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

RURAL MUNICIPALITY OF LAKEVIEW NO. 337

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(m) Inventories

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

(n) Tangible Capital Assets

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

	<u>Asset</u>	<u>Useful Life</u>
<i>General Assets</i>		
	Land	Indefinite
	Buildings	40 years
	Vehicles and equipment	
	Vehicles	10 to 20 years
	Machinery & Equipment	5 to 10 years
<i>Infrastructure Assets</i>		
	Water and sewer	35 to 40 years
	Road network assets	35 to 40 years

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

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

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

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

RURAL MUNICIPALITY OF LAKEVIEW NO. 337

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

1. **SIGNIFICANT ACCOUNTING POLICIES** (continued)

(o) **Asset Retirement Obligations**

Asset retirement obligations represent the legal obligations associated with the retirement of a tangible capital asset that results from its acquisition, construction, development, or normal use. The tangible capital assets include but are not limited to assets in productive use, assets no longer in productive use, and 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 tangible capital asset, 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 the present value method.

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 financial activities.

(p) **Liability for Contaminated Sites**

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

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

The Municipality does not have any contaminated sites.

(q) **Employee Benefit Plans**

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

RURAL MUNICIPALITY OF LAKEVIEW NO. 337

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(r) **Measurement Uncertainty**

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

Measurement uncertainty impacts the following financial statement areas:

- a) Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.
- b) The measurement of materials and supplies are based on estimates of volume and quality.
- c) The 'Opening asset costs' of tangible capital assets have been estimated where actual costs were not available.
- d) Amortization is based on the estimated useful lives of tangible capital assets.
- e) 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.
- f) Measurement of 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 period in which they become known.

(s) **Basis of Segmentation/Segment Report**

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

These segments (functions) are as follows:

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

Protective Services: Protective services is comprised of expenses for police and fire protection.

Transportation Services: The transportation services segment is responsible for the delivery of public works services related to the development and maintenance of roadway systems and street lighting.

Environmental and Public Health: The environmental segment provides waste disposal and other environmental services. The public health segment provides for expenses related to public health services in the Municipality.

Planning and Development: The planning and development segment provides for neighbourhood development and sustainability.

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

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

RURAL MUNICIPALITY OF LAKEVIEW NO. 337

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(t) **Assets Held for Sale**

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

(u) **Budget Information**

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on June 14, 2023.

(v) **Loan Guarantees**

Loan guarantees provided by the Municipality for various organizations are not consolidated as part of the Municipality's financial statements. As the guarantees represent potential financial commitments for the Municipality, these amounts are considered contingent liabilities and are 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 annually and in the event that payment by the Municipality is likely to occur, a provision will be recognized in the financial 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.

RURAL MUNICIPALITY OF LAKEVIEW NO. 337

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(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 instruments 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 remeasurement gains and losses. There is the requirement to disclose the nature and extent of risks arising from financial instruments and clarification is given for the de-recognition of financial liabilities.

PS 3280 Asset Retirement Obligations, 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.

2. CASH AND CASH EQUIVALENTS

	<u>2023</u>	<u>2022</u>
Cash	\$ 3,262,923	2,997,528
Short-term investments	-	156,371
Restricted cash	<u>-</u>	<u>-</u>
	<u>\$ 3,262,923</u>	<u>3,153,899</u>

Cash and cash equivalents include balances with banks, less outstanding cheques and plus outstanding deposits, and short-term deposits with maturities of three months or less.

RURAL MUNICIPALITY OF LAKEVIEW NO. 337

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

3. TAXES AND GRANTS IN LIEU RECEIVABLE

	<u>2023</u>	<u>2022</u>
Municipal: - Current	\$ 48,697	79,804
- Arrears	<u>9,850</u>	<u>6,326</u>
	58,547	86,130
Less: allowance for uncollectibles	<u>(11,629)</u>	<u>(8,179)</u>
Total municipal taxes receivable	<u>46,918</u>	<u>77,951</u>
School: - Current	9,378	15,467
- Arrears	<u>3,078</u>	<u>1,590</u>
Total taxes to be collected on behalf of School Divisions	<u>12,456</u>	<u>17,057</u>
Other: - Current	104	41,588
- Arrears	<u>-</u>	<u>-</u>
Total other collections receivable	<u>104</u>	<u>41,588</u>
Total taxes and grants in lieu receivable or to be collected on behalf of other organizations	59,478	136,596
Deduct taxes receivable to be collected on behalf of other organizations	<u>(12,560)</u>	<u>(58,645)</u>
Total taxes receivable - Municipal	<u>\$ 46,918</u>	<u>77,951</u>

4. OTHER ACCOUNTS RECEIVABLE

	<u>2023</u>	<u>2022</u>
Federal government	\$ 25,972	60,190
Provincial government	-	9,374
Local government	-	-
Utility	-	-
Trade	2,154	5,586
Other	<u>-</u>	<u>-</u>
Total other accounts receivable	28,126	75,150
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Net other accounts receivable	<u>\$ 28,126</u>	<u>75,150</u>

RURAL MUNICIPALITY OF LAKEVIEW NO. 337

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

5. ASSETS HELD FOR SALE

	<u>2023</u>	<u>2022</u>
Tax title property	\$ 13,957	14,018
Less: - allowance for market value adjustment	<u>(9,810)</u>	<u>(9,595)</u>
Net tax title property	<u>4,147</u>	<u>4,423</u>
Other land	-	-
Less: - allowance for market value adjustment	<u>-</u>	<u>-</u>
Net other land	<u>-</u>	<u>-</u>
Total land for resale	<u>\$ 4,147</u>	<u>4,423</u>

6. LONG-TERM RECEIVABLES

	<u>2023</u>	<u>2022</u>
Sask. Assoc. of Rural Municipalities - Self-insurance fund	\$ 82,744	73,381
Other long term investments:		
Nursing Home shares	<u>839</u>	<u>839</u>
Total long term investments	<u>\$ 83,583</u>	<u>74,220</u>

7. BANK INDEBTEDNESS

Credit Arrangements

At December 31, 2023, the Municipality had a line of credit totaling \$400,000, none of which was drawn.

8. LONG-TERM DEBT

The authorized debt limit for the Municipality is \$1,741,382. The authorized debt limit for a Municipality is the total amount of the Municipality's own source revenues for the preceding year (the *Municipalities Act* section 161(1)). The incremental debt above the debt limit authorized in the *Municipalities Act* is approved by the Saskatchewan Municipal Board.

RURAL MUNICIPALITY OF LAKEVIEW NO. 337

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

9. PENSION PLAN

The Municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The Municipality's pension expense in 2023 was \$25,290 (2022 - \$24,051). 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. The Municipality matches its employee's contributions of 9.0% for general members and 12.5% for designated police officers and firefighters

Total current service contributions by the Municipality to MEPP in 2023 were \$25,290 (2022 - \$24,051). Total current service contributions by the employees of the Municipality to MEPP in 2023 were \$25,290 (2022 - \$24,051).

Based on the latest information available (December 31, 2023 Audited Financial Statements) the Municipal Employees Pension Plan had a surplus in the net assets available for benefits of \$1,161,337,000. This is based on the most recent actuarial valuation, completed December 31, 2022. The Rural Municipality's portion of this is not readily determinable.

10. BUDGET

The Financial Plan (Budget) adopted by Council on June 14, 2023 was not prepared on a basis consistent with that used to report actual results. The budget was prepared on a modified accrual basis while Public Sector Accounting Standards require a full accrual basis. The budgeted surplus does not include amounts budgeted for capital purchases, transfers from reserves, or principle repayments of debt. As a result, the budget figures presented in the statements of operations and change in net financial assets include the following adjustments:

	<u>2023</u>
Budget net surplus	\$ 18,960
Add: Transfer to reserves	<u>350,000</u>
Budget surplus per statement of financial activities	<u>\$ 368,960</u>

RURAL MUNICIPALITY OF LAKEVIEW NO. 337

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

11. 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 doing so, cause a loss for the other party. The Municipality is mainly exposed to credit risk with respect to its cash and taxes and other accounts receivable. It is management's opinion that the Municipality is not exposed to significant credit risk as its cash is held by financial institutions with high credit ratings, and a significant portion of its taxes and other accounts receivable can be collected through tax enforcement procedures.

Liquidity Risk

Liquidity risk is the risk that the Municipality 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. The Municipality is mainly exposed to liquidity risk with respect to its accounts payable and accrued liabilities and long-term debt.

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 risk, and other price 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 long-term debt.
- Currency risk is the risk that the future cash flows of a financial instrument will fluctuate due to changes in currency fluctuations. There are no financial instruments that potentially subject the Municipality to currency risk.
- Other price risk is the risk that the future cash flows of a financial instrument will fluctuate due to changes in the fair value of equity investments. The financial instruments that potentially subject the Municipality to other price risk consist of its nursing home shares.

RURAL MUNICIPALITY OF LAKEVIEW NO. 337

SCHEDULE OF TAXES AND OTHER UNCONDITIONAL REVENUES

Year ended December 31, 2023
with comparative figures for 2022

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
TAXES			
General municipal tax levy	\$ 1,702,420	1,697,918	1,676,325
Abatements and adjustments	(800)	(4,250)	(7,529)
Discount on current year taxes	<u>(84,910)</u>	<u>(84,402)</u>	<u>(80,238)</u>
Net municipal taxes	1,616,710	1,609,266	1,588,558
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	2,500	4,207	1,838
Special tax levy	-	-	-
Other	<u>500</u>	<u>289</u>	<u>246</u>
Total Taxes	<u>1,619,710</u>	<u>1,613,762</u>	<u>1,590,642</u>
UNCONDITIONAL GRANTS			
Revenue sharing	264,340	264,341	231,596
Organized Hamlet	2,660	2,665	2,491
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total Unconditional Grants	<u>267,000</u>	<u>267,006</u>	<u>234,087</u>
GRANTS IN LIEU OF TAXES			
Federal	-	-	-
Provincial			
S.P.C. Electrical	-	-	-
Sask. Energy Gas	-	-	-
TransGas	-	-	-
Central Services	-	-	-
Sasktel	-	-	-
Provincial - Ministry of Environment	4,300	5,504	3,110
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other	-	-	-
Other Government Transfers			
S.P.C. Surcharge	-	-	-
Sask Energy Surcharge	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total Grants in Lieu of Taxes	<u>4,300</u>	<u>5,504</u>	<u>3,110</u>
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	<u>\$ 1,891,010</u>	<u>1,886,272</u>	<u>1,827,839</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF LAKEVIEW NO. 337

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2023
with comparative figures for 2022

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ 240	78	238
Sales of supplies	13,730	2,901	15,160
Other (leases, rentals, and tax certificates)	4,290	18,946	4,155
Total Fees and Charges	18,260	21,925	19,553
Tangible capital asset sales - gain (loss)	-	(600)	(42,723)
Land sales - gain	-	50	7,316
Investment income	29,050	121,776	39,975
Commissions	-	-	-
Other Segmented Revenue (Insurance proceeds and sales)	28,010	41,330	(2,541)
Total other segmented revenue	75,320	184,481	21,580
Conditional Grants			
Federal - Student Employment	-	-	-
Other (SGI traffic grant)	250	7,690	250
Total Conditional Grants	250	7,690	250
Total Operating	<u>75,570</u>	<u>192,171</u>	<u>21,830</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total General Government Services	<u>75,570</u>	<u>192,171</u>	<u>21,830</u>
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Other (fire calls)	-	-	-
Total Fees and Charges	-	-	-
Tangible capital asset sales - gain (loss)	-	-	-
Other Segmented Revenue (donations)	-	-	-
Total other segmented revenue	-	-	-
Conditional Grants			
Federal - Student Employment	-	-	-
Local government-Operating	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	<u>-</u>	<u>-</u>	<u>-</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Provincial - Disaster Assistance	-	-	-
Local Government-Capital	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Protective Services	<u>-</u>	<u>-</u>	<u>-</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF LAKEVIEW NO. 337

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2023
with comparative figures for 2022

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ 18,000	12,944	25,901
Sale of gravel and supplies	200	400	200
Road maintenance and restoration agreements	11,240	13,435	15,981
Other	-	98	-
Total Fees and Charges	<u>29,440</u>	<u>26,877</u>	<u>42,082</u>
Tangible capital asset sales - gain (loss)	125,000	153,400	131,440
Other Segmented Revenue	-	-	-
Total other segmented revenue	<u>154,440</u>	<u>180,277</u>	<u>173,522</u>
Conditional Grants			
Primary Weight Corridor	27,580	27,580	41,180
Federal - Student Employment	-	-	-
Other (traffic safety grant)	-	-	-
Total Conditional Grants	<u>27,580</u>	<u>27,580</u>	<u>41,180</u>
Total Operating	<u>182,020</u>	<u>207,857</u>	<u>214,702</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	23,620	24,803	11,371
MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>23,620</u>	<u>24,803</u>	<u>11,371</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Transportation Services	<u>205,640</u>	<u>232,660</u>	<u>226,073</u>
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Waste and Disposal Charges	-	-	-
Other	-	-	-
Total Fees and Charges	<u>-</u>	<u>-</u>	<u>-</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other Segmented Revenue	-	-	-
Total other segmented revenue	<u>-</u>	<u>-</u>	<u>-</u>
Conditional Grants			
Federal - Student Employment	-	-	-
TAPD	-	-	-
Beaver Grant	510	390	510
Other (pest control)	3,120	-	3,120
Total Conditional Grants	<u>3,630</u>	<u>390</u>	<u>3,630</u>
Total Operating	<u>3,630</u>	<u>390</u>	<u>3,630</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
TAPD	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Environmental and Public Health Services Services	<u>3,630</u>	<u>390</u>	<u>3,630</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF LAKEVIEW NO. 337

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2023
with comparative figures for 2022

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Maintenance and development charges	\$ -	-	-
Other (licenses & permits)	-	-	-
Total Fees and Charges	-	-	-
Tangible capital asset sales - gain (loss)	-	-	-
Other Segmented Revenue (Public reserve)	-	4,295	-
Total other segmented revenue	-	4,295	-
Conditional Grants			
Federal - Student Employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	4,295	-
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Planning and Development Services	-	4,295	-
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Other (recreation fees)	-	-	-
Total Fees and Charges	-	-	-
Tangible capital asset sales - gain (loss)	-	-	-
Other Segmented Revenue (fundraising & donations)	-	-	-
Total other segmented revenue	-	-	-
Conditional Grants			
Student Employment	-	-	-
Local government-Operating	-	-	-
Donations	-	-	-
Other (ICIP & Sask. lotteries)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Local Government-Capital	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Recreation and Cultural Services	-	-	-

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF LAKEVIEW NO. 337

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2023
with comparative figures for 2022

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Water	\$ 5,910	6,045	5,430
Sewer	-	-	-
Other	-	-	-
Total Fees and Charges	<u>5,910</u>	<u>6,045</u>	<u>5,430</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other Segmented Revenue	-	-	-
Total other segmented revenue	<u>5,910</u>	<u>6,045</u>	<u>5,430</u>
Conditional Grants			
Federal - Student Employment	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>5,910</u>	<u>6,045</u>	<u>5,430</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
New Building Canada Fund (SCF, NRP)	-	-	-
Clean Water and Wastewater Fund	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Restructuring Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Utility Services	<u>5,910</u>	<u>6,045</u>	<u>5,430</u>
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	<u>\$ 290,750</u>	<u>435,561</u>	<u>256,963</u>
SUMMARY			
Total Other Segmented Revenue	\$ 235,670	375,098	200,532
Total Conditional Grants	31,460	35,660	45,060
Total Capital Grants and Contributions	23,620	24,803	11,371
Restructuring Revenue	-	-	-
TOTAL REVENUE BY FUNCTION	<u>\$ 290,750</u>	<u>435,561</u>	<u>256,963</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF LAKEVIEW NO. 337

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2023
with comparative figures for 2022

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 48,900	28,651	36,448
Wages and benefits	149,490	134,390	127,459
Professional/Contractual services	66,620	69,840	71,595
Utilities	10,550	8,759	9,578
Maintenance, materials, and supplies	54,510	45,932	28,565
Grants and contributions	10,000	8,560	6,102
-operating			
-capital	-	-	-
Amortization	5,470	4,786	5,472
Accretion of asset retirement obligations	-	-	-
Interest	-	-	-
Allowance for uncollectibles	-	-	-
General Government Services	<u>345,540</u>	<u>300,918</u>	<u>285,219</u>
Restructuring	-	-	-
Total General Government Services	<u>345,540</u>	<u>300,918</u>	<u>285,219</u>
PROTECTIVE SERVICES			
Police protection			
Wages and benefits	-	-	-
Professional/Contractual services	20,000	21,043	19,686
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions	-	-	-
-operating			
-capital	-	-	-
Amortization	-	-	-
Accretion of asset retirement obligations	-	-	-
Interest	-	-	-
Other	-	-	-
Fire protection			
Wages and benefits	-	-	-
Professional/Contractual services	10,050	10,041	8,952
Utilities	-	-	-
Maintenance, materials, and supplies	300	295	270
Grants and contributions	-	-	-
-operating			
-capital	-	-	-
Amortization	-	-	-
Accretion of asset retirement obligations	-	-	-
Interest	-	-	-
Other	-	-	-
Protective Services	<u>30,350</u>	<u>31,379</u>	<u>28,908</u>
Restructuring	-	-	-
Total Protective Services	<u>30,350</u>	<u>31,379</u>	<u>28,908</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF LAKEVIEW NO. 337

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2023
with comparative figures for 2022

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
TRANSPORTATION SERVICES			
Wages and benefits	\$ 224,300	224,678	220,370
Professional/Contractual services	17,600	15,603	22,505
Utilities	12,250	10,265	10,828
Maintenance, materials, and supplies	215,070	106,627	198,500
Gravel	548,400	419,345	498,682
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	339,340	341,645	249,944
Accretion of asset retirement obligations	-	-	-
Interest	-	-	-
Other	-	-	-
Transportation Services	<u>1,356,960</u>	<u>1,118,163</u>	<u>1,200,829</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Transportation Services	<u>1,356,960</u>	<u>1,118,163</u>	<u>1,200,829</u>
ENVIRONMENTAL SERVICES			
Wages and benefits	60	636	58
Contractual services	50,060	39,789	43,479
Utilities	-	-	-
Maintenance, materials, and supplies	3,000	4,329	2,746
Grants and contributions	-	-	-
-operating	-	-	-
Waste disposal	-	-	-
Public health	300	300	300
-capital	-	-	-
Waste disposal	-	-	-
Public health	-	-	-
Amortization	160	161	161
Accretion of asset retirement obligations	-	-	-
Interest	-	-	-
Other	-	-	-
Environmental and Public Health Services	<u>53,580</u>	<u>45,215</u>	<u>46,744</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Environmental and Public Health Services	<u>53,580</u>	<u>45,215</u>	<u>46,744</u>
PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	-	-	-
Contractual services	-	-	390
Maintenance, materials, and supplies	-	220	1,378
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Accretion of asset retirement obligations	-	-	-
Interest	-	-	-
Other	-	-	-
Planning and Development Services	<u>-</u>	<u>220</u>	<u>1,768</u>
Restructuring	<u>-</u>	<u>-</u>	<u>-</u>
Total Planning and Development Services	<u>-</u>	<u>220</u>	<u>1,768</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF LAKEVIEW NO. 337

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2023
with comparative figures for 2022

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
RECREATION AND CULTURAL SERVICES			
Wages and benefits	\$ -	-	-
Professional/Contractual services	-	-	-
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions	8,800	9,051	8,450
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Accretion of asset retirement obligations	-	-	-
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	-	-
Recreation and Cultural Services	<u>8,800</u>	<u>9,051</u>	<u>8,450</u>
Restructuring	-	-	-
Total Recreation and Cultural Services	<u>8,800</u>	<u>9,051</u>	<u>8,450</u>
UTILITY SERVICES			
Wages and benefits	6,270	6,209	4,262
Professional/Contractual services	4,400	738	3,272
Utilities	5,000	4,282	4,231
Maintenance, materials, and supplies	1,800	935	1,518
Grants and contributions	-	75	75
-operating	-	-	-
-capital	-	-	-
Amortization	100	97	97
Accretion of asset retirement obligations	-	-	-
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	-	18
Utility Services	<u>17,570</u>	<u>12,336</u>	<u>13,473</u>
Restructuring	-	-	-
Total Utility Services	<u>17,570</u>	<u>12,336</u>	<u>13,473</u>
TOTAL EXPENDITURES BY FUNCTION	<u>\$ 1,812,800</u>	<u>1,517,282</u>	<u>1,585,391</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF LAKEVIEW NO. 337

SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2023

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and charges	\$ 21,925	-	26,877	-	-	-	6,045	54,847
Tangible capital asset sales - Gain (loss)	(600)	-	153,400	-	-	-	-	152,800
Land sales - Gain (loss)	50	-	-	-	-	-	-	50
Investment income	121,776	-	-	-	-	-	-	121,776
Commissions	-	-	-	-	-	-	-	-
Other revenues	41,330	-	-	-	4,295	-	-	45,625
Grants - Conditional	7,690	-	27,580	390	-	-	-	35,660
Grants - Capital	-	-	24,803	-	-	-	-	24,803
Restructurings	-	-	-	-	-	-	-	-
Total revenues	<u>192,171</u>	<u>-</u>	<u>232,660</u>	<u>390</u>	<u>4,295</u>	<u>-</u>	<u>6,045</u>	<u>435,561</u>
Expenses (Schedule 3)								
Wages & Benefits	163,041	-	224,678	636	-	-	6,209	394,564
Professional/Contractual Services	69,840	31,084	15,603	39,789	-	-	738	157,054
Utilities	8,759	-	10,265	-	-	-	4,282	23,306
Maintenance, materials and supplies	45,932	295	525,972	4,329	220	-	935	577,683
Grants and contributions	8,560	-	-	300	-	9,051	75	17,986
Amortization	4,786	-	341,645	161	-	-	97	346,689
Accretion of asset retirement obligations	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Allowance for uncollectibles	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Total expenses	<u>300,918</u>	<u>31,379</u>	<u>1,118,163</u>	<u>45,215</u>	<u>220</u>	<u>9,051</u>	<u>12,336</u>	<u>1,517,282</u>
Surplus (deficit) by function	<u>(108,747)</u>	<u>(31,379)</u>	<u>(885,503)</u>	<u>(44,825)</u>	<u>4,075</u>	<u>(9,051)</u>	<u>(6,291)</u>	<u>(1,081,721)</u>
Taxation and other unconditional revenue (Schedule 1)								
Net surplus (deficit)								<u>\$ 804,551</u>

See accompanying notes to the financial statements.



RURAL MUNICIPALITY OF LAKEVIEW NO. 337

SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2022

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and charges	\$ 19,553	-	42,082	-	-	-	5,430	67,065
Tangible capital asset sales - Gain (loss)	(42,723)	-	131,440	-	-	-	-	88,717
Land sales - Gain (loss)	7,316	-	-	-	-	-	-	7,316
Investment income	39,975	-	-	-	-	-	-	39,975
Commissions	-	-	-	-	-	-	-	-
Other revenues	(2,541)	-	-	-	-	-	-	(2,541)
Grants	250	-	41,180	3,630	-	-	-	45,060
Grants - Capital	-	-	11,371	-	-	-	-	11,371
Restructurings	-	-	-	-	-	-	-	-
Total revenues	21,830	-	226,073	3,630	-	-	5,430	256,963
Expenses (Schedule 3)								
Wages & Benefits	163,907	-	220,370	58	-	-	4,262	388,597
Professional/Contractual Services	71,595	28,638	22,505	43,479	390	-	3,272	169,879
Utilities	9,578	-	10,828	-	-	-	4,231	24,637
Maintenance, materials and supplies	28,565	270	697,182	2,746	1,378	-	1,518	731,659
Grants and contributions	6,102	-	-	300	-	8,450	75	14,927
Amortization	5,472	-	249,944	161	-	-	97	255,674
Accretion of asset retirement obligations	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Allowance for uncollectibles	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	18	18
Restructurings	-	-	-	-	-	-	-	-
Total expenses	285,219	28,908	1,200,829	46,744	1,768	8,450	13,473	1,585,391
Surplus (deficit) by function	(263,389)	(28,908)	(974,756)	(43,114)	(1,768)	(8,450)	(8,043)	(1,328,428)
Taxation and other unconditional revenue (Schedule 1)								<u>1,827,839</u>
Net surplus (deficit)								<u>\$ 499,411</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF LAKEVIEW NO. 337
SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT

Year ended December 31, 2023
with comparative figures for 2022

	2023							2022
	General Assets			Machinery & Equipment	Infrastructure Assets		General / Infrastructure Assets Under Construction	Total
	Land Improvements	Buildings	Vehicles		Linear Assets	Total		
Asset cost								
Opening asset costs	\$ 76,029	120,303	38,393	1,559,351	7,481,478	-	9,275,554	8,851,090
Additions during the year	-	-	25,784	737,482	-	-	763,266	837,356
Disposals and write-downs during the year	(600)	-	(27,060)	(376,611)	-	-	(404,271)	(412,892)
Transfers (from) assets under construction	-	-	-	-	-	-	-	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
Closing asset costs	<u>75,429</u>	<u>120,303</u>	<u>37,117</u>	<u>1,920,222</u>	<u>7,481,478</u>	<u>-</u>	<u>9,634,549</u>	<u>9,275,554</u>
Accumulated amortization cost								
Opening accumulated amortization costs	-	96,149	33,860	833,296	5,040,422	-	6,003,727	6,118,222
Add: Amortization taken	-	3,007	3,711	209,957	130,014	-	346,689	255,674
Less: Accumulated amortization on disposals	-	-	(27,060)	(376,611)	-	-	(403,671)	(370,169)
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
Closing accumulated amortization costs	<u>-</u>	<u>99,156</u>	<u>10,511</u>	<u>666,642</u>	<u>5,170,436</u>	<u>-</u>	<u>5,946,745</u>	<u>6,003,727</u>
Net book value	\$ <u>75,429</u>	<u>21,147</u>	<u>26,606</u>	<u>1,253,580</u>	<u>2,311,042</u>	<u>-</u>	<u>3,687,804</u>	<u>3,271,827</u>
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 2023:	\$ -	-	-	-	-	-	-	-

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF LAKEVIEW NO. 337
SCHEDULE OF TANGIBLE CAPITAL ASSETS BY FUNCTION

Year ended December 31, 2023
 with comparative figures for 2022

	2023						2022		
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	
Asset cost									
Opening asset costs	\$ 153,545	-	9,032,486	25,217	-	-	64,306	9,275,554	8,851,090
Additions during the year	6,588	-	756,678	-	-	-	-	763,266	837,356
Disposals and write-downs during the year	(3,325)	-	(400,946)	-	-	-	-	(404,271)	(412,892)
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing asset costs	<u>156,808</u>	-	<u>9,388,218</u>	<u>25,217</u>	-	-	<u>64,306</u>	<u>9,634,549</u>	<u>9,275,554</u>
Accumulated amortization cost									
Opening accumulated amortization costs	115,552	-	5,821,085	3,271	-	-	63,819	6,003,727	6,118,222
Add: Amortization taken	4,786	-	341,645	161	-	-	97	346,689	255,674
Less: Accumulated amortization on disposals	(2,725)	-	(400,946)	-	-	-	-	(403,671)	(370,169)
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing accumulated amortization costs	<u>117,613</u>	-	<u>5,761,784</u>	<u>3,432</u>	-	-	<u>63,916</u>	<u>5,946,745</u>	<u>6,003,727</u>
Net book value	<u>\$ 39,195</u>	-	<u>3,626,434</u>	<u>21,785</u>	-	-	<u>390</u>	<u>3,687,804</u>	<u>3,271,827</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF LAKEVIEW NO. 337

SCHEDULE OF ACCUMULATED SURPLUS

Year ended December 31, 2023

	<u>2022</u>	<u>Changes</u>	<u>2023</u>
UNAPPROPRIATED SURPLUS	\$ 2,802,848	30,786	2,833,634
APPROPRIATED RESERVES			
Reserve for machinery and equipment	-	-	-
Public reserve	-	-	-
Capital trust	772,500	350,000	1,122,500
Utility reserve	-	-	-
Total Appropriated	<u>772,500</u>	<u>350,000</u>	<u>1,122,500</u>
ORGANIZED HAMLETS			
Hamlet of Hendon	<u>27,491</u>	<u>7,788</u>	<u>35,279</u>
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6)	3,271,827	415,977	3,687,804
Less: Related debt	-	-	-
Net Investment in Tangible Capital Assets	<u>3,271,827</u>	<u>415,977</u>	<u>3,687,804</u>
Accumulated Surplus excluding remeasurement gains (losses)	\$ <u>6,874,666</u>	<u>804,551</u>	<u>7,679,217</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF LAKEVIEW NO. 337

SCHEDULE OF MILL RATES AND ASSESSMENTS

Year ended December 31, 2023
with comparative figures for 2022

	PROPERTY CLASS					Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	
Taxable Assessment	\$ 120,870,390	6,745,200	-	-	38,123,350	165,738,940
Regional Park Assessment						
Total Assessment						165,738,940
Mill Rate Factor(s)	0.7900	1.1200	-	-	1.6300	
Total Base/Minimum Tax (generated for each property class)	10.500	47.550	-	-	13.775	71.825
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 962,125	106.868	-	-	628.925	1,697,918

MILL RATES:

Average Municipal*	10.245
Average School*	2.793
Potash Mill Rate	-
Uniform Municipal Mill Rate	10.000

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

See accompanying notes to the financial statements.



RURAL MUNICIPALITY OF LAKEVIEW NO. 337

SCHEDULE OF COUNCIL REMUNERATION

Year ended December 31, 2023
with comparative figures for 2022

Position	Name	<u>Remuneration</u>	<u>Reimbursed Costs</u>	<u>Total</u>
Reeve	Dwight Odelein	\$ 2,800	616	3,416
Councillor\	Donald Linde	2,600	273	2,873
Councillor	Malcolm Evans	2,400	286	2,686
Councillor	Wanda Jones	3,500	627	4,127
Councillor	Morris Kiland	3,250	695	3,945
Councillor	Wayne Anderson	4,000	715	4,715
Councillor	Randy Woolrich	3,100	517	3,617
Total		<u>\$ 21,650</u>	<u>3,729</u>	<u>25,379</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF LAKEVIEW NO. 337

SCHEDULE OF RESTRUCTURING

Year ended December 31, 2023

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

Cash and cash equivalents	\$	-
Investments		-
Taxes receivable - Municipal		-
Other accounts receivable		-
Assets held for sale		-
Long-term receivables		-
Debt charges recoverable		-
Bank indebtedness		-
Accounts payable		-
Accrued liabilities payable		-
Deposits		-
Deferred revenue		-
Asset retirement obligations		-
Liability for contaminated sites		-
Other liabilities		-
Long-term debt		-
Lease obligations		-
Tangible capital assets		-
Prepayments and deferred charges		-
Stock and supplies		-
Other		-
		<hr/>
Total Net Carrying Amount Received (Transferred)	\$	-
		<hr/> <hr/>

See accompanying notes to the financial statements.