

TOWN OF SPIRITWOOD
CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

TOWN OF SPIRITWOOD
TABLE OF CONTENTS
For the year ended December 31, 2024

	Page
STATEMENT OF RESPONSIBILITY	3
INDEPENDENT AUDITOR'S REPORT , dated May 27, 2025	4 - 5
CONSOLIDATED FINANCIAL STATEMENTS	
Consolidated Statement of Financial Position	6
Consolidated Statement of Operations	7
Consolidated Statement of Change in Net Debt	8
Consolidated Statement of Cash Flows	9
Consolidated Statement of Remeasurement Gains (Losses)	10
Notes to the Consolidated Financial Statements	11 - 24
Schedule 1 - Schedule of Taxes and Other Unconditional Revenue	25
Schedule 2 - Schedule of Operating and Capital Revenue by Function	26 - 30
Schedule 3 - Schedule of Expenses by Function	31 - 32
Schedule 4 - Schedule of Segment Disclosure by Function - 2024	33
Schedule 5 - Schedule of Segment Disclosure by Function - 2023	34
Schedule 6 - Schedule of Tangible Capital Assets by Object	35
Schedule 7 - Schedule of Tangible Capital Assets by Function	36
Schedule 8 - Schedule of Intangible Capital Assets by Object	37
Schedule 9 - Schedule of Intangible Capital Assets by Function	38
Schedule 10 - Schedule of Accumulated Surplus	39
Schedule 11 - Schedule of Mill Rates and Assessments	40
Schedule 12 - Schedule of Council Remuneration	41

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 financial 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., as the Town's appointed external auditors, have audited the consolidated financial statements. The Auditor's Report is addressed to Council and appears on the following page. 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 consolidated financial statements of the Town of Spiritwood, which comprise the consolidated statement of financial position as at December 31, 2024, the consolidated statement of operations, the consolidated statement of changes in net debt, the consolidated statement of cash flows, the consolidated statement of remeasurement gains (losses) for the year then ended, and the notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, except for the effects of the matters described in the Basis of Qualified Opinion paragraphs, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Town of Spiritwood as at December 31, 2024, 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 Public Sector Accounting Board has introduced section PS 3280 which is a standard establishing guidance on the accounting and reporting on the retirement of tangible capital assets controlled by the Town of Spiritwood. The Town of Spiritwood has not provided a reasonable estimate for the asset retirement costs associated with their lagoon, wells, or buildings containing asbestos and lead paint or piping, to determine the asset retirement obligation. As such, we have qualified our audit opinion due to the departure from Canadian public sector accounting standards. The effects of this departure on the consolidated financial statements for the year ended December 31, 2024, have not been determined, as there is insufficient information available to do so.

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 (deficit) 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.

Other Matters

Our audit opinion does not extend to the budgeted figures presented by Council.

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 directions, 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
May 27, 2025



Chartered Professional Accountants Ltd.

TOWN OF SPIRITWOOD
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2024

	2024	2023
FINANCIAL ASSETS		
Cash (Note 2)	\$ 1,822,523	\$ 1,841,115
Taxes receivable - municipal (Note 3)	82,672	39,562
Other accounts receivable (Note 4)	241,096	238,534
Patronage equity		100
TOTAL FINANCIAL ASSETS	2,146,291	2,119,311
LIABILITIES		
Accounts payable and accrued liabilities	126,673	98,685
Deposits	45,268	44,330
Deferred revenue (Note 7)	78,882	176,523
Long-term debt (Note 6)	2,672,270	2,869,639
TOTAL LIABILITIES	2,923,093	3,189,177
NET DEBT	(776,802)	(1,069,866)
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedules 6 and 7)	9,043,411	8,969,455
Assets held for sale (Note 5)	251,030	455,261
Inventories	18,607	16,231
TOTAL NON-FINANCIAL ASSETS	9,313,048	9,440,947
ACCUMULATED SURPLUS	\$ 8,536,246	\$ 8,371,081
Accumulated surplus is comprised of:		
Accumulated surplus excluding remeasurement gains (losses) (Schedule 10)	\$ 8,536,246	\$ 8,371,081
Accumulated remeasurement gains (losses)		
	\$ 8,536,246	\$ 8,371,081

TOWN OF SPIRITWOOD
CONSOLIDATED STATEMENT OF OPERATIONS
For the year ended December 31, 2024

	2024 Budget Unaudited (Note 1)	2024 Actual	2023 Actual
REVENUE			
Tax revenue (Schedule 1)	\$ 973,403	\$ 978,932	\$ 953,023
Other unconditional revenue (Schedule 1)	394,416	394,888	359,172
Fees and charges (Schedules 4 and 5)	709,566	1,318,354	1,251,495
Conditional grants (Schedules 4 and 5)	33,500	141,109	177,265
Tangible capital asset sales - gain (loss) (Schedules 4 and 5)	8,138	(8,158)	13,601
Land sales - gain (loss) (Schedules 4 and 5)	155,000	(36,054)	
Investment income (Schedules 4 and 5)	43,770	35,706	43,768
Other revenues (Schedules 4 and 5)	15,700	40,340	28,289
	2,333,493	2,865,117	2,826,613
EXPENSES			
General government services (Schedule 3)	537,028	512,030	532,795
Protective services (Schedule 3)	109,950	115,646	155,476
Transportation services (Schedule 3)	465,110	446,581	408,478
Environmental and public health services (Schedule 3)	172,736	170,534	172,755
Planning and development services (Schedule 3)	85,150	85,049	96,201
Recreation and cultural services (Schedule 3)	581,432	1,126,340	945,673
Utility services (Schedule 3)	409,579	406,242	410,108
	2,360,985	2,862,422	2,721,486
ANNUAL SURPLUS (DEFICIT) BEFORE OTHER CAPITAL CONTRIBUTIONS	(27,492)	2,695	105,127
Provincial/Federal capital grants and contributions (Schedules 4 and 5)	29,307	162,470	197,736
ANNUAL SURPLUS	1,815	165,165	302,863
ACCUMULATED SURPLUS EXCLUDING REMEASUREMENT GAINS (LOSSES), BEGINNING OF YEAR	8,371,081	8,371,081	8,068,218
ACCUMULATED SURPLUS EXCLUDING REMEASUREMENT GAINS (LOSSES), END OF YEAR	\$ 8,372,896	\$ 8,536,246	\$ 8,371,081

TOWN OF SPIRITWOOD
CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT
For the year ended December 31, 2024

	2024 Budget Unaudited (Note 1)	2024 Actual	2023 Actual
ANNUAL SURPLUS	\$ 1,815	\$ 165,165	\$ 302,863
Acquisition of tangible capital assets		(433,278)	(228,644)
Amortization of tangible capital assets	279,410	341,726	280,399
Loss on sale of tangible capital assets		8,158	(13,601)
Proceeds on sale of tangible capital assets		9,438	13,601
Acquisition of assets held for sale		(4,582)	
Gain on sale of assets held for sale		36,054	
Proceeds on sale of assets held for sale		172,759	
Increase in inventories		(2,376)	(1,554)
Decrease in prepaid expenses			117,032
	279,410	127,899	167,233
CHANGE IN NET FINANCIAL ASSETS	\$ 281,225	293,064	470,096
NET DEBT, BEGINNING OF YEAR		(1,069,866)	(1,539,962)
NET DEBT, END OF YEAR		\$ (776,802)	\$ (1,069,866)

TOWN OF SPIRITWOOD
CONSOLIDATED STATEMENT OF CASH FLOWS
For the year ended December 31, 2024

	2024	2023
OPERATING TRANSACTIONS		
Annual surplus	\$ 165,165	\$ 302,863
Changes in non-cash items:		
Taxes receivable - municipal	(43,110)	2,745
Other accounts receivable	(2,562)	8,817
Patronage equity	100	18,908
Inventories	(2,376)	(1,554)
Prepaid expenses		117,032
Accounts payable and accrued liabilities	27,988	(61,652)
Deferred revenue	(97,641)	75,589
Deposits	938	4,703
Loss on sale of tangible capital assets	8,158	(13,601)
Gain on sale of assets held for sale	36,054	
Amortization of tangible capital assets	341,726	280,399
Cash provided by operating transactions	434,440	734,249
CAPITAL TRANSACTIONS		
Proceeds from the disposal of tangible capital assets	9,438	13,601
Acquisition of tangible capital assets	(433,278)	(228,644)
Cash applied to capital transactions	(423,840)	(215,043)
INVESTING TRANSACTIONS		
Proceeds on sale of assets held for sale	172,759	
Acquisition of real estate properties	(4,582)	
Cash provided by investing transactions	168,177	
FINANCING TRANSACTIONS		
Long-term debt repaid	(197,369)	(157,341)
Cash applied to financing transactions	(197,369)	(157,341)
CHANGE IN CASH	(18,592)	361,865
CASH, BEGINNING OF YEAR	1,841,115	1,479,250
CASH, END OF YEAR	\$ 1,822,523	\$ 1,841,115

TOWN OF SPIRITWOOD
CONSOLIDATED STATEMENT OF REMEASUREMENT GAINS (LOSSES)
For the year ended December 31, 2024

	2024 Actual	2023 Actual
ACCUMULATED REMEASUREMENT GAINS (LOSSES), BEGINNING OF YEAR	\$	\$
Unrealized gains (losses) attributable to:		
Derivatives		
Equity instruments measured at fair value		
Foreign exchange		
Amounts reclassified to the statement of operations:		
Derivatives		
Equity instruments measured at fair value		
Reversal of net remeasurements of portfolio investments		
Foreign exchange		
NET REMEASUREMENT GAINS (LOSSES) FOR THE YEAR		
ACCUMULATED REMEASUREMENT GAINS (LOSSES), END OF YEAR	\$	\$

TOWN OF SPIRITWOOD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2024

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 consolidates 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)

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.

TOWN OF SPIRITWOOD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Government Transfers (Continued)

Unearned government transfer amounts received will be recorded as deferred revenue until eligibility criteria or stipulations are met. Earned government transfer amounts not received will be recorded as an amount receivable. Government transfers to individuals and other entities are recognized as an expense when the transfers are authorized and all eligible criteria have been met.

Other (Non-Government Transfer) Contribution

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.

Revenue

Revenue from Transactions with No Performance Obligations:

Revenue is recognized for the following sources of revenue from transactions with no performance obligations:

- Tax revenue: Tax revenue is recognized when the underlying tax event occurs, which is typically when the tax is assessed or becomes due, regardless of when payment is received. These are generally recurring in nature.
- Other unconditional revenue: Unconditional revenue is recognized when it is earned and no further obligations are required. This may include certain grants or contributions that do not require a specific performance or future condition. This is considered non-recurring or recurring, depending on the nature of the revenue source.
- Fees and charges: Fees and charges for services are recognized when the service is rendered or when the related activity is performed. These are generally recurring in nature.
- Investment income: Investment income is recognized when earned. Interest income is recognized as it accrues, based on the effective interest rate method, while dividend income is recognized when the right to receive payment is established. Investment income is generally considered a recurring revenue stream, as it is earned periodically from ongoing investments.

TOWN OF SPIRITWOOD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue from Transactions with Related Performance Obligations:

Revenue is recognized for the following sources of revenue where related performance obligations exist:

- Tangible capital asset gains (losses): Gains or losses from the sale or disposal of tangible capital assets are recognized when the asset is transferred to the buyer, and the related risks and rewards of ownership have been transferred. These are typically considered non-recurring revenue streams.
- Land sale gains (losses): Revenue from land sales are recognized when the transaction is completed and ownership is transferred to the purchaser. This may involve a performance obligation related to the delivery of the property and revenue is recognized when the transfer occurs. These are typically considered non-recurring revenue streams.

When a single transaction requires the delivery of more than one performance obligation, the revenue recognition criteria are applied to the separately identifiable performance obligations. A performance obligation is considered to be separately identified if the product or service delivered has stand-alone value to that customer and the fair value associated with the product or service can be measured reliably. The amount recognized as revenue for each performance obligation is its fair value in relation to the fair value of the contract as a whole.

For each performance obligation, the Town must ascertain whether the obligation is satisfied over a period of time, or at a point in time. In order to do this, the characteristics of the underlying goods and/or services must be considered in order to determine when the ultimate performance obligations will be satisfied. If any of the below criteria are met, the revenue must be recognized over a period of time; otherwise, corresponding amounts are to be recognized at a point in time.

- a) The payor simultaneously receives and consumes the benefits provided by the Town's performance as they fulfil the performance obligation
- b) The Town's performance creates or enhances an asset (for example, work in progress) that the payor controls or uses as the asset is created or enhanced
- c) The Town's performance does not create an asset with an alternative use to itself, and the Town has an enforceable right to payment for performance completed to date
- d) The Town is expected to continually maintain or support the transferred good or service under the terms of the agreement
- e) The Town provides the payor with access to a specific good or service under the terms of the agreement

When determining the amounts of revenue to recognize at various stages along the point of time, determinants vary but often include percentage complete.

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.

TOWN OF SPIRITWOOD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 10.

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.

Financial Instruments

Derivative and equity instruments that are quoted in an active market are carried at fair value. All other financial instruments are measured at cost/amortized cost; financial assets measured at amortized cost are recognized initially net of transaction costs with interest income recognized using the effective interest rate method. Impairment losses are recognized in the consolidated statement of operations when there is an other than temporary decline in value.

Interest and dividends attributable to financial instruments are reported in the consolidated statement of operations. Unrealized gains and losses are recognized in the consolidated statement of remeasurement gains and losses. When the investment is disposed of the accumulated gains or losses are reclassified to the consolidated statement of operations.

When investment income and unrealized gains and losses from changes in the fair value of financial instruments are externally restricted, the investment income and fair value changes are recognized as liabilities until the external restrictions are satisfied.

TOWN OF SPIRITWOOD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Financial Instruments (Continued)

Long-term debt is initially recognized net of premiums, discounts, and transaction costs and is measured at amortized cost with interest expense recognized using the effective interest rate method.

Receivables with terms longer than one year have been classified as other long-term receivables.

Measurement of Financial Instruments:

The Town's financial assets and liabilities are measured as follows:

Financial statement line item	Measurement
Cash and cash equivalents	Cost and amortized cost
Investments	Fair value and cost/amortized cost
Other accounts receivable	Cost and amortized cost
Long-term receivables	Amortized cost
Debt charges recoverable	Amortized cost
Bank indebtedness	Amortized cost
Accounts payable and accrued liabilities	Cost
Deposit liabilities	Cost
Long-term debt	Amortized cost
Derivative assets and liabilities	Fair value

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 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.

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 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 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 tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The Town's tangible capital asset useful lives are estimated as follows:

Asset	Useful Life
General Assets	
Land	Indefinite
Land improvements	5 to 20 years
Buildings	10 to 50 years

TOWN OF SPIRITWOOD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Tangible Capital Assets (Continued)

<u>Asset</u>	<u>Useful Life</u>
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.

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 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 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.

Public Private Partnerships

Public private partnerships where the Town procures infrastructure using a private sector partner are accounted for and reported as infrastructure assets on the consolidated statement of financial position and are initially recognized at cost. Cost includes the gross amount of consideration given up to acquire, construct, develop or better a tangible capital asset; and all costs directly attributable to the acquisition, construction, development or betterment of the infrastructure asset. Infrastructure assets are amortized over the assets useful life and recognized as an expense in the consolidated statement of operations.

TOWN OF SPIRITWOOD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Public Private Partnerships (Continued)

When the Town has recognized an infrastructure asset in relation to a public private partnership arrangement and has an obligation to provide consideration to the private sector partner, the Town recognizes a corresponding infrastructure liability on the consolidated statement of financial position. Infrastructure liabilities are initially measured at the same amount as the related infrastructure asset, reduced for any consideration previously provided to the public sector partner. Other consideration attributable to the partnership agreement such as operating and maintenance payments are excluded from the measurement of the liability. Two common models used to measure infrastructure liabilities are the financial liability and user pay models. The financial liability model is utilized when the Town designs, builds, finances, operates and/or maintains infrastructure in exchange for a contractual right to receive cash or another asset. The reason for this being that the corresponding liability constitutes a financial liability. The user pay model is applicable when the private sector partner designs, buildings, finances, operates and/or maintains the infrastructure in exchange for a right to charge the ultimate end users. This compensation granted by the Town is facilitated via the granting of rights to earn revenue from a third party. Due to such, the corresponding liability should be classified as a performance obligation.

These consolidated financial statements do not include any public private partnerships.

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 Town.

Employee Benefit Plans

Contributions to the Town's multi-employer defined benefit plans are expensed when contributions are made. Under the defined benefit plan, 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, 2024

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.

Measurement uncertainty impacts the following financial statement areas:

- Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.
- The measurement of materials and supplies are based on estimates of volume and quality.
- The 'Opening Asset costs' of tangible capital assets have been estimated where actual costs were not available.
- Amortization is based on the estimated useful lives of tangible capital assets and intangible capital assets.
- The liability associated with asset retirement obligations are measured with reference to the best estimate of the amount required to ultimately remediate the liability at the financial statement date, the discount rate, and inflation.
- Measurement financial instruments at fair value and recognition and measurement of impairment of financial instruments requires the use of significant management estimates.

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

Basis of Segmentation/Segment Report

The Town 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 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.

TOWN OF SPIRITWOOD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Segmentation/Segment Report (Continued)

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 June 25, 2024.

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.

Asset Retirement Obligation

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

The liability associated with an asset retirement obligation is measured with reference to the best estimate of the amount required to ultimately remediate the liability at the financial statement date to the extent that all recognition criteria are met. Asset retirement obligations are only recognized when there is a legal obligation for the Town to incur costs in relation to a specific TCA, when the past transaction or event causing the liability has already occurred, when economic benefits will need to be given up in order to remediate the liability and when a reasonable estimate of such amount can be made. The best estimate of the liability includes all costs directly attributable to the remediation of the asset retirement obligation, based on the most reliable information that is available as at the applicable reporting date. Where cash flows are expected over future periods, the liability is recognized using a present value technique.

TOWN OF SPIRITWOOD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Asset Retirement Obligation (Continued)

When a liability for an asset retirement obligation is initially recognized, a corresponding adjustment to the related tangible capital asset is also recognized. Through the passage of time in subsequent reporting periods, the carrying value of the liability is adjusted to reflect accretion expenses incurred in the current period. This expense ensures that the time value of money is considered when recognizing outstanding liabilities at each reporting date. The capitalized asset retirement cost within tangible capital assets is also simultaneously depreciated on the same basis as the underlying asset to which it relates.

At remediation, the Town derecognizes the liability that was established. In some circumstances, gains or losses may be incurred upon settlement related to the ongoing measurement of the liability and corresponding estimates that were made and are recognized in the consolidated statement of operations.

Loan Guarantees

The Town has not provided loan guarantees for any organizations.

Guarantees represent potential financial commitments for the Town. These amounts are considered as contingent liabilities and not formally recognized as liabilities until the Town considers it likely for the borrower to default on its obligation and the amount of the liability can be estimated. The Town monitors the status of the organization(s), loans, and lines of credit annually and in the event that payment by the Town is likely to occur, a provision will be recognized in the consolidated financial statements.

New Accounting Policies Adopted During the Year:

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. This accounting policy has been applied on a prospective basis.

PSG-8, Purchased Intangibles, provides guidance on accounting for and reporting on purchased intangible capital assets. It provides clarity on the recognition criteria, along with instances of assets that would not meet the definition of such. This accounting policy has been applied on a prospective basis.

PS3160, Public Private Partnerships, a new standard establishing guidance on how to account for and report on partnerships between public and private sector entities. Specifically those in which the entity in the public sector procures infrastructure in conjunction with a private sector entity. In these scenarios the private sector entity must have obligations to design, build, acquire or improve existing infrastructure. Furthermore they must also finance the transaction past the point in which the asset is initially ready for use along with operating and/or maintaining such on an ongoing basis. This accounting policy has been applied on a prospective basis.

TOWN OF SPIRITWOOD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

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 5.45% (2023 - 7.20%) (unauthorized overdraft interest rate of 15.45% (2023 - 17.20%)).

3. TAXES RECEIVABLE - MUNICIPAL

		2024	2023
Municipal	- Current	\$ 60,110	\$ 38,198
	- Arrears	55,623	36,182
		115,733	74,380
	- Less allowance for uncollectibles	(33,061)	(34,818)
Total municipal taxes receivable		82,672	39,562
School	- Current	14,396	7,495
	- Arrears	8,154	4,914
Total taxes to be collected on behalf of School Divisions		22,550	12,409
Total taxes and grants-in-lieu receivable		105,222	51,971
Deduct taxes to be collected on behalf of other organizations		(22,550)	(12,409)
Total taxes receivable - municipal		\$ 82,672	\$ 39,562

4. OTHER ACCOUNTS RECEIVABLE

		2024	2023
Utility		\$ 120,053	\$ 103,771
Organizations and individuals		109,510	78,775
Provincial government		11,533	55,988
Total other accounts receivable		\$ 241,096	\$ 238,534

5. ASSETS HELD FOR SALE

		2024	2023
Tax title property		\$ 61,229	\$ 56,646
Other assets held for sale		189,801	398,615
Total assets held for sale		\$ 251,030	\$ 455,261

TOWN OF SPIRITWOOD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

6. LONG-TERM DEBT

The debt limit of the Town is \$1,642,227. 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)).

	2024	2023
SARCS - Prairie Centre Credit Union Ltd., payable in semi-annual installments of \$102,014 including interest at 4.35%. Leasehold mortgage and general security agreement is being used as security.	\$ 1,736,861	\$ 1,831,792
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.	789,605	844,527
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.	145,804	153,320
SARCS - Canada Emergency Benefit Account loan payable to Prairie Centre Credit Union Ltd., interest-free during the initial term which ends January 18, 2024. The loan was repaid in full during the SARCS' fiscal year.		40,000
	\$ 2,672,270	\$ 2,869,639

Future principal and interest payments are as follows:

	Principal	Interest	Total
2025	\$ 158,745	\$ 139,125	\$ 297,870
2026	166,877	130,993	297,870
2027	175,476	122,394	297,870
2028	184,571	113,299	297,870
2029	194,190	103,680	297,870
Thereafter	1,792,411	335,886	2,128,297
Balance	\$ 2,672,270	\$ 945,377	\$ 3,617,647

TOWN OF SPIRITWOOD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

7. DEFERRED REVENUE

	2023	Restricted inflows	Revenue earned	2024
Canada Community - Building Fund	\$ 162,470	\$ 61,364	\$ (162,470)	\$ 61,364
SARCS	14,053	17,518	(14,053)	17,518
Total deferred revenue	<u>\$ 176,523</u>			<u>\$ 78,882</u>

8. PRIOR YEAR'S FIGURES

The prior year's figures have been restated to reflect the correction of the deferral treatment for the Canada Community - Building Fund program. This correction results in a decrease to the accumulated surplus of \$162,470. The restatement impacts prior year balances, specifically increasing deferred revenue and decreasing grant revenue. Correspondingly, the current year opening balances reflect an increase in deferred revenue and a decrease in the opening accumulated surplus. This restatement ensures compliance with the accounting treatment for government transfers as mentioned in Note 1 of the consolidated financial statements.

9. 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 2024 was \$44,811 (2023 - \$41,010). 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.

Total current service contributions by the Town to the MEPP in 2024 were \$44,811 (2023 - \$41,010). Total current service contributions by the employees of the Town to the MEPP in 2024 were \$44,811 (2023 - \$41,010).

As of the audit report date, the December 31, 2024 MEPP actuarial deficiency/surplus has not yet been released. As of December 31, 2023, the actuarial valuation of the financial position of the plan shows MEPP is 125.7 percent funded, with an actuarial surplus of \$744,391,000.

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

TOWN OF SPIRITWOOD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

10. RISK MANAGEMENT

Through its financial assets and liabilities, the Town is exposed to various risks as outlined below.

Price risk

Price risk associated with investments in shares is the risk that their fair value will fluctuate because of changes in market prices. It is management's opinion the Town is not exposed to price risks arising from these financial instruments due to the Town not holding any investments in shares.

Credit risk

The Town provides credit to its ratepayers for taxes as taxes are not due until December 31 in the year they are levied. The Town does not perform credit checks and occasionally has bad debt on taxes. For all other accounts receivable, the Town does not provide credit to its ratepayers and customers.

Liquidity risk

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

Trade accounts payable and accrued liabilities are generally paid within 30 days.

Interest rate risk

Interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The financial instruments that potentially subject the Town to interest rate risk consists of long-term debt. However, the risk associated is reduced as long-term debt is locked in at fixed interest rates.

11. GUARANTEES

The Town is entitled to receive 5% of net operating surplus and is responsible for 5% of operating expense deficits incurred by the Housing Authorities in Spiritwood, which are operated by the Saskatchewan Housing Corporation. During the year, the Town received \$2,524 in net surplus (compared to a share of deficits totaling \$5,103 in 2023). No amounts have been accrued in the consolidated financial statements on account of the guarantee.

TOWN OF SPIRITWOOD

SCHEDULE 1 - SCHEDULE OF TAXES AND OTHER UNCONDITIONAL REVENUES

For the year ended December 31, 2024

	2024 Budget Unaudited (Note 1)	2024 Actual	2023 Actual
TAXES			
General municipal tax levy	\$ 1,076,430	\$ 1,076,430	\$ 1,058,006
Abatements and adjustments	(7,000)	(3,583)	(8,087)
Discount on current year taxes	(110,500)	(108,388)	(109,583)
Net Municipal Taxes	958,930	964,459	940,336
Penalties on tax arrears	14,473	14,473	12,687
Total Taxes	973,403	978,932	953,023
UNCONDITIONAL GRANTS			
Revenue Sharing	269,342	269,342	235,413
Total Unconditional Grants	269,342	269,342	235,413
GRANTS-IN-LIEU OF TAXES			
Federal	5,215	5,229	5,214
Provincial			
SaskTel	10,659	11,554	10,658
Local/Other			
Housing Authority		2,524	
Pelican Lake	4,200	4,200	4,191
Other Government Transfers			
S.P.C. Surcharge	72,500	71,633	71,791
SaskEnergy Surcharge	32,500	30,406	31,905
Total Grants-in-Lieu of Taxes	125,074	125,546	123,759
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 1,367,819	\$ 1,373,820	\$ 1,312,195

TOWN OF SPIRITWOOD

SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

For the year ended December 31, 2024

	2024 Budget Unaudited (Note 1)	2024 Actual	2023 Actual
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Tax enforcement and general office services	\$ 43,752	\$ 47,037	\$ 37,640
Total Fees and Charges	43,752	47,037	37,640
- Land sales - gain (loss)	155,000	(36,054)	
- Investment income	43,770	35,706	43,768
Total Other Segmented Revenue	242,522	46,689	81,408
Total Operating	242,522	46,689	81,408
Total General Government Services	242,522	46,689	81,408
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Fire fees	2,000		8,981
- Police fines	4,400	3,170	4,344
Total Fees and Charges	6,400	3,170	13,325
- Tangible capital asset sales - gain (loss)			13,601
Total Other Segmented Revenue	6,400	3,170	26,926
Total Operating	6,400	3,170	26,926
Total Protective Services	6,400	3,170	26,926

TOWN OF SPIRITWOOD

SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

For the year ended December 31, 2024

	2024 Budget Unaudited (Note 1)	2024 Actual	2023 Actual
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 2,050	\$ 1,605	\$ 3,498
- Sales of supplies		1,700	
- CN lease	2,000	2,000	3,500
Total Fees and Charges	4,050	5,305	6,998
- Tangible capital asset sales - gain (loss)	6,438	(11,158)	
Total Other Segmented Revenue	10,488	(5,853)	6,998
Conditional Grants			
- Provincial Traffic Safety Fund	12,000	11,848	4,326
Total Conditional Grants	12,000	11,848	4,326
Total Operating	22,488	5,995	11,324
Capital			
Conditional Grants			
- Canada Community - Building Fund (CCBF)	29,307	162,470	
Total Capital	29,307	162,470	
Total Transportation Services	51,795	168,465	11,324

TOWN OF SPIRITWOOD

SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

For the year ended December 31, 2024

	2024 Budget Unaudited (Note 1)	2024 Actual	2023 Actual
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and disposal fees	\$ 94,500	\$ 99,127	\$ 87,998
- Cemetery fees	17,900	16,012	16,960
Total Fees and Charges	112,400	115,139	104,958
- Northern Lakes Health Committee	15,700	15,700	15,700
Total Other Segmented Revenue	128,100	130,839	120,658
Conditional Grants			
- Multi-Material Stewardship Western	21,500	16,146	21,422
Total Conditional Grants	21,500	16,146	21,422
Total Operating	149,600	146,985	142,080
Total Environmental and Public Health Services	149,600	146,985	142,080
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Licenses and permits	16,000	10,723	20,699
Total Fees and Charges	16,000	10,723	20,699
Total Other Segmented Revenue	16,000	10,723	20,699
Total Operating	16,000	10,723	20,699
Total Planning and Development Services	16,000	10,723	20,699

TOWN OF SPIRITWOOD

SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

For the year ended December 31, 2024

	2024 Budget Unaudited (Note 1)	2024 Actual	2023 Actual
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- SARCS and Civic Center	\$ 95,000	\$ 680,284	\$ 637,952
Total Fees and Charges	95,000	680,284	637,952
- Tangible capital asset sales - gain (loss)	1,700	3,000	
- SARCS		24,640	12,589
Total Other Segmented Revenue	96,700	707,924	650,541
Conditional Grants			
- SARCS		113,115	151,517
Total Conditional Grants		113,115	151,517
Total Operating	96,700	821,039	802,058
Capital			
Conditional Grants			
- Investing in Canada Infrastructure Program (ICIP)			46,589
Total Capital			46,589
Total Recreation and Cultural Services	96,700	821,039	848,647

TOWN OF SPIRITWOOD

SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

For the year ended December 31, 2024

	2024 Budget Unaudited (Note 1)	2024 Actual	2023 Actual
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	\$ 284,000	\$ 293,718	\$ 281,640
- Sewer	82,600	93,819	82,566
- Infrastructure fees	65,364	69,159	65,717
Total Fees and Charges	431,964	456,696	429,923
Total Other Segmented Revenue	431,964	456,696	429,923
Total Operating	431,964	456,696	429,923
Capital			
Conditional Grants			
- Investing in Canada Infrastructure Program (ICIP)			151,147
Total Capital			151,147
Total Utility Services	431,964	456,696	581,070
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 994,981	\$ 1,653,767	\$ 1,712,154
SUMMARY			
Total Other Segmented Revenue	\$ 932,174	\$ 1,350,188	\$ 1,337,153
Total Conditional Grants	33,500	141,109	177,265
Total Capital Grants and Contributions	29,307	162,470	197,736
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 994,981	\$ 1,653,767	\$ 1,712,154

TOWN OF SPIRITWOOD
SCHEDULE 3 - SCHEDULE OF EXPENSES BY FUNCTION
For the year ended December 31, 2024

	2024 Budget Unaudited (Note 1)	2024 Actual	2023 Actual
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 19,958	\$ 16,683	\$ 19,602
Wages and benefits	240,217	238,234	249,320
Professional/Contractual services	207,668	210,274	187,326
Utilities	23,485	21,751	22,751
Maintenance, materials, and supplies	36,200	26,844	41,321
Allowance (recovery) for uncollectibles	9,500	(1,756)	12,475
Total General Government Services	537,028	512,030	532,795
PROTECTIVE SERVICES			
Police protection			
Professional/Contractual services	92,000	92,374	89,783
Fire protection			
Wages and benefits			6,420
Professional/Contractual services	3,950	3,272	19,879
Maintenance, materials, and supplies			25,794
Grants and contributions			
- Operating	14,000	20,000	13,600
Total Protective Services	109,950	115,646	155,476
TRANSPORTATION SERVICES			
Wages and benefits	165,250	177,021	177,724
Professional/Contractual services	22,700	9,325	7,390
Utilities	44,900	43,585	40,020
Maintenance, materials, and supplies	156,850	165,057	110,874
Gravel	20,000	14,033	17,058
Amortization of tangible capital assets	55,410	37,560	55,412
Total Transportation Services	465,110	446,581	408,478
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	4,951	5,457	4,921
Professional/Contractual services	141,485	143,739	141,418
Maintenance, materials, and supplies	500	622	213
Amortization of tangible capital assets	12,500	12,551	12,551
Interest	8,300	8,165	8,549
Saskatchewan Housing Authority	5,000		5,103
Total Environmental and Public Health Services	172,736	170,534	172,755

TOWN OF SPIRITWOOD
SCHEDULE 3 - SCHEDULE OF EXPENSES BY FUNCTION
For the year ended December 31, 2024

	2024 Budget Unaudited (Note 1)	2024 Actual	2023 Actual
PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	\$ 56,050	\$ 57,963	\$
Professional/Contractual services	28,500	26,486	96,201
Utilities	600	600	
Total Planning and Development Services	85,150	85,049	96,201
RECREATION AND CULTURAL SERVICES			
Wages and benefits	174,150	192,178	201,451
Professional/Contractual services	22,880	35,198	33,433
Utilities	17,400	141,327	127,190
Maintenance, materials, and supplies	90,300	192,399	196,733
Grants and contributions			
- Operating	121,702	284,932	145,949
Amortization of tangible capital assets	155,000	174,229	155,925
Interest on long-term debt		106,077	84,992
Total Recreation and Cultural Services	581,432	1,126,340	945,673
UTILITY SERVICES			
Wages and benefits	62,750	61,217	58,451
Professional/Contractual services	45,000	16,039	59,506
Utilities	49,322	52,003	46,442
Maintenance, materials, and supplies	172,300	137,212	165,389
Amortization of tangible capital assets	56,500	117,386	56,511
Interest on long-term debt	23,707	22,385	23,809
Total Utility Services	409,579	406,242	410,108
TOTAL EXPENSES BY FUNCTION	\$ 2,360,985	\$ 2,862,422	\$ 2,721,486

TOWN OF SPIRITWOOD
SCHEDULE 4 - SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION
For the year ended December 31, 2024

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 47,037	\$ 3,170	\$ 5,305	\$ 115,139	\$ 10,723	\$ 680,284	\$ 456,696	\$ 1,318,354
Tangible Capital Asset Sale - Gain (Loss)			(11,158)			3,000		(8,158)
Intangible Capital Asset Sale - Gain (Loss)	(36,054)							(36,054)
Land Sales - Gain (Loss)	35,706							35,706
Investment Income								
Commissions								
Other Revenues			11,848	15,700		24,640		40,340
Grants - Conditional			162,470	16,146		113,115		141,109
- Capital								162,470
Total revenues	46,689	3,170	168,465	146,985	10,723	821,039	456,696	1,653,767
Expenses (Schedule 3)								
Wages & Benefits	254,917		177,021	5,457	57,963	192,178	61,217	748,753
Professional/Contractual Services	210,274	95,646	9,325	143,739	26,486	35,198	16,039	536,707
Utilities	21,751		43,585		600	141,327	52,003	259,266
Maintenance, Materials, Supplies	26,844		179,090	622		192,399	137,212	536,167
Grants and Contributions		20,000				284,932		304,932
Amortization of Tangible Capital Assets			37,560	12,551		174,229	117,386	341,726
Amortization of Intangible Capital Assets								
Interest								
Accretion of asset retirement obligation				8,165		106,077	22,385	136,627
Allowance for Uncollectibles	(1,756)							(1,756)
Other								
Total expenses	512,030	115,646	446,581	170,534	85,049	1,126,340	406,242	2,862,422
Surplus (Deficit) by Function	(465,341)	(112,476)	(278,116)	(23,549)	(74,326)	(305,301)	50,454	(1,208,655)
Taxation and other unconditional revenue (Schedule 1)								1,373,820
Net Surplus (Deficit)								\$ 165,165

TOWN OF SPIRITWOOD
SCHEDULE 5 - SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION
For the year ended December 31, 2023

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 37,640	\$ 13,325	\$ 6,998	\$ 104,958	\$ 20,699	\$ 637,952	\$ 429,923	\$ 1,251,495
Tangible Capital Asset Sale - Gain (Loss)		13,601						13,601
Intangible Capital Asset Sale - Gain (Loss)								
Land Sales - Gain (Loss)								
Investment Income	43,768							43,768
Commissions								
Other Revenues				15,700		12,589		28,289
Grants - Conditional			4,326	21,422		151,517		177,265
- Capital						46,589	151,147	197,736
Total revenues	81,408	26,926	11,324	142,080	20,699	848,647	581,070	1,712,154
Expenses (Schedule 3)								
Wages & Benefits	268,922	6,420	177,724	4,921		201,451	58,451	717,889
Professional/Contractual Services	187,326	109,662	7,390	141,418	96,201	33,433	59,506	634,936
Utilities	22,751		40,020			127,190	46,442	236,403
Maintenance, Materials, Supplies	41,321	25,794	127,932	213		196,733	165,389	557,382
Grants and Contributions		13,600				145,949		159,549
Amortization of Tangible Capital Assets			55,412	12,551		155,925	56,511	280,399
Amortization of Intangible Capital Assets								
Interest				8,549		84,992	23,809	117,350
Accretion of asset retirement obligation								
Allowance for Uncollectibles	12,475							12,475
Other				5,103				5,103
Total expenses	532,795	155,476	408,478	172,755	96,201	945,673	410,108	2,721,486
Surplus (Deficit) by Function	(451,387)	(128,550)	(397,154)	(30,675)	(75,502)	(97,026)	170,962	(1,009,332)
Taxation and other unconditional revenue (Schedule 1)								
								1,312,195
Net Surplus (Deficit)								\$ 302,863

TOWN OF SPIRITWOOD
SCHEDULE 6 - SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT
For the year ended December 31, 2024

Cost	General Assets					Infrastructure Assets		General/ Infrastructure		Totals	
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets	Assets Under Construction				
Opening costs	\$ 154,042	\$	\$ 7,307,526	\$ 208,681	\$ 638,540	\$ 6,594,116	\$	\$ 14,902,905	\$14,717,261		
Additions during the year	205,577			26,918	11,335	189,448		433,278	228,644		
Disposals and write downs			(24,000)	(6,720)	(26,000)	(31,892)		(88,612)	(43,000)		
Closing costs	359,619		7,283,526	228,879	623,875	6,751,672		15,247,571	14,902,905		
Accumulated Amortization											
Opening accumulated amortization			2,615,922	154,578	264,606	2,898,344		5,933,450	5,696,051		
Amortization			195,687	9,818	27,213	109,008		341,726	280,399		
Disposals and write downs			(24,000)	(6,720)	(8,404)	(31,892)		(71,016)	(43,000)		
Closing accumulated amortization			2,787,609	157,676	283,415	2,975,460		6,204,160	5,933,450		
Net Book Value	\$ 359,619	\$	\$ 4,495,917	\$ 71,203	\$ 340,460	\$ 3,776,212	\$	\$ 9,043,411	\$ 8,969,455		

TOWN OF SPIRITWOOD
SCHEDULE 7 - SCHEDULE OF TANGIBLE CAPITAL ASSETS BY FUNCTION
For the year ended December 31, 2024

Cost	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Totals	
								2024	2023
Opening costs	\$ 209,837	\$ 26,000	\$ 2,353,422	\$ 365,447	\$	\$ 5,896,718	\$ 6,051,481	\$14,902,905	\$ 14,717,261
Additions during the year			216,366			216,912		433,278	228,644
Disposals and write downs			(26,271)			(30,449)	(31,892)	(88,612)	(43,000)
Closing costs	209,837	26,000	2,543,517	365,447		6,083,181	6,019,589	15,247,571	14,902,905
Accumulated Amortization									
Opening accumulated amortization	111,074	24,000	1,725,911	132,782		1,988,793	1,950,890	5,933,450	5,696,051
Amortization			37,560	12,551		174,229	117,386	341,726	280,399
Disposals and write downs			(8,675)			(30,449)	(31,892)	(71,016)	(43,000)
Closing accumulated amortization	111,074	24,000	1,754,796	145,333		2,132,573	2,036,384	6,204,160	5,933,450
Net Book Value	\$ 98,763	\$ 2,000	\$ 788,721	\$ 220,114	\$	\$ 3,950,608	\$ 3,983,205	\$ 9,043,411	\$ 8,969,455

TOWN OF SPIRITWOOD

SCHEDULE 8 - SCHEDULE OF INTANGIBLE CAPITAL ASSETS BY OBJECT

For the year ended December 31, 2024

	General Assets						Asset Category TBD		Asset Category TBD	Totals	
									Assets Under Construction	2024	2023
	TBD	TBD	TBD	TBD	TBD	TBD	TBD	TBD	Construction		
Cost											
Opening costs	\$						\$		\$		\$
Additions during the year											
Disposals and write downs											
Transfers from assets under construction											
Closing costs											
Accumulated Amortization											
Opening accumulated amortization											
Amortization											
Disposals and write downs											
Closing accumulated amortization											
Net Book Value	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$

TOWN OF SPIRITWOOD
SCHEDULE 9 - SCHEDULE OF INTANGIBLE CAPITAL ASSETS BY FUNCTION
For the year ended December 31, 2024

Cost	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Totals	
								2024	2023
Opening costs	\$	\$	\$	\$	\$	\$	\$	\$	\$
Additions during the year									
Disposals and write downs									
Closing costs									
Accumulated Amortization									
Opening accumulated amortization									
Amortization									
Disposals and write downs									
Closing accumulated amortization									
Net Book Value	\$	\$	\$	\$	\$	\$	\$	\$	\$

TOWN OF SPIRITWOOD
SCHEDULE 10 - SCHEDULE OF ACCUMULATED SURPLUS
For the year ended December 31, 2024

	2023	Changes	2024
UNAPPROPRIATED SURPLUS	\$ 1,172,536	\$ (33,358)	\$ 1,139,178
APPROPRIATED RESERVES			
General Reserve	266,170	(101,106)	165,064
Cemetery Reserve	30,206	1,250	31,456
Water/Sewer Reserve	577,343	67,054	644,397
Capital Trust Reserve	185,010		185,010
Total appropriated	1,058,729	(32,802)	1,025,927
NET INVESTMENT IN CAPITAL ASSETS			
Tangible capital assets (Schedules 6 and 7)	8,969,455	73,956	9,043,411
Intangible capital assets (Schedules 8 and 9)			
Less: Related debt	(2,829,639)	157,369	(2,672,270)
Net investment in capital assets	6,139,816	231,325	6,371,141
ACCUMULATED SURPLUS excluding remeasurement gains (losses)	\$ 8,371,081	\$ 165,165	\$ 8,536,246

TOWN OF SPIRITWOOD
SCHEDULE 12 - SCHEDULE OF COUNCIL REMUNERATION
For the year ended December 31, 2024

<u>Position - Name</u>	<u>Remuneration</u>	<u>Reimbursed Costs</u>	<u>Total</u>
Mayor - Gary von Holwede	\$ 5,020	\$	5,020
Councilor - Ragnar Latus	2,000		2,000
Councilor - James Bedi	1,920	520	2,440
Councilor - Mark Corfield	1,850		1,850
Councilor - George Pretli	1,680		1,680
Councilor - Bryan Wingerter	1,620		1,620
Councilor - Shane Colley	1,620		1,620
Councilor - John Go	180		180
Councilor - Tess Mills	180		180
	\$ 16,070	\$ 520	\$ 16,590