

TOWN OF CARNDUFF
Consolidated Financial Statements
Year Ended December 31, 2022

TOWN OF CARNDUFF
Index to Consolidated Financial Statements
Year Ended December 31, 2022

	Page
MANAGEMENT'S RESPONSIBILITY	1
AUDITOR'S REPORT	2 - 3
CONSOLIDATED FINANCIAL STATEMENTS	
Consolidated Statement of Financial Position	4
Consolidated Statement of Operations and Accumulated Surplus	5
Consolidated Statement of Change in Net Financial Assets	6
Consolidated Statement of Cash Flows	7
Notes to Consolidated Financial Statements	8 - 17
Taxes and Other Unconditional Revenue (<i>Schedule 1</i>)	18
Schedule of Operating and Capital Revenue by Function (Schedule 2 - 1)	19
Schedule of Operating and Capital Revenue by Function (Schedule 2 - 2)	20
Schedule of Operating and Capital Revenue by Function (Schedule 2 - 3)	21
Schedule of Operating and Capital Revenue by Function (Schedule 2 - 4)	22
Total Expenses by Function (Schedule 3 - 1)	23
Total Expenses by Function (Schedule 3 - 2)	24
Total Expenses by Function (Schedule 3 - 3)	25
Consolidated Schedule of Segment Disclosure by Function (Schedule 4)	26
Consolidated Schedule of Segment Disclosure by Function (Schedule 5)	27
Consolidated Schedule of Tangible Capital Assets by Object (Schedule 6)	28
Consolidated Schedule of Tangible Capital Assets by Function (Schedule 7)	29
Consolidated Schedule of Accumulated Surplus (Schedule 8)	30
Schedule of Mill Rates and Assessments (Schedule 9)	31
Schedule of Council Remuneration (Schedule 10)	32

Management's Responsibility

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


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

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

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



Ross Apperley, Mayor



Annette Brown, Administrator

Carnduff, SK

Independent Auditor's report

To the Council of the Town of Carnduff:

Opinion

We have audited the consolidated financial statements of the Town of Carnduff (the Municipality), which comprise the consolidated statement of financial position as at December 31, 2022, and the consolidated statements of operations and accumulated surplus, change in net financial assets and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Municipality as at December 31, 2022, and the results of its operations and its 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 Consolidated Financial Statements* section of our report. We are independent of the Municipality in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with those requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter - Restated Comparative Information

We draw attention to Note 11 to the consolidated financial statements, which explains that certain comparative information presented for the year ended December 31, 2021 has been restated. Our opinion is not modified in respect to this matter.

Other Matter - Supplemental Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements taken as a whole. Schedules 1, 2, 3, 7, 9 and 10 are presented for purposes of additional information and are not a required part of the consolidated financial statements. Such information has been subjected to the auditing procedures applied, only to the extent necessary to express an opinion, in the audit of the consolidated financial statements taken as a whole.

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

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Municipality's ability to continue as a going concern, disclosing, as applicable, matters relating 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.

(continues)

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

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

Weyburn, Canada
May 26, 2023



Chartered Professional Accountants

TOWN OF CARNDUFF
Consolidated Statement of Financial Position
As at December 31, 2022

Statement 1

	2022	2021 Restated (see Note 11)
FINANCIAL ASSETS		
Cash (Note 2)	\$ 2,070,299	\$ 3,652,029
Taxes Receivable - Municipal (Note 3)	126,340	100,768
Other Receivables (Note 4)	233,620	220,352
Investments (Note 5)	10	10
Debt Charges Recoverable	-	-
Other (Specify)	-	-
Total financial assets	2,430,269	3,973,159
LIABILITIES		
Bank indebtedness (Note 6)	-	-
Accounts Payable	123,234	51,916
Accrued Liabilities	109,856	151,087
Deposits	700	1,400
Deferred Revenue (Note 7)	101,841	350,762
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	-	-
Other liabilities - operating loan	-	-
Long-Term Debt (Note 8)	1,661,692	1,974,651
Total liabilities	1,997,323	2,529,816
NET FINANCIAL ASSETS	432,946	1,443,343
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	16,598,057	14,825,661
Prepayments and Deferred Charges	228	4,241
Stock and Supplies	-	-
Other	-	-
Total Non-Financial Assets	16,598,285	14,829,902
ACCUMULATED SURPLUS (Schedule 8)	\$ 17,031,231	\$ 16,273,245

TOWN OF CARNDUFF

Consolidated Statement of Operations and Accumulated Surplus

As at December 31, 2022

Statement 2

	Budget	2022	2021 Restated (see Note 11)
Revenues other than Provincial/Federal Capital grants and contributions			
Taxes and Other Unconditional Revenue (Schedule 1)	\$ 1,598,448	\$ 1,602,507	\$ 1,600,415
Fees and Charges (Schedule 4, 5)	1,099,071	1,054,462	1,155,860
Conditional Grants (Schedule 4, 5)	296,913	415,595	230,781
Tangible Capital Assets Sales - Gain (Loss) (Schedule 4, 5)	-	2,826	-
Land Sales - Gain (Loss) (Schedule 4, 5)	(14,556)	(14,555)	(31,786)
Investment Income and Commissions (Schedule 4, 5)	11,895	39,871	11,896
Restructurings (Schedule 4, 5)	-	-	-
Other Revenues (Schedule 4, 5)	5,900	19,643	10,304
Total Revenues other than Provincial/Federal Capital grants and contributions	2,997,671	3,120,349	2,977,470
EXPENSES			
General Government Services (Schedule 3)	466,208	455,188	413,252
Protective Services (Schedule 3)	172,922	149,568	149,784
Transportation Services (Schedule 3)	652,107	543,973	483,988
Environmental and Public Health Services (Schedule 3)	656,081	613,848	550,297
Planning and Development Services (Schedule 3)	34,573	30,981	31,203
Recreation and Cultural Services (Schedule 3)	322,144	343,734	425,162
Utility Services (Schedule 3)	513,323	463,880	423,135
Restructurings (Schedule 3)	-	-	-
Total Expenses	2,817,358	2,601,172	2,476,821
Surplus of Revenues over Expenses before Provincial/Federal Capital grants and contributions	180,313	519,177	500,649
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	609,482	238,809	452,044
Surplus of Revenues over Expenses	789,795	757,986	952,693
Accumulated Surplus, Beginning of Year (as previously reported)	16,273,245	16,191,383	15,260,759
Prior Period Adjustment	-	81,862	59,793
Accumulated Surplus, Beginning of Year (as restated)	16,273,245	16,273,245	15,320,552
ACCUMULATED SURPLUS - END OF YEAR	\$ 17,063,040	\$ 17,031,231	\$ 16,273,245

TOWN OF CARNDUFF

Consolidated Statement of Change in Net Financial Assets

As at December 31, 2022

Statement 3

	Budget 2022	2022	2021 <small>Restated (see Note 11)</small>
Surplus	\$ 789,795	\$ 757,986	\$ 952,693
(Acquisition) of tangible capital assets	(2,660,906)	(2,083,788)	(1,256,355)
Amortization of tangible capital assets	283,412	283,412	274,669
Proceeds on disposal of tangible capital assets	-	16,251	11,900
Loss on the disposal of tangible capital assets	-	11,729	31,786
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (Deficit) of capital expenses over expenditures	(2,377,494)	(1,772,396)	(938,000)
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expense	-	(228)	(4,241)
Consumption of supplies inventory	-	-	-
Use of prepaid expense	-	4,241	4,997
Surplus (Deficit) of expenses of other non-financial over expenditures	-	4,013	756
Increase/Decrease in Net Financial Assets	(1,587,699)	(1,010,397)	15,449
Net Financial Assets (Debt) - Beginning of Year	1,443,343	1,443,343	1,427,894
Net Financial Assets (Debt) - End of Year	\$ (144,356)	\$ 432,946	\$ 1,443,343

TOWN OF CARNDUFF
Consolidated Statement of Cash Flows
As at December 31, 2022

Statement 4

Cash provided by (used for) the following activities

	2022	2021 Restated (see Note 11)
Operating:		
Surplus	\$ 757,986	\$ 952,693
Amortization	283,412	274,669
Loss (gain) on disposal of tangible capital assets	(2,826)	-
Loss (gain) on land sales	14,555	31,789
	<u>1,053,127</u>	<u>1,259,151</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	(25,572)	(23,379)
Other Receivables	(13,268)	328,263
Prepayments and Deferred Charges	4,013	735
Accounts Payable	71,318	(292,966)
Accrued Liabilities	(41,231)	27,493
Deferred Revenue	(248,921)	(143,084)
Deposits	(700)	-
	<u>(254,361)</u>	<u>(102,938)</u>
Cash provided by operating transactions	<u>798,766</u>	<u>1,156,213</u>
Capital:		
Cash used to acquire tangible capital assets	(2,083,788)	(1,256,355)
Proceeds on sale of tangible capital assets	16,251	11,900
Cash applied to capital transactions	<u>(2,067,537)</u>	<u>(1,244,455)</u>
Investing:		
Proceeds on disposal of investment	-	-
Acquisition of investment	-	-
Cash provided by (applied to) investing transactions	<u>-</u>	<u>-</u>
Financing:		
Other liabilities - operating loan	-	(530,000)
Proceeds from debt issues	-	2,000,000
Debt repayment	(312,959)	(25,332)
Cash provided by (applied to) financing transactions	<u>(312,959)</u>	<u>1,444,668</u>
Change in Cash and Temporary Investments during the year	<u>(1,581,730)</u>	<u>1,356,426</u>
Cash and Temporary Investments - Beginning of Year	<u>3,652,029</u>	<u>2,295,603</u>
Cash and Temporary Investments - End of Year (Note 2)	<u>\$ 2,070,299</u>	<u>\$ 3,652,029</u>

TOWN OF CARNDUFF

Notes to Consolidated Financial Statements

As at December 31, 2022

1. Significant accounting policies

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

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

(a) Reporting Entity:

The consolidated financial statements consolidate the assets, liabilities and flow of resources of the Municipality. The entity is comprised of all of the organizations that are owned or controlled by the Municipality and are, therefore, accountable to the Council for the administration of their financial affairs and resources. Entities included in these consolidated financial statements are as follows:

Tony Day Family Medical Clinic
Town of Carnduff and the R.M. of Mount Pleasant #2 Fire Department

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. These consolidated financial statements contain the following partnerships:

Tony Day Family Medical Clinic - consolidated 50% (2021 - consolidated 50%) - proportionate consolidation

Town of Carnduff and the R.M. of Mount Pleasant #2 Fire Department - consolidated 33% (2021 - consolidated 33%) - proportionate consolidation

All inter-organizational transactions and balances have been eliminated.

(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 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.

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TOWN OF CARNDUFF

Notes to Consolidated Financial Statements

As at December 31, 2022

1. **Significant accounting policies** *(continued)*

(e) **Deferred Revenue - Fees and Charges:**

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

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

(f) **Local Improvement Charges:**

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

(g) **Net Financial Assets:**

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

(h) **Non-financial assets:**

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

(i) **Appropriated Reserves:**

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

(j) **Property Tax Revenue:**

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

(k) **Investments:**

Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment. Investments with terms of one year or less have been classified as other short-term investments and investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment.

(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) **Landfill liability:**

The Municipality maintains a waste transfer station. The Municipality formerly maintained a landfill but it has been decommissioned and is inspected annually with no issues, therefore, the Municipality does not anticipate any additional post-closure costs for the landfill or the transfer station.

(n) **Trust Funds:**

Funds held in trust for others, under a trust agreement or statute, are not included in the consolidated financial statements as they are not controlled by the Municipality. Trust fund activities administered by the Municipality are disclosed in Note 18.

(continues)

TOWN OF CARNDUFF

Notes to Consolidated Financial Statements

As at December 31, 2022

1. Significant accounting policies (continued)

(o) Employee benefit plans:

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

(p) Liability for Contaminated Sites:

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

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

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

(q) 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 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	15 Years
Buildings	20 and 40 Years
Vehicles & Equipment	
Vehicles	10 Years
Machinery and Equipment	5, 10 and 15 Years
Infrastructure Assets	
Water & Sewer	40 Years
Road Network Assets	15 and 40 Years
Hydrants	40 Years
Culverts	35 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 consolidated financial statements as either a capital or operating lease. Any lease that transfers substantially all of the benefits and risk associated with the leased asset is classified as a capital lease and recorded as a tangible capital asset. 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 lease 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.

(continues)

TOWN OF CARNDUFF

Notes to Consolidated Financial Statements

As at December 31, 2022

1. Significant accounting policies (continued)

(r) **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. Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

The measurement of materials and supplies are based on estimates of volume and quality. The 'Opening Asset costs' of tangible capital assets have been estimated where actual costs were not available. Amortization is based on the estimated useful lives of tangible capital assets.

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

(t) **Budget Information:**

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on May 26, 2022.

(u) **Asset 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.

(v) **New Accounting Standards and Amendments to Standards:**

Future Accounting Standards, Effective for fiscal years beginning on or after April 1, 2022:

PS 1201 Financial Statement Presentation, replaces PS 1200 with revised general reporting principles and standards of presentation and disclosure in government financial statements. Requires a new statement of re-measurement gains and losses separate from the statement of operations arising from the re-measurement of financial instruments and items denominated in foreign currencies, as well as the government's proportionate share of other comprehensive income that arises when a government includes the results of government business enterprises and partnerships. Effective in the period PS 3450 and PS 2601 are adopted. Effective in the period PS 3450 and PS 2601 are adopted.

(continues)

TOWN OF CARNDUFF

Notes to Consolidated Financial Statements

As at December 31, 2022

1. Significant accounting policies (continued)

PS 2601 Foreign Currency Translation, replaces PS 2600 with revised guidance on the recognition, presentation and disclosure of transactions that are denominated in a foreign currency. Requires that monetary assets and liabilities denominated in a foreign currency and non-monetary items included in the fair value category, denominated in a foreign currency, be adjusted to reflect the exchange rates in effect at the financial statement date. Unrealized gains and losses are to be presented in the statement of re-measurement gains and losses.

PS 3041 Portfolio Investments, replaces PS 3040 with revised guidance on accounting for, and presentation and disclosure of, portfolio investments. Removes the distinction between temporary and portfolio investments. Upon adoption of PS 3450 and PS 3041, PS 3030, Temporary Investments, will no longer apply. Effective in the period PS 3450, PS 2601 and PS 1201 are adopted.

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

PS 3280 Asset Retirement Obligations, 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.

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

2. Cash and Temporary Investments

	2022	2021
Cash	\$ 1,974,915	\$ 3,562,085
Temporary Investments	51,614	50,754
Restricted cash	43,770	39,190
Total Cash and Temporary Investments	\$ 2,070,299	\$ 3,652,029

Cash and temporary investments include balances with banks, term deposits, marketable securities and short-term investments with maturities of one year or less. Cash subject to restrictions that prevent its use for other than specific current purposes is included in restricted cash.

Temporary investments include term deposits consisting of guaranteed investment certificates that bear interest between 3.25% to 4.5% (2021 - 0.05% to 0.1%) and mature between June and August 2023 (2021 - May to August 2022).

Restricted cash - Cemetery peteptrual care account includes funds that are externally restricted for the cemetery/pertetual care in their daily operations.

Restricted cash - Medical clinic account includes funds that are externally restricted for the use of the medical clinic in their daily operations.

Restricted cash - Cenotaph account includes funds that are externally resticted for the use of the cenotaph.

TOWN OF CARNDUFF

Notes to Consolidated Financial Statements

As at December 31, 2022

3. Taxes Receivable - Municipal

	<u>2022</u>	<u>2021</u>
<u>Municipal</u>		
- Current	\$ 105,727	\$ 84,994
- Arrears	20,613	15,774
	<u>126,340</u>	<u>100,768</u>
Less - allowance for uncollectibles	-	-
Total municipal taxes receivable	<u>126,340</u>	<u>100,768</u>
<u>School</u>		
- Current	28,026	25,138
- Arrears	5,384	4,601
Total school taxes receivable	<u>33,410</u>	<u>29,739</u>
Other	-	-
Total taxes and grants in lieu receivable	159,750	130,507
Deduct taxes receivable to be collected on behalf of other organizations	<u>(33,410)</u>	<u>(29,739)</u>
Total Taxes Receivable - Municipal	\$ 126,340	\$ 100,768

4. Other Accounts Receivable

	<u>2022</u>	<u>2021</u>
Federal Government	\$ 52,904	\$ 70,057
Provincial Government	15,390	9,312
Utility	81,585	69,984
Local Government	67,545	71,791
Trade	21,266	5,574
Other	-	-
Total Other Accounts Receivable	<u>238,690</u>	<u>226,718</u>
Less: allowance for uncollectibles	<u>(5,070)</u>	<u>(6,366)</u>
Net Other Accounts Receivable	\$ 233,620	\$ 220,352

5. Investments

	<u>2022</u>	<u>2021</u>
Credit Union membership shares	\$ 10	\$ 10
Total Long-Term Investment	\$ 10	\$ 10

Member share equity accounts are recorded at acquisition cost.

6. Bank Indebtedness

Credit Arrangements

At December 31, 2022, the Municipality had lines of credit totaling \$250,000, bearing interest of prime less 0.2500%, none of which were drawn. The following has been collateralized in connection with this line of credit:

- General security agreement on taxes receivable (excluding the school division portion); and
- all other revenues of the Town of Carnduff.

TOWN OF CARNDUFF

Notes to Consolidated Financial Statements

As at December 31, 2022

7. Deferred Revenue

	2022	2021
		<i>Restated (see Note 11)</i>
<u>Canada Community-Building Fund Grant</u>		
Balance, Beginning of Year	\$ 266,144	\$ 236,539
Amounts received during the year	33,959	133,913
Amounts recognized as revenue during the year	<u>(237,575)</u>	<u>(104,308)</u>
Balance, End of Year	<u>62,528</u>	<u>266,144</u>
<u>Deferred Assessibilities Grant</u>		
Balance, Beginning of Year	31,736	33,345
Amounts received during the year	-	-
Amounts recognized as revenue during the year	<u>(31,736)</u>	<u>(1,609)</u>
Balance, End of Year	<u>-</u>	<u>31,736</u>
<u>Donations</u>		
Balance, Beginning of Year	26,034	51,027
Amounts received during the year	-	640
Amounts recognized as revenue during the year	<u>(7,355)</u>	<u>(25,633)</u>
Balance, End of Year	<u>18,679</u>	<u>26,034</u>
<u>Prepaid property taxes</u>		
Balance, Beginning of Year	18,176	9,266
Amounts received during the year	14,858	18,176
Amounts recognized as revenue during the year	<u>(18,176)</u>	<u>(9,266)</u>
Balance, End of Year	<u>14,858</u>	<u>18,176</u>
<u>Prepaid utilities</u>		
Balance, Beginning of Year	4,450	5,712
Amounts received during the year	5,776	4,450
Amounts recognized as revenue during the year	<u>(4,450)</u>	<u>(5,712)</u>
Balance, End of Year	<u>5,776</u>	<u>4,450</u>
<u>Other</u>		
Balance, Beginning of Year	4,222	-
Amounts received during the year	-	4,222
Amounts recognized as revenue during the year	<u>(4,222)</u>	<u>-</u>
Balance, End of Year	<u>-</u>	<u>4,222</u>
<u>Municipal Economic Enhancement Program (MEEP)</u>		
Balance, Beginning of Year	-	157,958
Amounts received during the year	-	-
Amounts recognized as revenue during the year	<u>-</u>	<u>(157,958)</u>
Balance, End of Year	<u>-</u>	<u>-</u>
Grand total	<u>\$ 101,841</u>	<u>\$ 350,762</u>

TOWN OF CARNDUFF

Notes to Consolidated Financial Statements

As at December 31, 2022

8. Long-term Debt

a) The debt limit of the Municipality is \$2,377,364 (2021 - \$2,308,708). 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)).

Long term debt: Bank of Montreal loan bearing fixed interest at 2.58% per annum and repayable in monthly blended payments of \$30,013. The loan matures November 30, 2024.

	Principal	Interest	2022
<u>Year</u>			
2023	\$ 320,516	\$ 39,640	\$ 360,156
2024	1,341,176	28,939	1,370,115
Balance	1,661,692	68,579	1,730,271

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 2022 was \$56,244 (2021 - \$53,184). The benefits accrued to the Municipality's employees from MEPP are calculated using the following: pensionable years of service, highest average salary, and the plan accrual rate.

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

	2022	2021
<u>Details of MEPP</u>		
Number of active members	18	13
Member contribution rates (percentage of salary):		
Employee contribution - general members	9.00%	9.00%
Employer contribution - general members	9.00%	9.00%
Member contributions for the year	56,244	53,184
Employer contributions for the year	56,244	53,184
Financial position of the plan:		
Plan assets	3,275,495,000	3,568,400,000
Plan liabilities	2,254,194,000	2,424,014,000
Accounting pension surplus	1,021,301,000	\$1,144,386,000

2022 year's maximum pensionable amount (YMPE) \$64,900 (2021 - \$61,600)

TOWN OF CARNDUFF

Notes to Consolidated Financial Statements

As at December 31, 2022

10. Government Partnerships

The Town of Carnduff and the RM of Mount Pleasant (the "partners") jointly operate the Tony Day Family Medical Clinic to ensure that all citizens have access to family medicine, optometry, public health, mental health, chiropractic care and hearing testing. The partners have agreed to proportionately provide any sums of money required by the Tony Day Family Medical Clinic to carry out its duties and responsibilities, on an equally shared basis. The following is 100% of the financial position and results of operations of the partnership, of which 50% has been proportionately consolidated into the financial statements of the Town of Carnduff.

	<u>2022</u>	<u>2021</u>
Financial Position		
Assets	\$ 24,427	\$ 22,622
Liabilities	<u>(79,000)</u>	<u>(79,302)</u>
Net Financial Assets	(54,573)	(56,680)
Tangible Capital Assets	<u>-</u>	<u>-</u>
Net Assets	<u>(54,573)</u>	<u>(56,680)</u>
Operations		
Revenue	77,027	85,258
Expenses	<u>(74,920)</u>	<u>(79,090)</u>
Deficiency or revenue over expenses	2,107	6,168
Net Assets, opening	<u>(56,680)</u>	<u>(62,848)</u>
Net Assets, closing	<u>\$ (109,146)</u>	<u>\$ (113,360)</u>

The Town of Carnduff and the RM of Mount Pleasant (the "partners") jointly operate the Town of Carnduff and the R.M. of Mount Pleasant #2 Fire Department to ensure that all citizens have access to emergency fire services at a reasonable cost. The partners have agreed to proportionately provide any sums of money required by the Town of Carnduff and the R.M. of Mount Pleasant #2 Fire Department carry out its duties and responsibilities, on a 1/3 (Town) 2/3 (RM) basis. The following is 100% of the financial position and results of operations of the partnership, of which 1/3 has been proportionately consolidated into the financial statements of the Town of Carnduff. Any assets required to operate the fire department are purchased and co-owned by the Town of Carnduff and the RM of Mount Pleasant directly and as such are not presented below as assets of the partnership.

	<u>2022</u>	<u>2021</u>
Financial Position		
Assets	\$ -	\$ -
Liabilities	<u>-</u>	<u>-</u>
Net Financial Assets	-	-
Tangible Capital Assets	<u>-</u>	<u>-</u>
Net Assets	<u>(634,188)</u>	<u>(552,197)</u>
Operations		
Revenue	46,409	13,842
Expenses	<u>(128,400)</u>	<u>(115,016)</u>
Excess or revenue over expenses	(81,991)	(101,174)
Net Assets, opening	<u>(552,197)</u>	<u>(451,023)</u>
Net Assets, closing	<u>\$ (634,188)</u>	<u>\$ (552,197)</u>

TOWN OF CARNDUFF

Notes to Consolidated Financial Statements

As at December 31, 2022

11. Prior Period Adjustment

The Municipality has restated its 2021 consolidated financial statements to correct for accounts payable and expenses recorded in error. The impact on the 2021 consolidated financial statements is as follows:

	Previously Reported	Adjustments	Restated
Statement of Financial Position			
Accounts Payable	\$ 137,959	\$ (86,043)	\$ 51,916
Deferred Revenue	346,580	4,182	350,762
Accumulated Surplus	16,191,383	81,862	16,273,245
Statement of Operations			
General Government Services	410,841	2,411	413,252
Transportation Services	517,280	(33,292)	483,988
Environmental and Public Health Services	549,532	765	550,297
Recreation and Cultural Services	417,114	8,048	425,162
Surplus (Deficit) of Revenues over Expenses	930,624	22,069	952,693
Accumulated Surplus - Beginning of Year	15,260,759	59,793	15,320,552
Accumulated Surplus - End of Year	16,191,383	81,862	16,273,245
Statement of Changes in Net Financial Assets			
Surplus (Deficit)	930,624	22,069	952,693
Net Financial Assets (Debt) - Beginning of Year	1,368,101	59,793	1,427,894
Net Financial Assets (Debt) - End of Year	1,361,481	81,862	1,443,343
Statement of Cash Flows			
Surplus (Deficit)	930,624	22,069	952,693
Accounts Payable	(266,715)	(26,251)	(292,966)
Deferred Revenue	(147,267)	4,183	(143,084)

12. Budget Data

The reconciliation of the approved budget for the current year to the budget figures reported in these financial statements is as follows:

	<u>2022</u>
Budget surplus per Statement of Operations	\$ 789,795
Less: Capital expenditures	(2,660,906)
Add: Amortization on tangible capital assets	283,412
Add: Transfers from Reserves	438,218
Add: Long term debt issued	1,565,164
Less: Long-term debt repaid	(304,192)
Approved cash budget	<u>\$ 111,491</u>

13. Comparative figures

Some of the comparative figures may have been reclassified to conform to the current year's presentation.

TOWN OF CARNDUFF

Schedule of Taxes and Other Unconditional Revenue

As at December 31, 2022

Schedule 1

	Budget 2022	2022	2021
TAXES			
General municipal tax levy	\$ 1,262,125	\$ 1,262,126	\$ 1,258,793
Abatements and adjustments	(10,344)	(9,376)	(11,291)
Discount on current year taxes	(50,755)	(52,778)	(48,197)
Net Municipal Taxes	1,201,026	1,199,972	1,199,305
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	10,078	10,078	8,131
Special tax levy	-	-	-
Other	-	-	-
Total Taxes	1,211,104	1,210,050	1,207,436
UNCONDITIONAL GRANTS			
Revenue Sharing	246,640	246,629	248,586
Organized Hamlet	-	-	-
Other	-	-	-
Total Unconditional Grants	246,640	246,629	248,586
GRANTS IN LIEU OF TAXES			
Federal	5,535	5,409	5,415
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	23,210	29,798	22,739
Transgas	-	-	-
SPMC - Municipal share	-	-	-
SaskTel	3,546	3,334	3,334
Other	-	-	-
Local/Other			
Housing Authority	4,506	4,251	4,236
C.P.R. Mainline	-	-	-
Treaty land Entitlement	-	-	-
Other - local government	35,725	32,700	41,250
Other Government Transfers			
S.P.C. Surcharge	68,182	70,336	67,419
SaskEnergy Surcharge	-	-	-
Other	-	-	-
Total Grants in Lieu of Taxes	140,704	145,828	144,393
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 1,598,448	\$ 1,602,507	\$ 1,600,415

TOWN OF CARNDUFF

Schedule of Operating and Capital Revenue by Function

As at December 31, 2022

Schedule 2 - 1

	Budget 2022	2022	2021
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and charges	\$ 4,095	\$ 5,935	\$ 5,301
- Custom work	875	455	872
- Sales of supplies	3,250	3,070	3,901
- Other (rental)	22,045	26,027	24,760
Total Fees and Charges	30,265	35,487	34,834
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain (loss)	(14,556)	(14,555)	(31,786)
- Investment income and commissions	11,895	39,871	11,896
- Donations	5,900	19,643	10,304
Total Other Segmented Revenue	33,504	80,446	25,248
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other	2,000	16,364	3,639
Total Conditional Grants	2,000	16,364	3,639
Total Operating	35,504	96,810	28,887
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	64,841	237,409	104,308
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Capital	64,841	237,409	104,308
Restructuring revenue	-	-	-
Total General Government Services	100,345	334,219	133,195
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and charges	4,740	2,188	4,436
- Other	-	-	-
Total Fees and Charges	4,740	2,188	4,436
- Tangible capital asset sales - gain (loss)	-	2,826	-
- Other	-	-	-
Total Other Segmented Revenue	4,740	5,014	4,436
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	4,740	5,014	4,436
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring revenue	-	-	-
Total Protective Services	\$ 4,740	\$ 5,014	\$ 4,436

See notes to the consolidated financial statements

TOWN OF CARNDUFF

Schedule of Operating and Capital Revenue by Function

As at December 31, 2022

Schedule 2 - 2

	Budget 2022	2022	2021
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Custom work	-	-	-
- Sales of supplies	-	-	-
- Road Maintenance and Restoration Agreements	-	-	-
- Frontage	-	-	-
- Other	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- RIRG (CTP)	-	-	-
- Student Employment	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- RIRG (CTP, Bridge and Culvert, Road Const.)	700	1,400	700
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other, Traffic count	-	-	-
Total Capital	700	1,400	700
Restructuring revenue	-	-	-
Total Transportation Services	700	1,400	700
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	134,594	116,117	167,388
- Waste and Disposal Fees	46,605	45,852	45,091
- Other - medical clinic	40,791	34,013	42,629
Total Fees and Charges	221,990	195,982	255,108
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	221,990	195,982	255,108
Conditional Grants			
- Student Employment	-	-	-
- TAPD	-	-	-
- Local government	14,755	17,838	14,156
- MEEP	-	-	-
- Daycare - Provincial learning and access grants	257,673	356,643	185,700
Total Conditional Grants	272,428	374,481	199,856
Total Operating	494,418	570,463	454,964
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	\$ 494,418	\$ 570,463	\$ 454,964

See notes to the consolidated financial statements

TOWN OF CARNDUFF

Schedule of Operating and Capital Revenue by Function

As at December 31, 2022

Schedule 2 - 3

	Budget 2022	2022	2021
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 Revenues			
- Fees and Charges	36,500	31,199	36,818
- Other	-	-	-
Total Fees and Charges	36,500	31,199	36,818
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	36,500	31,199	36,818
Conditional Grants			
- Student Employment	-	1,655	-
- Local Government	22,485	22,467	21,961
- MEEP	-	-	-
- Other (donations)	-	628	5,325
Total Conditional Grants	22,485	24,750	27,286
Total Operating	58,985	55,949	64,104
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other	-	-	5,000
Total Capital	-	-	5,000
Restructuring revenue	-	-	-
Total Recreation and Cultural Services	\$ 58,985	\$ 55,949	\$ 69,104

TOWN OF CARNDUFF

Schedule of Operating and Capital Revenue by Function

As at December 31, 2022

Schedule 2 - 4

	Budget 2022	2022	2021
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ 50	\$ 50	\$ -
- Water	421,397	411,789	436,112
- Sewer	384,129	377,767	388,552
- Other	-	-	-
Total Fees and Charges	805,576	789,606	824,664
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	805,576	789,606	824,664
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	805,576	789,606	824,664
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- New Building Canada Fund (CCFF, NRP)	543,941	-	184,078
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	157,958
- Other	-	-	-
Total Capital	543,941	-	342,036
Restructuring revenue	-	-	-
Total Utility Services	1,349,517	789,606	1,166,700
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 2,008,705	\$ 1,756,651	\$ 1,829,099

SUMMARY

Total Other Segmented Revenue	\$ 1,102,310	\$ 1,102,247	\$ 1,146,274
Total Conditional Grants	296,913	415,595	230,781
Total Capital Grants and Contributions	609,482	238,809	452,044
Restructuring Revenue	-	-	-
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 2,008,705	\$ 1,756,651	\$ 1,829,099

TOWN OF CARNDUFF

Total Expenses by Function

As at December 31, 2022

Schedule 3 - 1

	Budget 2022	2022	2021
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 55,480	\$ 45,713	\$ 46,134
Wages and benefits	167,473	161,281	154,834
Professional/Contractual services	188,463	192,979	164,839
Utilities	10,600	10,991	9,947
Maintenance, materials and supplies	25,540	30,564	22,625
Grants and contributions			
- operating	6,550	5,626	3,046
- capital	-	-	-
Amortization	8,502	8,502	8,900
Interest	150	188	67
Allowance For Uncollectibles	3,000	(1,296)	(180)
Other	450	640	3,040
General Government Services	466,208	455,188	413,252
Restructuring	-	-	-
Total General Government Services	466,208	455,188	413,252
PROTECTIVE SERVICES			
Police Protection			
Wages and benefits	-	-	-
Professional/Contractual Services	103,339	98,835	92,910
Utilities	-	-	-
Maintenance, Materials and Supplies	-	-	-
Grants and contributions			
- Operating	-	-	-
- Capital	-	-	-
Other - Miscellaneous	5,000	66	-
Fire Protection			
Wages and benefits	4,600	1,700	300
Professional/Contractual Services	-	-	-
Utilities	-	-	-
Maintenance, Materials and Supplies	-	-	-
Grants and contributions			
- Operating	38,345	27,330	35,849
- Capital	-	-	-
Amortization	19,988	19,988	19,351
Interest	-	-	-
Other	1,650	1,649	1,374
Protective Services	172,922	149,568	149,784
Restructuring	-	-	-
Total Protective Services	172,922	149,568	149,784
TRANSPORTATION SERVICES			
Wages and Benefits	304,462	238,298	216,955
Professional/Contractual Services	100,900	64,644	46,266
Utilities	27,900	28,000	24,871
Maintenance, Materials and Supplies	87,960	95,280	64,545
Gravel	8,600	5,467	9,577
Grants and contributions			
- Operating	-	-	-
- Capital	-	-	-
Amortization	110,285	110,285	102,253
Interest	-	-	-
Other	12,000	1,999	19,521
Transportation Services	652,107	543,973	483,988
Restructuring	-	-	-
Total Transportation Services	\$ 652,107	\$ 543,973	\$ 483,988

TOWN OF CARNDUFF

Total Expenses by Function

As at December 31, 2022

Schedule 3 - 2

	Budget 2022	2022	2021
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and Benefits	\$ 295,747	\$ 319,003	\$ 263,490
Professional/Contractual Services	156,315	139,558	140,951
Utilities	5,975	6,903	5,822
Maintenance, Materials and Supplies	81,940	87,115	76,399
Grants and contributions			
- Operating	-	-	-
Waste disposal	-	-	-
Public Health	42,100	46,165	48,930
- Capital	-	-	-
waste disposal	-	-	-
Public Health	-	-	-
Amortization	14,904	14,904	14,705
Interest	-	-	-
Other - medical clinic	59,100	200	-
Environmental and Public Health Services	656,081	613,848	550,297
Restructuring	-	-	-
Total Environmental and Public Health Services	656,081	613,848	550,297
PLANNING AND DEVELOPMENT SERVICES			
Wages and Benefits	20,324	17,409	16,080
Professional/Contractual Services	9,120	8,443	10,267
Grants and contributions			
- Operating	-	-	-
- Capital	-	-	-
Amortization	5,129	5,129	4,856
Interest	-	-	-
Other	-	-	-
Planning and Development Services	34,573	30,981	31,203
Restructuring	-	-	-
Total Planning and Development Services	34,573	30,981	31,203
RECREATION AND CULTURAL SERVICES			
Wages and Benefits	110,950	99,284	114,487
Professional/Contractual Services	45,900	85,167	65,884
Utilities	30,200	39,196	26,980
Maintenance, Materials, and Supplies	26,750	23,241	21,293
Grants and contributions			
- Operating	38,560	27,062	113,686
- Capital	-	-	-
Amortization	69,784	69,784	69,784
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other	-	-	13,048
Recreation and Cultural Services	322,144	343,734	425,162
Restructuring	-	-	-
Total Recreation and Cultural Services	\$ 322,144	\$ 343,734	\$ 425,162

TOWN OF CARNDUFF

Total Expenses by Function

As at December 31, 2022

Schedule 3 - 3

	Budget 2022	2022	2021
UTILITY SERVICES			
Wages and Benefits	\$ 105,733	\$ 123,298	\$ 95,139
Professional/Contractual Services	149,700	106,716	124,086
Utilities	60,275	53,674	52,630
Maintenance, Materials and Supplies	86,680	78,175	81,190
Grants and contributions			
- Operating	150	-	-
- Capital	-	-	-
Amortization	54,820	54,820	54,820
Interest	55,965	47,197	15,270
Allowance For Uncollectibles	-	-	-
Other	-	-	-
Utility Services	513,323	463,880	423,135
Restructuring	-	-	-
Total Utility Services	513,323	463,880	423,135
TOTAL EXPENSES BY FUNCTION	\$ 2,817,358	\$ 2,601,172	\$ 2,476,821

TOWN OF CARNDUFF

Consolidated Schedule of Segment Disclosure by Function

As at December 31, 2022

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 35,487	\$ 2,188	\$ -	\$ 195,982	\$ -	\$ 31,199	\$ 789,606	\$ 1,054,462
Tangible Capital Asset Sales - Gain (Loss)	-	2,826	-	-	-	-	-	2,826
Land Sales - Gain (Loss)	(14,555)	-	-	-	-	-	-	(14,555)
Investment Income and Commissions	39,871	-	-	-	-	-	-	39,871
Other Revenues	19,643	-	-	-	-	-	-	19,643
Grants - Conditional	16,364	-	-	374,481	-	24,750	-	415,595
- Capital	237,409	-	1,400	-	-	-	-	238,809
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	334,219	5,014	1,400	570,463	-	55,949	789,606	1,756,651
Expenses (Schedule 3)								
Wages and Benefits	206,994	1,700	238,298	319,003	17,409	99,284	123,298	1,005,986
Professional/Contractual Services	192,979	98,835	64,644	139,558	8,443	85,167	106,716	696,342
Utilities	10,991	-	28,000	6,903	-	39,196	53,674	138,764
Maintenance Material and Supplies	30,564	-	100,747	87,115	-	23,241	78,175	319,842
Grants and Contributions	5,626	27,330	-	46,165	-	27,062	-	106,183
Amortization	8,502	19,988	110,285	14,904	5,129	69,784	54,820	283,412
Interest	188	-	-	-	-	-	47,197	47,385
Allowance for Uncollectibles	(1,296)	-	-	-	-	-	-	(1,296)
Restructurings	-	-	-	-	-	-	-	-
Other	640	1,715	1,999	200	-	-	-	4,554
Total Expenses	455,188	149,568	543,973	613,848	30,981	343,734	463,880	2,601,172
Surplus (Deficit) by Function	(120,969)	(144,554)	(542,573)	(43,385)	(30,981)	(287,785)	325,726	(844,521)
Taxes and other unconditional revenue (Schedule 1)								<u>1,602,507</u>
Net Surplus (Deficit)								<u>\$ 757,986</u>

See notes to the consolidated financial statements

TOWN OF CARNDUFF

Consolidated Schedule of Segment Disclosure by Function

As at December 31, 2021

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 34,834	\$ 4,436	\$ -	\$ 255,108	\$ -	\$ 36,818	\$ 824,664	\$ 1,155,860
Tangible Capital Asset Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Land Sales - Gain (Loss)	(31,786)	-	-	-	-	-	-	(31,786)
Investment Income and Commissions	11,896	-	-	-	-	-	-	11,896
Other Revenues	10,304	-	-	-	-	-	-	10,304
Grants - Conditional	3,639	-	-	199,856	-	27,286	-	230,781
- Capital	104,308	-	700	-	-	5,000	342,036	452,044
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	133,195	4,436	700	454,964	-	69,104	1,166,700	1,829,099
Expenses (Schedule 3)								
Wages and Benefits	200,968	300	216,955	263,490	16,080	114,487	95,139	907,419
Professional/Contractual Services	164,839	92,910	46,266	140,951	10,267	65,884	124,086	645,203
Utilities	9,947	-	24,871	5,822	-	26,980	52,630	120,250
Maintenance Material and Supplies	22,625	-	74,122	76,399	-	21,293	81,190	275,629
Grants and Contributions	3,046	35,849	-	48,930	-	113,686	-	201,511
Amortization	8,900	19,351	102,253	14,705	4,856	69,784	54,820	274,669
Interest	67	-	-	-	-	-	15,270	15,337
Allowance for Uncollectibles	(180)	-	-	-	-	-	-	(180)
Restructurings	-	-	-	-	-	-	-	-
Other	3,040	1,374	19,521	-	-	13,048	-	36,983
Total Expenses	413,252	149,784	483,988	550,297	31,203	425,162	423,135	2,476,821
Surplus (Deficit) by Function	(280,057)	(145,348)	(483,288)	(95,333)	(31,203)	(356,058)	743,565	(647,722)
Taxes and other unconditional revenue (Schedule 1)								<u>1,600,415</u>
Net Surplus (Deficit)								<u>\$ 952,693</u>

See notes to the consolidated financial statements

TOWN OF CARNDUFF

Consolidated Schedule of Tangible Capital Assets by Object

As at December 31, 2022

Schedule 6

	2022								2021 Total
	General Assets					Infrastructure Assets	General/ Infrastructure	Total	
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets	Assets Under Construction		
Asset cost									
Opening Asset costs	\$ 726,371	\$ 388,272	\$ 3,254,968	\$ 395,058	\$ 905,309	\$ 3,711,863	\$ 8,640,880	\$ 18,022,721	\$ 16,810,073
Additions during the year	-	-	689,059	66,051	17,537	45,904	1,265,237	2,083,788	1,257,095
Disposals and write-downs during the year	(27,980)	-	-	-	-	-	-	(27,980)	(44,447)
Transfers (from) assets under construction	-	-	1,263,911	7,176	-	6,985,934	(8,257,021)	-	-
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-
Closing Asset Costs	698,391	388,272	5,207,938	468,285	922,846	10,743,701	1,649,096	20,078,529	18,022,721
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	-	316,407	1,053,198	186,211	344,174	1,297,070	-	3,197,060	2,922,391
Add: Amortization taken	-	23,228	76,104	25,898	70,686	87,496	-	283,412	274,669
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	-
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-
Closing Accumulated Amortization Costs	-	339,635	1,129,302	212,109	414,860	1,384,566	-	3,480,472	3,197,060
Net Book Value	\$ 698,391	\$ 48,637	\$ 4,078,636	\$ 256,176	\$ 507,986	\$ 9,359,135	\$ 1,649,096	\$ 16,598,057	\$ 14,825,661

1. Total contributed donated assets received in 2022: \$ -
2. List of assets recognized at nominal value in 2022 are:
 - a) Infrastructure Assets \$ -
 - b) Vehicles \$ -
 - c) Machinery and Equipment \$ -
3. Amount of interest capitalized in 2022: \$ -

See notes to the consolidated financial statements

TOWN OF CARNDUFF

Consolidated Schedule of Tangible Capital Assets by Function

As at December 31, 2022

Schedule 7

	2022							Total	2021 Total
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer		
Asset cost									
Opening Asset costs	\$ 209,593	\$ 440,172	\$ 2,535,209	\$ 638,595	\$ 670,842	\$ 2,104,732	\$ 11,423,578	\$ 18,022,721	\$ 16,810,073
Additions during the year	-	83,587	7,057	-	-	-	1,993,144	2,083,788	1,257,095
Disposals and write-downs during the year	-	-	-	-	(27,980)	-	-	(27,980)	(44,447)
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-
Closing Asset Costs	209,593	523,759	2,542,266	638,595	642,862	2,104,732	13,416,722	20,078,529	18,022,721
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	111,106	188,266	1,084,039	160,274	21,787	773,937	857,651	3,197,060	2,922,391
Add: Amortization taken	8,502	19,988	110,285	14,904	5,129	69,784	54,820	283,412	274,669
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	-
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-
Closing Accumulated Amortization Costs	119,608	208,254	1,194,324	175,178	26,916	843,721	912,471	3,480,472	3,197,060
Net Book Value	\$ 89,985	\$ 315,505	\$ 1,347,942	\$ 463,417	\$ 615,946	\$ 1,261,011	\$ 12,504,251	\$ 16,598,057	\$ 14,825,661

See notes to the consolidated financial statements

TOWN OF CARNDUFF

Consolidated Schedule of Accumulated Surplus

As at December 31, 2022

Schedule 8

	2021 <small>(Restated - see note 11)</small>	Changes	2022
UNAPPROPRIATED SURPLUS	\$ 2,329,713	\$ (1,233,233)	\$ 1,096,480
APPROPRIATED RESERVES			
Water and Sewer Projects	165,240	(165,240)	-
Machinery and Equipment	358,955	(49,996)	308,959
Skating Rink	220,000	10,000	230,000
Borderline Housing	190,000	25,000	215,000
Cemetery (perpetual care and interest)	76,198	-	76,198
Daycare	27,334	1,797	29,131
Paving	20,000	60,000	80,000
Bulk Water	16,818	660	17,478
Water Tower	10,000	-	10,000
Sidewalk	3,000	22,943	25,943
Service Recognition	4,100	700	4,800
Municipal Reserve	877	-	877
Total Appropriated	1,092,522	(94,136)	998,386
ORGANIZED HAMLETS			
Organized Hamlet of	-	-	-
Total Organized Hamlets	-	-	-
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6, 7)	14,825,661	1,772,396	16,598,057
Less: Related debt	(1,974,651)	312,959	(1,661,692)
Net Investment in Tangible Capital Assets	12,851,010	2,085,355	14,936,365
Total Accumulated Surplus	\$ 16,273,245	\$ 757,986	\$ 17,031,231

TOWN OF CARNDUFF
Schedule of Mill Rates and Assessments
As at December 31, 2022

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	\$ 73,810	\$ 64,345,200	\$ -	\$ -	\$ 20,690,870	\$ -	\$ 85,109,880
Regional Park Assessment	-	-	-	-	-	-	-
Total Assessment	73,810	64,345,200	-	-	20,690,870	-	85,109,880
Mill Rate Factor(s)	1.0000	1.0000	-	-	1.0000	-	-
Total Base/Minimum Tax (generated for each property class)	-	443,033	-	-	87,148	-	530,181
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 635	\$ 996,402	\$ -	\$ -	\$ 265,089	\$ -	\$ 1,262,126

MILL RATES:

Average Municipal *
Average School
Potash Mill Rate
Uniform Municipal Mill Rate

MILLS
14.8294
5.1013
-
8.6000

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

TOWN OF CARNDUFF

Schedule of Council Remuneration

As at December 31, 2022

Schedule 10

	Name	Remuneration	Reimbursed Costs	Total
Position				
Mayor	Ross Apperley	\$ 15,505	\$ 1,004	\$ 16,509
Councillor	Kelly Exner	3,788	-	3,788
Councillor	Mike Fowler	2,780	-	2,780
Councillor	Mike Pirie	3,338	50	3,388
Councillor	Linda Powell	4,260	-	4,260
Councillor	Joel Purves	6,060	230	6,290
Councillor	Greg Wall	5,768	-	5,768
Total		\$ 41,499	\$ 1,284	\$ 42,783