

TOWN OF SPIRITWOOD
CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

TOWN OF SPIRITWOOD
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STATEMENT OF RESPONSIBILITY

To the Ratepayers of the Town of Spiritwood:

The Town'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 consolidated 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 fairness 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 Town. The Council is responsible for overseeing management in the performance of its financial reporting responsibilities. The Council fulfills these responsibilities by reviewing the financial information prepared by administration and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the Town's external auditors.

Sensus Chartered Professional Accountants Ltd., 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 administration to discuss their audit findings.

Mayor

Administrator

INDEPENDENT AUDITOR'S REPORT

To the Mayor and Council of:
Town of Spiritwood
Spiritwood, Saskatchewan

Qualified Opinion

We have audited the accompanying consolidated financial statements of the Town of Spiritwood, which comprise the consolidated statement of financial position as at December 31, 2022 and the consolidated statement of operations, consolidated statement of changes in net debt and consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements including a summary of significant accounting policies.

In our opinion, except for the effects of the matter described in the Basis of Qualified Opinion paragraph, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Town of Spiritwood 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 Qualified Opinion

The Spiritwood Area Recreation Culture and Sport Inc., a consolidated entity of the Town of Spiritwood, derives revenues from fundraising activities, donations, user fees and kitchen and bar sales, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of the Spiritwood Area Recreation Culture and Sport Inc. Therefore, we were not able to determine whether any adjustments might be necessary to revenue, annual surplus or assets and accumulated surplus.

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 Town of Spiritwood in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we 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 qualified opinion.

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

Those charged with governance are responsible for overseeing the Town of Spiritwood's financial reporting process.

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 auditing standards, we exercise our 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 Town of Spiritwood'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 Town of Spiritwood'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 Town of Spiritwood 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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.



Yorkton, Saskatchewan
April 12, 2023

Chartered Professional Accountants Ltd.

TOWN OF SPIRITWOOD
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2022

	2022	2021
FINANCIAL ASSETS		
Cash (Note 2)	\$ 1,479,250	\$ 1,901,823
Taxes receivable - municipal (Note 3)	42,306	59,048
Amounts receivable (Note 4)	247,351	1,092,784
Patronage equity	19,008	17,983
TOTAL FINANCIAL ASSETS	1,787,915	3,071,638
LIABILITIES		
Accounts payable and accrued liabilities	160,337	487,173
Deposits (Note 1)	39,627	37,542
Deferred revenue (Notes 1 and 6)	55,000	14,028
Long-term debt (Note 7)	3,026,980	3,016,364
TOTAL LIABILITIES	3,281,944	3,555,107
NET DEBT	(1,494,029)	(483,469)
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedules 6 and 7)	9,021,210	7,701,696
Assets held for sale (Note 5)	455,261	460,291
Inventories	14,677	10,770
Prepaid expenses	117,033	1,546
TOTAL NON-FINANCIAL ASSETS	9,608,181	8,174,303
ACCUMULATED SURPLUS (Schedule 8)	\$ 8,114,152	\$ 7,690,834
COMMITMENTS (Note 9)		

TOWN OF SPIRITWOOD
CONSOLIDATED STATEMENT OF OPERATIONS
For the year ended December 31, 2022

	2022 Budget Unaudited (Note 1)	2022 Actual	2021 Actual
REVENUE			
Taxes and other unconditional revenue (Schedule 1)	\$ 1,278,310	\$ 1,274,482	\$ 1,238,804
Fees and charges (Schedules 4 and 5)	647,430	975,174	749,352
Conditional grants (Schedules 4 and 5)	27,460	162,048	167,875
Tangible capital asset sales - gain (loss) (Schedules 4 and 5)	20,000	21,501	
Land sales - gain (loss) (Schedules 4 and 5)		2,250	37,500
Investment income and commissions (Schedules 4 and 5)	5,000	25,165	9,509
Other revenues (Schedules 4 and 5)		26,636	114,889
	<u>1,978,200</u>	<u>2,487,256</u>	<u>2,317,929</u>
EXPENSES			
General government services (Schedule 3)	391,325	424,479	379,846
Protective services (Schedule 3)	102,890	114,623	88,461
Transportation services (Schedule 3)	496,920	500,781	455,446
Environmental and public health services (Schedule 3)	161,165	144,545	121,904
Planning and development services (Schedule 3)	102,500	87,375	102,913
Recreation and cultural services (Schedule 3)	484,445	769,238	661,203
Utility services (Schedule 3)	403,675	462,132	338,521
	<u>2,142,920</u>	<u>2,503,173</u>	<u>2,148,294</u>
SURPLUS (DEFICIT) BEFORE OTHER CAPITAL CONTRIBUTIONS	(164,720)	(15,917)	169,635
Provincial/Federal capital grants and contributions (Schedules 4 and 5)	616,735	439,235	1,187,337
ANNUAL SURPLUS	452,015	423,318	1,356,972
ACCUMULATED SURPLUS, BEGINNING OF YEAR	7,690,834	7,690,834	6,333,862
ACCUMULATED SURPLUS, END OF YEAR	\$ 8,142,849	\$ 8,114,152	\$ 7,690,834

TOWN OF SPIRITWOOD
CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT
For the year ended December 31, 2022

	2022 Budget Unaudited (Note 1)	2022 Actual	2021 Actual
ANNUAL SURPLUS	\$ 452,015	\$ 423,318	\$ 1,356,972
Acquisition of tangible capital assets		(1,588,928)	(1,681,817)
Amortization of tangible capital assets	284,440	266,414	269,678
Gain on sale of tangible capital assets		(21,501)	
Proceeds on disposal of tangible capital assets		24,501	
Acquisition of assets held for sale		(7,720)	(48,926)
Gain on sale of assets held for sale		(2,250)	(37,500)
Proceeds on sale of assets held for sale		15,000	37,500
Increase in inventories		(3,907)	(5,449)
Decrease (increase) in prepaid expenses		(115,487)	75,475
	284,440	(1,433,878)	(1,391,039)
CHANGE IN NET FINANCIAL ASSETS	\$ 736,455	(1,010,560)	(34,067)
NET DEBT, BEGINNING OF YEAR		(483,469)	(449,402)
NET DEBT, END OF YEAR		\$ (1,494,029)	\$ (483,469)

TOWN OF SPIRITWOOD
CONSOLIDATED STATEMENT OF CASH FLOWS
For the year ended December 31, 2022

	2022	2021
OPERATING TRANSACTIONS		
Annual surplus	\$ 423,318	\$ 1,356,972
Changes in non-cash items:		
Taxes receivable - municipal	16,742	2,289
Amounts receivable	845,433	(943,176)
Inventories	(3,907)	(5,449)
Prepaid expenses	(115,487)	75,475
Accounts payable and accrued liabilities	(326,836)	423,487
Deferred revenue	40,972	(20,019)
Deposits	2,085	1,864
Gain on sale of tangible capital assets	(21,501)	
Gain on sale of assets held for sale	(2,250)	(37,500)
Patronage equity	(1,025)	(680)
Amortization	266,414	269,678
Cash provided by operating transactions	<u>1,123,958</u>	<u>1,122,941</u>
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	24,501	
Cash used to acquire tangible capital assets	(1,588,928)	(1,681,817)
Cash applied to capital transactions	<u>(1,564,427)</u>	<u>(1,681,817)</u>
INVESTING TRANSACTIONS		
Proceeds on sale of assets held for sale	15,000	37,500
Acquisition of assets held for sale	(7,720)	(48,926)
Cash provided by (applied to) investing transactions	<u>7,280</u>	<u>(11,426)</u>
FINANCING TRANSACTIONS		
Proceeds from debt issues	160,560	950,000
Debt repayment	(149,944)	(120,283)
Cash provided by financing transactions	<u>10,616</u>	<u>829,717</u>
CHANGE IN CASH	<u>(422,573)</u>	259,415
CASH, BEGINNING OF YEAR	<u>1,901,823</u>	1,642,408
CASH, END OF YEAR	<u>\$ 1,479,250</u>	<u>\$ 1,901,823</u>

TOWN OF SPIRITWOOD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the Town are 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 are as follows:

Basis of Accounting

The consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting recognizes revenue 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.

Reporting Entity

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

Spiritwood Area Recreation, Culture & Sport Inc. (SARCS) - 100%

All inter-organizational transactions and balances have been eliminated.

Partnerships

A partnership represents a contractual arrangement between the Town 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 do not contain any partnerships.

Collection of Funds for Other Authorities

Collection of funds by the Town for the school board, municipal hall, and conservation and development authorities are collected and remitted in accordance with relevant legislation. The amounts collected are disclosed in Note 3.

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 have been met; and
- c) reasonable estimates of the amounts can be made.

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

TOWN OF SPIRITWOOD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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 Town 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.

Deferred Revenue and Deposits

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.

Local Improvement Charges

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

Net Financial Assets

Net financial assets at the end of the 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.

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.

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.

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.

TOWN OF SPIRITWOOD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Portfolio Investments

Portfolio investments are valued at the lower of cost and market value, less any provisions for other than temporary impairment. Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment. The long-term investments in the Saskatchewan Rural Municipalities - Self-Insurance Fund are accounted for on the equity basis.

Inventories

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

Tangible Capital Assets

All tangible capital asset acquisitions or betterment made throughout the year are recorded at their acquisition cost. Initial costs for tangible capital assets that were acquired 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 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 Town's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land improvements	5 to 20 years
Buildings	10 to 50 years
Vehicles and equipment	
Vehicles	5 to 10 years
Machinery and equipment	5 to 10 years
Leased capital assets	Lease term
Infrastructure Assets	
Infrastructure assets	30 to 75 years
Water & sewer	40 years
Road network assets	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.

TOWN OF SPIRITWOOD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 Town 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 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.

Landfill Liability

The Town does not maintain a waste disposal site. Currently the Town of Spiritwood uses Loraas Disposal Services Ltd. for waste collection.

Trust Funds

Funds held in trust for others, under a trust agreement or statute, are not included in the Town's consolidated financial statements as they are not controlled by the Town.

Employee Benefit Plans

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

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 Town:
 - 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.

TOWN OF SPIRITWOOD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Uncertainty

The preparation of the consolidated 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 consolidated financial statements, and the reported amounts of revenue and expenditures during the period. Accounts receivable are stated after evaluation as to their collectibility 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.

Basis of Segmentation/Segment Report

The Town has adopted the new 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 attributable 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 administration of the Town.

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

Transportation services: 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: Environmental segment provides waste disposal and other environmental services and the public health segment provides for expenses related to public health services in the Town.

Planning and development: Provides for neighbourhood development and sustainability.

Recreation and culture: Provides for community services through provision of recreation and leisure services.

Utility: Provides for delivery of water, collecting and treating of wastewater and providing collection and disposal of solid waste.

Budget Information

Budget information is presented on a basis consistent with that used for the actual results. The budget was approved by Council on May 24, 2022.

TOWN OF SPIRITWOOD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets Held for Sale

The Town 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.

New Standards and Amendments to 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.

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. This 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 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 a 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.

TOWN OF SPIRITWOOD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

New Standards and Amendments to Standards (continued)

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 the 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

The Town of Spiritwood banks with Prairie Centre Credit Union Ltd. where they have an authorized overdraft limit of \$225,000 at an interest rate of 6.00% (2021 - 2.00%) (unauthorized overdraft interest rate of 16.50% (2021 - 12.50%)).

3. TAXES AND GRANTS-IN-LIEU RECEIVABLE

		2022	2021
Municipal	- Current	\$ 47,960	\$ 37,425
	- Arrears	16,688	21,623
		<hr/> 64,648	59,048
	- Less allowance for uncollectibles	(22,342)	
Total municipal taxes receivable		<hr/> 42,306	59,048
School	- Current	11,685	8,768
	- Arrears	2,426	2,607
Total school taxes receivable		<hr/> 14,111	11,375
Total taxes and grants-in-lieu receivable		<hr/> 56,417	70,423
Deduct taxes receivable to be collected on behalf of other organizations		<hr/> (14,111)	(11,375)
Municipal and grants-in-lieu taxes receivable		<hr/> \$ 42,306	\$ 59,048

TOWN OF SPIRITWOOD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

4. AMOUNTS RECEIVABLE

Amounts receivable are valued at their net realized value.

	2022	2021
Organizations and individuals	\$ 143,248	\$ 142,410
Utility	93,699	83,418
Provincial government	10,404	866,956
	<u>\$ 247,351</u>	<u>\$ 1,092,784</u>

5. ASSETS HELD FOR SALE

	2022	2021
Tax Title Property	\$ 56,646	\$ 48,926
Other Land	398,615	411,365
	<u>\$ 455,261</u>	<u>\$ 460,291</u>

6. DEFERRED REVENUE

Deferred revenue in the current year consists of payments from Northern Lakes Health Committee to cover the deposit and initial down payment of the physician house that was purchased in 2022. The physician house has been capitalized under the Town of Spiritwood but the Northern Lakes Health Committee is covering all the costs for the purchase. As of the audit report date, there has been no formal agreement signed between the Town of Spiritwood and Northern Lakes Health Committee in regards to future annual payment terms. As such, revenue recognition criteria has not been met and the payments received in the year have been deferred.

Deferred revenue in the prior year is from SARCS which represents the Saskatchewan Lotteries Community grant received prior to year end which relates to programs delivered in the current year.

	2022	2021
Balance, beginning of year	\$ 14,028	69,725
Contributions received during the year	55,000	14,028
Amounts amortized to revenue	(14,028)	(69,725)
	<u>\$ 55,000</u>	<u>\$ 14,028</u>

TOWN OF SPIRITWOOD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

7. LONG-TERM DEBT

The debt limit of the Town is \$1,520,028. The debt limit for a Town is the total amount of the Town's own source revenues for the preceding year (the *Municipalities Act* Section 161(1)).

	2022	2021
SARCS - Prairie Centre Credit Union Ltd., payable in semi-annual installments of \$89,756 including interest at 4.35%, with renewal in 2023. Leasehold mortgage and general security agreement is being used as security.	\$ 1,928,441	\$ 2,021,019
Municipal Financing Corporation of Saskatchewan, payable in annual installments of \$78,146 including interest at 2.75%, maturing in 2036. The lift stations are being used as collateral on the loan.	897,979	950,000
Prairie Centre Credit Union Ltd., mortgage payable in monthly installments of \$1,308 including interest at 5.458% maturing in 2037. The physician house is being used as security.	160,560	
SARCS - Canada Emergency Benefit Account loan payable to Prairie Centre Credit Union Ltd., interest-free during the initial term which ends December 31, 2023. The extended term is from January 1, 2024 until December 31, 2025, the loan bears interest at 5.00% per annum during the extended term. If at least 75% of the first \$40,000 and 50% of the additional \$20,000 of the loan is repaid on or before December 31, 2023, the remaining \$20,000 of the \$60,000 loan amount will be forgiven. The \$20,000 forgivable portion has been credited to income in 2021.	40,000	40,000
Prairie Centre Credit Union Ltd., payable in monthly installments of \$2,689 including interest at 3.70%, matured in 2022. The grader was being used as collateral on the loan.		5,345
	\$ 3,026,980	\$ 3,016,364

Future principal and interest payments are as follows:

	Principal	Interest	Total
2023	\$ 157,226	\$ 116,128	\$ 273,354
2024	163,344	110,010	273,354
2025	209,713	103,641	313,354
2026	176,340	97,014	273,354
2027	183,240	90,114	273,354
Thereafter	2,137,117	474,338	2,611,455
Balance	\$ 3,026,980	\$ 991,245	\$ 4,018,225

TOWN OF SPIRITWOOD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

8. PENSION PLAN

The Town 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 benefits. The Town's pension expense in 2022 was \$31,700 (2021 - \$33,837). The benefits accrued to the Town's employees from MEPP are calculated using the following: Pensionable Years of Service, Highest Average Salary, and the plan accrual rate. The costs of the retirement plan are not allocated to the individual entities within the related group. As a result, individual entities within the related group are not able to identify their share of the underlying assets and liabilities. Therefore, the plan is accounted for as a defined contribution plan in accordance with the requirements of the Chartered Professional Accountants of Canada Handbook Section PS 3250.

Total current service contributions by the Town to the MEPP in 2022 were \$31,700 (2021 - \$33,837). Total current service contributions by the employees of the Town to the MEPP in 2022 were \$31,700 (2021 - \$33,837).

At December 31, 2021, the MEPP disclosed an actuarial surplus of \$312,928,000. As of the audit report date, the December 31, 2022 MEPP actuarial deficiency/surplus has not yet been released.

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

9. COMMITMENTS

The Town has committed to the replacement of two sewage pumping stations with total anticipated project costs of \$2,700,000 which is expected to be completed early 2023. This project was approved with the Municipal Economic Enhancement Program (MEEP) contributing \$131,224 from the Provincial Government. The remainder of the project costs will be covered by the Town with further grants such as the Investing in Canada Infrastructure Program (ICIP) and a 15-year annuity debenture (Note 7). As of the financial statement date, \$2,592,551 has been spent on this project.

TOWN OF SPIRITWOOD

SCHEDULE 1 - SCHEDULE OF TAXES AND OTHER UNCONDITIONAL REVENUES

For the year ended December 31, 2022

	2022 Budget Unaudited (Note 1)	2022 Actual	2021 Actual
TAXES			
General municipal tax levy	\$ 1,071,210	\$ 1,057,509	\$ 1,021,975
Abatements and adjustments	(4,000)	(8,520)	(3,800)
Discount on current year taxes	(110,000)	(110,261)	(108,015)
Net Municipal Taxes	957,210	938,728	910,160
Penalties on tax arrears	10,600	10,693	11,487
Total Taxes	967,810	949,421	921,647
UNCONDITIONAL GRANTS			
Equalization (Revenue Sharing)	207,500	207,492	206,857
Total Unconditional Grants	207,500	207,492	206,857
GRANTS-IN-LIEU OF TAXES			
Federal	5,000	5,168	5,060
Provincial			
Sasktel	8,000	11,510	10,249
Local			
Housing Authority			3,907
Pelican Lake	4,000	3,752	4,094
Other Government Transfers			
S.P.C. Surcharge	61,000	65,932	61,360
Sask Energy Surcharge	25,000	31,207	25,630
Total Grants-in-Lieu of Taxes	103,000	117,569	110,300
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 1,278,310	\$ 1,274,482	\$ 1,238,804

TOWN OF SPIRITWOOD

SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

For the year ended December 31, 2022

	2022 Budget Unaudited (Note 1)	2022 Actual	2021 Actual
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Other (rentals, licenses, tax certificates)	\$ 37,450	\$ 37,024	\$ 39,835
Total Fees and Charges	<u>37,450</u>	<u>37,024</u>	39,835
- Tangible capital asset sales - gain (loss)	20,000	17,000	
- Land sales - gain (loss)		2,250	37,500
- Investment income and commissions	5,000	25,165	9,509
- Donations			50,610
Total Other Segmented Revenue	<u>62,450</u>	<u>81,439</u>	137,454
Total Operating	<u>62,450</u>	<u>81,439</u>	137,454
Total General Government Services	<u>62,450</u>	<u>81,439</u>	137,454
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Fire fees	6,500	15,805	6,436
- Police fines	3,000	2,307	4,308
Total Fees and Charges	<u>9,500</u>	<u>18,112</u>	10,744
Total Other Segmented Revenue	<u>9,500</u>	<u>18,112</u>	10,744
Total Operating	<u>9,500</u>	<u>18,112</u>	10,744
Total Protective Services	<u>9,500</u>	<u>18,112</u>	10,744

TOWN OF SPIRITWOOD

SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

For the year ended December 31, 2022

	2022 Budget Unaudited (Note 1)	2022 Actual	2021 Actual
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 500	\$ 1,148	\$ 580
- Sales of supplies	1,200		3,000
- CN lease	3,530	3,675	3,692
Total Fees and Charges	5,230	4,823	7,272
Total Other Segmented Revenue	5,230	4,823	7,272
Conditional Grants			
- Student Employment	3,300	3,310	4,811
- Provincial Traffic Safety Fund	7,500		7,923
Total Conditional Grants	10,800	3,310	12,734
Total Operating	16,030	8,133	20,006
Capital			
Conditional Grants			
- Canada Community - Building Fund (CCBF)			111,249
Total Capital			111,249
Total Transportation Services	16,030	8,133	131,255

TOWN OF SPIRITWOOD

SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

For the year ended December 31, 2022

	2022 Budget Unaudited (Note 1)	2022 Actual	2021 Actual
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and disposal fees	\$ 74,700	\$ 76,554	\$ 69,353
- Cemetery fees	14,550	17,653	14,766
Total Fees and Charges	89,250	94,207	84,119
Total Other Segmented Revenue	89,250	94,207	84,119
Conditional Grants			
- Multi-Material Stewardship Western	16,660	16,653	12,883
Total Conditional Grants	16,660	16,653	12,883
Total Operating	105,910	110,860	97,002
Total Environmental and Public Health Services	105,910	110,860	97,002
 PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Other (building permits, licenses and recoverable fees)	24,400	22,517	18,467
Total Fees and Charges	24,400	22,517	18,467
Total Other Segmented Revenue	24,400	22,517	18,467
Total Operating	24,400	22,517	18,467
Total Planning and Development Services	24,400	22,517	18,467

TOWN OF SPIRITWOOD

SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

For the year ended December 31, 2022

	2022 Budget Unaudited (Note 1)	2022 Actual	2021 Actual
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- SARCS and Civic Center	\$ 90,000	\$ 396,061	\$ 226,858
Total Fees and Charges	90,000	396,061	226,858
- Tangible capital asset sales - gain (loss)		4,501	
- SARCS and insurance proceeds		26,636	64,279
Total Other Segmented Revenue	90,000	427,198	291,137
Conditional Grants			
- SARCS		142,085	142,258
Total Conditional Grants		142,085	142,258
Total Operating	90,000	569,283	433,395
Capital			
Conditional Grants			
- Investing in Canada Infrastructure Program (ICIP)	96,000	46,216	10,732
Total Capital	96,000	46,216	10,732
Total Recreation and Cultural Services	186,000	615,499	444,127

TOWN OF SPIRITWOOD

SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

For the year ended December 31, 2022

	2022 Budget Unaudited (Note 1)	2022 Actual	2021 Actual
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	\$ 268,000	\$ 269,919	\$ 256,521
- Sewer	62,000	69,369	47,722
- Infrastructure	61,600	63,142	57,814
	<u>391,600</u>	<u>402,430</u>	<u>362,057</u>
Total Fees and Charges			
	<u>391,600</u>	<u>402,430</u>	<u>362,057</u>
Total Other Segmented Revenue			
	<u>391,600</u>	<u>402,430</u>	<u>362,057</u>
Total Operating	<u>391,600</u>	<u>402,430</u>	<u>362,057</u>
Capital			
Conditional Grants			
- Canada Community - Building Fund (CCBF)	58,000	28,212	
- Investing in Canada Infrastructure Program (ICIP)	462,735	364,807	1,032,709
- Municipal Economic Enhancement Program (MEEP)			32,647
	<u>520,735</u>	<u>393,019</u>	<u>1,065,356</u>
Total Capital	<u>520,735</u>	<u>393,019</u>	<u>1,065,356</u>
Total Utility Services	<u>912,335</u>	<u>795,449</u>	<u>1,427,413</u>
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	<u>\$ 1,316,625</u>	<u>\$ 1,652,009</u>	<u>\$ 2,266,462</u>
SUMMARY			
Total Other Segmented Revenue	\$ 672,430	\$ 1,050,726	\$ 911,250
Total Conditional Grants	27,460	162,048	167,875
Total Capital Grants and Contributions	<u>616,735</u>	<u>439,235</u>	<u>1,187,337</u>
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	<u>\$ 1,316,625</u>	<u>\$ 1,652,009</u>	<u>\$ 2,266,462</u>

TOWN OF SPIRITWOOD
SCHEDULE 3 - SCHEDULE OF EXPENSES BY FUNCTION
For the year ended December 31, 2022

	2022 Budget Unaudited (Note 1)	2022 Actual	2021 Actual
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 17,650	\$ 14,750	\$ 18,362
Wages and benefits	161,775	175,223	178,396
Professional/Contractual services	147,070	151,317	137,494
Utilities	17,800	21,101	17,014
Maintenance, materials, and supplies	39,500	39,672	21,102
Amortization	7,480	74	7,478
Allowance for uncollectibles	50	22,342	
Total General Government Services	391,325	424,479	379,846
PROTECTIVE SERVICES			
Police protection			
Professional/Contractual services	82,820	82,818	72,993
Fire protection			
Wages and benefits	7,350	6,170	6,000
Professional/Contractual services	5,470	4,722	5,199
Utilities	3,500	3,971	2,804
Maintenance, materials, and supplies	3,750	16,942	1,465
Total Protective Services	102,890	114,623	88,461
TRANSPORTATION SERVICES			
Wages and benefits	188,700	207,124	184,652
Professional/Contractual services	32,000	28,290	22,565
Utilities	40,800	46,948	36,498
Maintenance, materials, and supplies	161,300	146,586	138,097
Gravel	10,000	16,813	9,184
Amortization	63,620	54,966	63,619
Interest on long-term debt	500	54	831
Total Transportation Services	496,920	500,781	455,446

TOWN OF SPIRITWOOD
SCHEDULE 3 - SCHEDULE OF EXPENSES BY FUNCTION
For the year ended December 31, 2022

	2022 Budget Unaudited (Note 1)	2022 Actual	2021 Actual
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	\$ 4,700	\$ 4,757	\$ 4,377
Professional/Contractual services	149,150	131,406	110,229
Maintenance, materials, and supplies	25	6	11
Grants and contributions			
- Operating			
• Public Health		373	
Amortization	7,290	7,726	7,287
Interest on long-term debt		277	
Total Environmental and Public Health Services	161,165	144,545	121,904
PLANNING AND DEVELOPMENT SERVICES			
Professional/Contractual services	102,500	87,375	102,913
Total Planning and Development Services	102,500	87,375	102,913
RECREATION AND CULTURAL SERVICES			
Wages and benefits	148,400	155,923	148,421
Professional/Contractual services	21,880	32,950	27,281
Utilities	14,100	111,859	76,926
Maintenance, materials, and supplies	19,000	118,810	50,860
Grants and contributions			
- Operating	136,565	108,151	121,982
Amortization	144,500	152,670	144,434
Interest on long-term debt		88,875	91,299
Total Recreation and Cultural Services	484,445	769,238	661,203
UTILITY SERVICES			
Wages and benefits	59,300	59,161	48,869
Professional/Contractual services	45,000	56,709	27,777
Utilities	44,700	58,772	43,401
Maintenance, materials, and supplies	167,000	211,187	157,013
Amortization	61,550	50,978	46,860
Interest on long-term debt	26,125	25,325	14,601
Total Utility Services	403,675	462,132	338,521
TOTAL EXPENSES BY FUNCTION	\$ 2,142,920	\$ 2,503,173	\$ 2,148,294

TOWN OF SPIRITWOOD
SCHEDULE 4 - SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION
For the 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	\$ 37,024	\$ 18,112	\$ 4,823	\$ 94,207	\$ 22,517	\$ 396,061	\$ 402,430	\$ 975,174
Tangible Capital Asset Sale - Gain (Loss)	17,000					4,501		21,501
Land Sales - Gain (Loss)	2,250							2,250
Investment Income & Commissions	25,165							25,165
Other Revenues			3,310	16,653		26,636		26,636
Grants - Conditional						142,085		142,085
- Capital						46,216		46,216
Total revenues	81,439	18,112	8,133	110,860	22,517	615,499	393,019	1,652,009
Expenses (Schedule 3)								
Wages & Benefits	189,973	6,170	207,124	4,757		155,923	59,161	623,108
Professional/Contractual Services	151,317	87,540	28,290	131,406	87,375	32,950	56,709	575,587
Utilities	21,101	3,971	46,948			111,859	58,772	242,651
Maintenance, Materials, Supplies	39,672	16,942	163,399	6		118,810	211,187	550,016
Grants and Contributions				373		108,151		108,524
Amortization	74		54,966	7,726		152,670	50,978	266,414
Interest			54	277		88,875	25,325	114,531
Allowance for Uncollectibles	22,342							22,342
Other								
Total expenses	424,479	114,623	500,781	144,545	87,375	769,238	462,132	2,503,173
Surplus (Deficit) by Function	(343,040)	(96,511)	(492,648)	(33,685)	(64,858)	(153,739)	333,317	(851,164)
Taxation and other unconditional revenue (Schedule 1)								1,274,482
Net Surplus								\$ 423,318

TOWN OF SPIRITWOOD
SCHEDULE 5 - SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION
For the year ended December 31, 2021

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 39,835	\$ 10,744	\$ 7,272	\$ 84,119	\$ 18,467	\$ 226,858	\$ 362,057	\$ 749,352
Tangible Capital Asset Sale - Gain (Loss)								
Land Sales - Gain (Loss)	37,500							37,500
Investment Income & Commissions	9,509					64,279		9,509
Other Revenues	50,610		12,734	12,883		142,258		114,889
Grants - Conditional			111,249			10,732		167,875
- Capital			131,255	97,002	18,467	444,127	1,065,356	1,187,337
Total revenues	137,454	10,744	131,255	97,002	18,467	444,127	1,427,413	2,266,462
Expenses (Schedule 3)								
Wages & Benefits	196,758	6,000	184,652	4,377		148,421	48,869	589,077
Professional/Contractual Services	137,494	78,192	22,565	110,229	102,913	27,281	27,777	506,451
Utilities	17,014	2,804	36,498			76,926	43,401	176,643
Maintenance, Materials, Supplies	21,102	1,465	147,281	11		50,860	157,013	377,732
Grants and Contributions						121,982		121,982
Amortization						144,434		269,678
Interest	7,478		63,619	7,287		91,299		106,731
Allowance for Uncollectibles			831					
Other								
Total expenses	379,846	88,461	455,446	121,904	102,913	661,203	338,521	2,148,294
Surplus (Deficit) by Function	(242,392)	(77,717)	(324,191)	(24,902)	(84,446)	(217,076)	1,088,892	118,168
Taxation and other unconditional revenue (Schedule 1)								
Net Surplus								\$ 1,238,804
								\$ 1,356,972

TOWN OF SPIRITWOOD
SCHEDULE 6 - SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT
For the year ended December 31, 2022

Cost	General Assets						Infrastructure Assets	General/ Infrastructure	Totals	
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets			Assets Under Construction	2022
Opening costs	\$ 157,042		6,644,673	251,681	576,144	3,870,987	1,630,806	\$ 13,131,333	\$ 11,449,516	
Additions during the year			259,860		24,717	66,770	1,237,581	1,588,928	1,681,817	
Disposals and write downs	(3,000)							(3,000)		
Closing costs	154,042		6,904,533	251,681	600,861	3,937,757	2,868,387	14,717,261	13,131,333	
Accumulated Amortization										
Opening accumulated amortization			2,266,266	180,184	213,248	2,769,939		5,429,637	5,159,959	
Amortization			170,618	8,697	25,430	61,669		266,414	269,678	
Closing accumulated amortization			2,436,884	188,881	238,678	2,831,608		5,696,051	5,429,637	
Net Book Value	\$ 154,042		4,467,649	62,800	362,183	1,106,149	2,868,387	\$ 9,021,210	\$ 7,701,696	

TOWN OF SPIRITWOOD
SCHEDULE 7 - SCHEDULE OF TANGIBLE CAPITAL ASSETS BY FUNCTION
For the year ended December 31, 2022

Cost	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Totals	
								2022	2021
Opening costs	\$ 199,587	69,000	2,256,002	154,887		5,562,764	4,889,093	\$13,131,333	\$ 11,449,516
Additions during the year	13,250		68,270	210,560		198,269	1,098,579	1,588,928	1,681,817
Disposals and write downs	(3,000)							(3,000)	
Closing costs	209,837	69,000	2,324,272	365,447		5,761,033	5,987,672	14,717,261	13,131,333
Accumulated Amortization									
Opening accumulated amortization	111,000	67,000	1,615,533	112,505		1,680,198	1,843,401	5,429,637	5,159,959
Amortization	74		54,966	7,726		152,670	50,978	266,414	269,678
Closing accumulated amortization	111,074	67,000	1,670,499	120,231		1,832,868	1,894,379	5,696,051	5,429,637
Net Book Value	\$ 98,763	2,000	653,773	245,216		3,928,165	4,093,293	\$ 9,021,210	\$ 7,701,696

TOWN OF SPIRITWOOD
SCHEDULE 8 - SCHEDULE OF ACCUMULATED SURPLUS
For the year ended December 31, 2022

	2021	Changes	2022
UNAPPROPRIATED SURPLUS	\$ 1,968,869	\$ (879,283)	\$ 1,089,586
APPROPRIATED RESERVES			
General Reserve	330,182	(66,497)	263,685
Cemetery Reserve	21,956	4,500	26,456
Water/Sewer Reserve	459,485	55,700	515,185
Capital Trust Reserve	185,010		185,010
Total appropriated	<u>996,633</u>	<u>(6,297)</u>	<u>990,336</u>
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6)	7,701,696	1,319,514	9,021,210
Less: Related debt	(2,976,364)	(10,616)	(2,986,980)
Net investment in tangible capital assets	<u>4,725,332</u>	<u>1,308,898</u>	<u>6,034,230</u>
TOTAL ACCUMULATED SURPLUS	<u>\$ 7,690,834</u>	<u>\$ 423,318</u>	<u>\$ 8,114,152</u>

TOWN OF SPIRITWOOD
SCHEDULE 9 - SCHEDULE OF MILL RATES AND ASSESSMENTS
For the year ended December 31, 2022

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable assessment	1,010,405	50,062,880			12,977,630		64,050,915
Regional Park Assessment							
Total Assessment							64,050,915
Mill Rate Factor(s)	0.61	0.89			1.15		
Total Base/Minimum Tax	7,600	495,320			100,860		603,780
Total Municipal Tax Levy	12,253	831,718			213,538		1,057,509

MILL RATES:

	MILLS
Average Municipal	16.5104
Average School	4.9608
Potash Mill Rate	
Uniform Municipal Mill Rate	7.5500

TOWN OF SPIRITWOOD
SCHEDULE 10 - SCHEDULE OF COUNCIL REMUNERATION
For the year ended December 31, 2022

<u>Position - Name</u>	<u>Remuneration</u>	<u>Reimbursed Costs</u>	<u>Total</u>
Mayor - Gary von Holwede	\$ 5,025	\$	5,025
Councilor - Bryan Wingerter	1,890		1,890
Councilor - James Bedi	1,625		1,625
Councilor - Ragnar Latus	1,615		1,615
Councilor - Brad Nemish	1,590		1,590
Councilor - George Pretli	1,580		1,580
Councilor - Keira Andres	1,335		1,335
	<hr/>		
	\$ 14,660	\$	14,660
	<hr/>		<hr/>