

**RURAL MUNICIPALITY OF KINISTINO NO 459**

**Financial Statements**

**Year Ended December 31, 2023**

**RURAL MUNICIPALITY OF KINISTINO NO 459**

**Index to Financial Statements**

**Year Ended December 31, 2023**

---

	Page
MANAGEMENT'S RESPONSIBILITY	1
INDEPENDENT AUDITOR'S REPORT	2 - 3
FINANCIAL STATEMENTS	
Consolidated Statement of Financial Position Statement 1	4
Statement of Revenues and Expenditures and Changes in Net Assets	5
Statement of Accumulated Surplus	6
Consolidated Statement of Cash Flows Statement 4	7
Statement of Remeasurement Gains and Losses	8
Notes to Financial Statements	9 - 18
Schedule of Taxes and Other Unconditional Revenue <i>(Schedule 1)</i>	19
Schedule of Operating and Capital Revenue by Function <i>(Schedule 2)</i>	20
Schedule of Operating and Capital Revenue by Function	21
Total Expenses by Function <i>(Schedule 3)</i>	22
Total Expenses by Function	23
Consolidated Schedule of Segment Disclosure by Function <i>(Schedule 4)</i>	24
Consolidated Schedule of Segment Disclosure by Function <i>(Schedule 5)</i>	25
Consolidated Schedule of Tangible Capital Assets by Object <i>(Schedule 6)</i>	26
Consolidated Schedule of Tangible Capital Assets by Function <i>(Schedule 7)</i>	27
Consolidated Schedule of Accumulated Surplus <i>(Schedule 8)</i>	28
Schedule of Mill Rates and Assessments <i>(Schedule 9)</i>	29
Schedule of Council Remuneration <i>(Schedule 10)</i>	30
Schedule of Restructuring <i>(Schedule 11)</i>	31

---

## Management's Responsibility

---

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

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

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

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



Reeve



  
Administrator

---

## INDEPENDENT AUDITOR'S REPORT

---

To the Reeve and Council of Rural Municipality of Kinistino No. 459

### *Opinion*

We have audited the financial statements of Rural Municipality of Kinistino No. 459 (the organization), which comprise the consolidated statement of financial position as at December 31, 2023, and the consolidated statements of operations, change in net financial assets, remeasurement gains and losses and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

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

### *Basis for Opinion*

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

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

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

In preparing the financial statements, management is responsible for assessing the organization'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 organization or to cease operations, or has no realistic alternative but to do so.

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

### *Auditor's Responsibilities for the Audit of the Financial Statements*

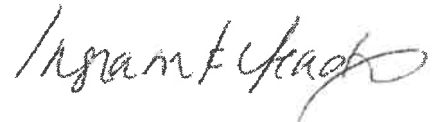
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee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

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

(continues)

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

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



Melfort, Saskatchewan  
April 11, 2024

Ingram & Yeadon Accountants

**RURAL MUNICIPALITY OF KINISTINO NO 459****Consolidated Statement of Financial Position****Statement 1****December 31, 2023**

	<b>2023</b>	<b>2022</b>
<b>FINANCIAL ASSETS</b>		
Cash (Note 2)	\$ 3,095,368	\$ 2,544,957
Term deposits (Note 3)	1,000,000	1,000,000
Taxes Receivable - Municipal (Note 4)	123,987	161,108
Other Accounts Receivable (Note 6)	52,211	133,840
Assets Held for Sale (Note 7)	16,060	-
Long-Term Investments (Note 8)	69,533	61,193
<b>Total Financial Assets</b>	<b>4,357,159</b>	<b>3,901,098</b>
<b>LIABILITIES</b>		
Accounts Payable	156,808	4,592
Deferred Revenue (Note 10)	7,049	7,751
Long term debt (Note 11)	61,148	255,852
<b>Total Liabilities</b>	<b>225,005</b>	<b>268,195</b>
<b>NET FINANCIAL ASSETS (DEBT)</b>	<b>4,132,154</b>	<b>3,632,903</b>
<b>NON-FINANCIAL ASSETS</b>		
Tangible Capital Assets(Schedule 6, 7)	4,631,072	4,730,895
Prepayments and Deferred Charges	158,389	2,855
Stock and Supplies	779,317	672,127
	<b>5,568,778</b>	<b>5,405,877</b>
<b>Accumulated Surplus (Deficit) (Schedule 8)</b>	<b>\$ 9,700,934</b>	<b>\$ 9,038,779</b>
<b>ACCUMULATED SURPLUS CONSISTS OF:</b>		
Accumulated operating surplus	\$ 9,700,934	\$ 9,038,779
Accumulated remeasurement gains (losses)	-	-
	<b>\$ 9,700,934</b>	<b>\$ 9,038,779</b>

CONTINGENT LIABILITY (Note 12)

CONTRACTUAL OBLIGATIONS AND COMMITMENTS (Note 14)

**RURAL MUNICIPALITY OF KINISTINO NO 459**

**Consolidated Statement of Operations**

**Statement 2**

**As at December 31, 2023**

	Budget 2023	2023	2022
<b>REVENUES</b>			
Tax Revenue (Schedule 1)	\$ 1,692,276	\$ 1,688,493	\$ 1,524,522
Unconditional Revenue (Schedule 1)	585,870	585,916	512,762
Fees and Charges (Schedule 4, 5)	18,890	11,717	14,897
Conditional Grants (Schedule 4, 5)	16,730	36,380	20,090
Tangible Capital Assets Sales - Gain (Schedule 4, 5)	-	-	8,890
Investment Income (Note 3) (Schedule 4, 5)	96,000	167,286	60,398
Commissions (Schedule 4, 5)	820	849	816
Other revenues (Schedule 4, 5)	300	19,952	551
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	17,120	161,679	17,119
<b>Total Revenues</b>	<b>2,428,006</b>	<b>2,672,272</b>	<b>2,160,045</b>
	<b>2,428,006</b>	<b>2,672,272</b>	<b>2,160,045</b>
<b>EXPENSES</b>			
General Government Services (Schedule 3)	348,750	357,325	369,376
Protective Services (Schedule 3)	61,820	59,482	60,384
Transportation Services (Schedule 3)	1,861,310	1,549,494	1,846,068
Environment & Public Health Services (Schedule 3)	29,920	23,390	21,085
Recreation & Cultural Services (Schedule 3)	19,800	18,924	13,796
Utility Services (Schedule 3)	3,500	1,502	3,026
	<b>2,325,100</b>	<b>2,010,117</b>	<b>2,313,735</b>
<b>Surplus (Deficit) of Revenues over Expenses</b>	<b>102,906</b>	<b>662,155</b>	<b>(153,690)</b>
<b>ACCUMULATED SURPLUS - BEGINNING OF YEAR</b>	<b>8,887,815</b>	<b>9,038,779</b>	<b>9,192,469</b>
<b>ACCUMULATED SURPLUS - END OF YEAR</b>	<b>\$ 8,990,721</b>	<b>\$ 9,700,934</b>	<b>\$ 9,038,779</b>

**RURAL MUNICIPALITY OF KINISTINO NO 459**  
**Consolidated Statement of Change in Net Financial Assets**  
**Statement 3**  
**Year Ended December 31, 2023**

	Budget 2023	2023	2022
<b>ANNUAL SURPLUS (DEFICIT)</b>	\$ 102,906	\$ 662,155	\$ (153,690)
(Acquisition) of tangible capital assets	(94,703)	(336,252)	(19,172)
Amortization	456,940	436,075	450,692
Proceeds on disposal of tangible capital assets	-	-	64,901
Loss (gain) on the disposal of tangible capital assets	-	-	(8,890)
Surplus (deficit) of capital expenses over expenditures	362,237	99,823	487,531
Consumption (acquisition) of supplies inventory	-	(107,190)	35,733
Use (acquisition) of prepaid expenses	-	(155,534)	19
Rounding	-	(3)	(1)
Surplus (deficit) of expenses of other non-financial over expenditures	-	(262,727)	35,751
	362,237	(162,904)	523,282
<b>INCREASE IN NET FINANCIAL ASSETS</b>	465,143	499,251	369,592
<b>NET FINANCIAL ASSETS - BEGINNING OF YEAR</b>	3,632,903	3,632,903	3,263,311
<b>NET FINANCIAL ASSETS - END OF YEAR</b>	\$ 4,098,046	\$ 4,132,154	\$ 3,632,903

See notes to financial statements

**RURAL MUNICIPALITY OF KINISTINO NO 459****Consolidated Statement of Cash Flows****Statement 4****For the Year Ended December 31, 2023**

	<b>2023</b>	<b>2022</b>
<b>OPERATING:</b>		
Annual surplus (deficit)	\$ 662,155	\$ (153,690)
Items not affecting cash:		
Amortization	436,074	450,692
Loss (gain) on disposal of tangible capital assets	-	(8,890)
	<u>1,098,229</u>	<u>288,112</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	37,121	8,915
Other Accounts Receivable	81,629	(96,672)
Assets Held for Sale	(16,060)	-
Accounts Payable	152,216	(74,781)
Deferred Revenue	(702)	2,059
Stock and Supplies for use	(107,190)	35,733
Prepayments and Deferred Charges	(155,534)	19
	<u>(8,520)</u>	<u>(124,727)</u>
Cash provided by operating transactions	<u>1,089,709</u>	<u>163,385</u>
<b>CAPITAL AND INVESTING</b>		
Additions to capital assets	(336,252)	(19,172)
Proceeds on disposal of capital assets	-	64,901
Decrease (increase) in restricted cash or cash equivalents	-	-
Proceeds on disposal of investments	-	-
Decrease (increase) in investments	(8,340)	18,357
	<u>(344,592)</u>	<u>64,086</u>
Cash flows from (used by) capital and investing	<u>(344,592)</u>	<u>64,086</u>
<b>FINANCING:</b>		
Repayment of long term debt	(194,705)	(304,026)
Rounding	(1)	(1)
	<u>(194,706)</u>	<u>(304,027)</u>
Cash flow used by financing:	<u>(194,706)</u>	<u>(304,027)</u>
<b>INCREASE (DECREASE) IN CASH FLOW</b>	<b>550,411</b>	<b>(76,556)</b>
Cash - beginning of year	<u>3,544,957</u>	<u>3,621,513</u>
<b>CASH - END OF YEAR</b>	<b>\$ 4,095,368</b>	<b>\$ 3,544,957</b>
<b>CASH CONSISTS OF:</b>		
Cash	\$ 3,095,368	\$ 2,544,957
Term deposits	<u>1,000,000</u>	<u>1,000,000</u>
	<u>\$ 4,095,368</u>	<u>\$ 3,544,957</u>

See notes to financial statements

**RURAL MUNICIPALITY OF KINISTINO NO 459**

**Statement of Remeasurement Gains and Losses**

**Year Ended December 31, 2023**

	Budget 2023	2023	2022
<b>ACCUMULATED REMEASUREMENT GAIN - BEGINNING OF YEAR</b>	\$ -	\$ -	\$ -
Unrealized gains (losses) attributed to:			
Investments	-	-	-
Derivatives	-	-	-
Other	-	-	-
Unrealized gain on available for sale securities	-	-	-
Amounts reclassified to the statement of operations:			
Foreign currency translation gain	-	-	-
Reclassification for realized gain	-	-	-
Net remeasurement for the year	-	-	-
<b>ACCUMULATED REMEASUREMENT GAIN - END OF YEAR</b>	\$ -	\$ -	\$ -

See notes to financial statements

# RURAL MUNICIPALITY OF KINISTINO NO 459

## Notes to Financial Statements

For the Year Ended December 31, 2023

---

### 1. SIGNIFICANT ACCOUNTING POLICIES

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

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

#### a) Reporting Entity:

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

There are no entities consolidated in these financial statements.

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

There are no partnerships in these financial statements.

#### b) Collection of Funds for Other Authorities:

Collection of funds by the municipality for school boards, municipal hail, and conservation and development authorities are collected and remitted in accordance with relevant legislation.

#### c) Government Transfer:

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

- a) the transfers are authorized;
- b) any eligibility criteria and stipulations have been met; and
- c) reasonable estimates of the amounts can be made.

Unearned government transfer amounts received will be recorded as deferred revenue until eligibility criteria or stipulations are met.

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

Government transfers to individuals and other entities are recognized as an expense when the transfers are authorized and all eligibility criteria have been met.

#### d) Other (Non-Government Transfer) Contributions:

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

*(continues)*

---

**RURAL MUNICIPALITY OF KINISTINO NO 459**

**Notes to Financial Statements**

**For the Year Ended December 31, 2023**

---

1. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

e) Deferred Revenue:

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

f) Local Improvement Charges:

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

g) Net Financial Assets:

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

h) Non-financial Assets:

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

i) Appropriated Reserves:

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

j) Property Tax Revenue:

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

k) Financial Instruments:

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

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

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

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

Measurement of Financial Instruments:

The municipalities financial assets and liabilities are measured as follows:

- Cash & Cash Equivalentents = Cost and amortized cost
- Investments = Fair value and cost/amortized cost
- Other Accounts Receivable = Cost and amortized cost

*(continues)*

---

# RURAL MUNICIPALITY OF KINISTINO NO 459

## Notes to Financial Statements

For the Year Ended December 31, 2023

---

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

Long term receivables = Amortized cost

Debt Charges Recoverable = Amortized cost

Bank Indebtedness = Amortized cost

Accounts payable and accrued liabilities = Cost

Deposit liabilities = Cost

Long-Term Debt = Amortized cost

Derivative Assets and Liabilities = Fair value

#### l) Inventory

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

#### m) Tangible Capital Assets:

All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Initial costs for tangible capital assets that were acquired and developed prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant deflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of contribution. The cost of these tangible capital assets less any residual value are amortized over the estimated useful life of the asset, using the straight-line method. Tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. Tangible capital assets acquired during the year but not placed into use are not amortized until they are placed into use. The municipality's tangible capital asset useful lives are estimated as follows:

#### **General Assets**

Land: useful life = indefinite

Land Improvements: useful life = 5 to 20 years

Buildings: useful life = 40 years

Vehicles: useful life = 10 years

Machinery and Equipment: useful life = 10 years

#### **Infrastructure Assets**

Water and Sewer: useful life = 40 years

Road Network Assets: useful life = 40 years

Culverts: useful life = 35 years

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

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

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

*(continues)*

---

# RURAL MUNICIPALITY OF KINISTINO NO 459

## Notes to Financial Statements

For the Year Ended December 31, 2023

---

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

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

#### n) Trust funds

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

There are no trust funds administered by the municipality.

#### o) Employee Benefit Plans

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

#### p) Liability for Contaminated Sites

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

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

#### q) Measurement uncertainty:

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

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.

*(continues)*

---

**RURAL MUNICIPALITY OF KINISTINO NO 459**

**Notes to Financial Statements**

**For the Year Ended December 31, 2023**

---

1. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

The liability associated with asset retirement obligations are measured with reference to the best estimate of the amount required to ultimately remediate the liability at the financial statement date, the discount rate, and inflation.

Measurement financial instruments at fair value and recognition and measurement of impairment of financial instruments requires the use of significant management estimates.

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

r) Basis of Segmentation/Segment Report:

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

The segments (functions) are as follows:

General Government: Provides for the administration of the municipality.

Protective Services: Comprised of expenses for Police and Fire protection.

Transportation Services: Responsible for the delivery of public works services related to the development and maintenance of roadway systems and street lighting.

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

Planning and Development: Provides for neighbourhood development and sustainability.

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

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

s) Budget Information:

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on July 12, 2023.

t) Assets Held for Sale:

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

u) Asset Retirement Obligation:

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

*(continues)*

---

# RURAL MUNICIPALITY OF KINISTINO NO 459

## Notes to Financial Statements

For the Year Ended December 31, 2023

---

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

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

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

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

#### v) Loan Guarantees:

The municipality can provide loan guarantees for various organizations, which are not consolidated as part of the municipality's Statements. As the guarantees represent potential financial commitments for the municipality, these amounts are considered as contingent liabilities and not formally recognized as liabilities until the municipality considers it likely for the borrower to default on its obligation and the amount of the liability can be estimated. The municipality monitors the status of the organizations, loans, and lines of credit annually and in the event that payment by the municipality is likely to occur, a provision will be recognized in the Statements.

The municipality has not provided any loan guarantees during this reporting period.

#### w) New Standards and Amendments to Standards:

##### Effective for Fiscal Years Beginning On or After April 1, 2023:

**PS 3160, Public private partnerships**, a new standard establishing guidance on how to account for and report on partnerships between public and private sector entities. Specifically those in which the entity in the public sector procures infrastructure in conjunction with a private sector entity. In these scenarios the private sector entity must have obligations to design, build, acquire or improve existing infrastructure. Furthermore they must also finance the transaction past the point in which the asset is initially ready for use along with operating and/or maintaining such on an ongoing basis. The standard applies to fiscal years beginning on or after April 1, 2023.

**PS 3400, Revenue**, a new standard establishing guidance on how to account for and report on revenue. The standard provides a framework for recognizing, measuring and reporting revenues that arise from transactions that include performance obligations and transactions that do not have performance obligations. Performance obligations are enforceable promises to provide specific goods or services to a specific payer. The standard is mandatory for fiscal years beginning on or after April 1, 2023. Earlier adoption is permitted. The standard may be adopted retroactively or prospectively.

**PSG-8, Purchased intangibles**, provides guidance on accounting for and reporting on purchased intangibles. It provides clarity on the recognition criteria, along with instances of assets that would not meet the definition of such. The standard may be adopted retroactively or prospectively.

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

*(continues)*

---

**RURAL MUNICIPALITY OF KINISTINO NO 459**

**Notes to Financial Statements**

**For the Year Ended December 31, 2023**

1. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

x) New Accounting Policies Adopted During the Year:

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

These measurements are to be applied prospectively with any difference between the fair value and the prior carrying value being recognized as an adjustment to accumulated remeasurement gains and losses at the beginning of the fiscal year. This standard was adopted in conjunction with PS 1201 - Financial Statement Presentation, PS 2601 - Foreign Currency Translation and PS 3041 - Portfolio Investments.

**PS 3280 Asset Retirement Obligations**, a new standard establishing guidance on the accounting and reporting of legal obligations associated with the retirement of tangible capital assets controlled by a government or government organization. A liability for a retirement obligation can apply to tangible capital assets either in productive use or no longer in productive use. As this standard includes solid waste landfill sites active and post-closing obligations, upon adoption of this new standard, existing Solid Waste Landfill Closure and Post-Closure Liability section PS 3270 will be withdrawn.

2. CASH AND CASH EQUIVALENTS

	<u>2023</u>	<u>2022</u>
Cash	<u>\$ 3,095,368</u>	<u>\$ 2,544,957</u>

Cash and cash equivalents includes balances with banks and short-term deposits with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

3. INVESTMENTS

	<u>2023</u>	<u>2022</u>
<u>Investments carried at cost</u>		
Term deposits	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>

The Municipality holds term deposits at 4.85% maturing in March 2024. The accrued interest on these terms is represented in Note 5 Accounts Receivable.

4. TAXES RECEIVABLE - MUNICIPAL

	<u>2023</u>	<u>2022</u>
Municipal - tax receivable - current	<u>\$ 55,205</u>	<u>\$ 70,276</u>
Municipal - tax receivable - arrears	<u>69,834</u>	<u>91,884</u>
Subtotal	<u>125,039</u>	<u>162,160</u>
Less allowance for municipal uncollectible	<u>(1,052)</u>	<u>(1,052)</u>
Total municipal taxes receivable	<u>\$ 123,987</u>	<u>\$ 161,108</u>

**RURAL MUNICIPALITY OF KINISTINO NO 459****Notes to Financial Statements****For the Year Ended December 31, 2023**

---

5. TAXES RECEIVABLE - OTHER	<u>2023</u>	<u>2022</u>
<u>School</u>		
School taxes receivable - current	13,019	17,819
School taxes receivable - arrears	14,700	21,190
Total taxes to be collected on behalf of School Divisions	<u>27,719</u>	<u>39,009</u>
<u>Other</u>		
Other tax authorities receivable	14,034	11,556
Total taxes and grants in lieu receivable to be collected on behalf of other organizations	<u>\$ 41,753</u>	<u>\$ 50,565</u>

---

6. OTHER ACCOUNTS RECEIVABLE	<u>2023</u>	<u>2022</u>
Federal Government	\$ 31,159	\$ 2,813
Trade	1,496	111,471
Accrued interest	19,556	19,556
Net Other Accounts Receivable	<u>\$ 52,211</u>	<u>\$ 133,840</u>

---

7. ASSETS HELD FOR SALE	<u>2023</u>	<u>2022</u>
Tax Title Property	\$ 16,060	\$ -
Net Other Land	-	-
Total Assets Held for Sale	<u>\$ 16,060</u>	<u>\$ -</u>

---

8. LONG-TERM INVESTMENT	<u>2023</u>	<u>2022</u>
Sask Assoc. of Rural Municipalities - Self Insurance Fund	\$ 44,916	\$ 36,576
Other: Community investments	24,617	24,617
Total Long-Term Receivables	<u>\$ 69,533</u>	<u>\$ 61,193</u>

---

**9. BANK INDEBTEDNESS****Credit Arrangements**

The municipality has available an operating line of credit in the amount of \$400,000 and bearing interest at prime less 0.5%. Prime was 7.2% on December 31, 2023. The municipality did not utilize the available overdraft in 2023.

---

# RURAL MUNICIPALITY OF KINISTINO NO 459

## Notes to Financial Statements

For the Year Ended December 31, 2023

### 10. DEFERRED REVENUE

	<u>2023</u>	<u>2022</u>
Prepaid taxes	\$ 7,009	\$ 7,751
Other deferred revenues	40	-
Total deferred revenue	<u>\$ 7,049</u>	<u>\$ 7,751</u>

### 11. LONG TERM DEBT

a) The debt limit of the municipality is \$1,570,082. The debt limit for a municipality is the total amount of the municipality's own source revenues for the preceding year (the Municipalities Act section 161(1)).

	<u>2023</u>	<u>2022</u>
Term loan bearing interest at 3.19% compounded monthly, repayable in monthly blended payments of \$10,140. The loan matured on May 31, 2023 and was secured by equipment and assignment of taxes.	\$ -	\$ 50,326
Term loan bearing interest at 2.19% compounded monthly, repayable in monthly blended payments of \$12,286. The loan matures on May 1, 2024 and is secured by equipment and assignment of taxes.	<u>61,148</u>	<u>205,526</u>
	<u>\$ 61,148</u>	<u>\$ 255,852</u>
Principal repayment terms are approximately: 2024	<u>\$ 61,148</u>	

### 12. CONTINGENT LIABILITY

The municipality is contingently liable under terms of the Saskatchewan Association of Rural Municipalities Self-Insurance Plan for its proportionate share of claims and future claims in excess of the Plan's reserve fund.

### 13. PENSION PLAN

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality's pension expense in 2023 was \$41,028. The benefits accrued to the municipality's employees from MEPP are calculated using the following: Pensionable Years of Service, Highest Average Salary, and the plan accrual rate.

The employees of the municipality contribute 9% (2022 - 9%) of their wages to the plan, and the municipality matches all employee contributions. Total current service contributions by the municipality to the MEPP in 2023 were \$41,028 (2022 - \$41,428). Total current service contributions by the employees of the municipality to the MEPP in 2023 were \$41,028 (2022 - \$41,428).

Based on the latest information available (December 31, 2022) MEPP had a surplus in net assets available for benefits of \$3,243,568 and a reported surplus of \$1,021,301; the municipalities portion of this is not readily determinable. MEPP is in the process of transitioning to a Not-for-Profit Corporation. This transition should not have a direct impact on the pensions held by the employees.

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

**RURAL MUNICIPALITY OF KINISTINO NO 459**

**Notes to Financial Statements**

**For the Year Ended December 31, 2023**

---

**14. CONTRACTUAL OBLIGATIONS AND COMMITMENTS**

The Municipality has committed to the following:

The Municipality has committed to donating \$2,568 per year from 2017 - 2036 to the Melfort Wellness Centre.

The Rural Municipality of Kinistino and the Town of Kinistino have a contractual agreement regarding firefighting services provided by the Town. The contract is in effect for a period of five years commencing the 1st day of January, 2020 and ending on the 31st day of December 2025. The Town of Kinistino invoices the RM of Kinistino on an annual basis, and The RM shall pay to the Town the sum of \$12,000 per year from 2020 to 2023 and \$13,000 per year from 2024 to 2025.

The Municipality has committed \$25,000 to the Kinistino Community Centre. This commitment will be made in annual payments of \$5,000 per year from 2021 to 2025.

The Municipality has committed \$100,000 to the Jubilee lodge for the proposed expansion. This commitment will be fulfilled with annual contributions of \$10,000 upon confirmation that construction will proceed.

Summary of annual commitments:

2024	\$	20,568
2025		20,568
2026		2,568
2027		2,568
2028		2,568
Thereafter		<u>20,542</u>
	\$	<u>69,382</u>

---

**15. RISK MANAGEMENT**

The municipality is exposed to various risks through its financial assets and liabilities. The following analysis provides information about the organization's risk exposure and concentration as of December 31, 2023.

**Interest rate risk**

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risks from interest rate fluctuations, the organization manages exposure through its normal operating and financing activities. The organization is exposed to interest rate risk primarily through its floating interest rate bank indebtedness and credit facilities.

The municipality holds an available line of credit at prime less 0.5%. Prime rate was 6.45% at January 1, 2023 and was 7.2% at December 31, 2023. The municipality did not utilize this line of credit during the year.

---

**RURAL MUNICIPALITY OF KINISTINO NO 459**  
**Schedule of Taxes and Other Unconditional Revenue**  
**As at December 31, 2023**

**(Schedule 1)**

	Budget 2023	2023	2022
<b>TAXES</b>			
General municipal levy	1,721,316	<b>1,725,501</b>	1,551,725
Abatements and adjustments	(5,000)	<b>(5,365)</b>	(2,829)
Discount on current year taxes	(43,000)	<b>(50,203)</b>	(43,333)
Net municipal taxes	1,673,316	<b>1,669,933</b>	1,505,563
Penalties on tax arrears	11,350	<b>10,553</b>	11,351
<b>Total Taxes</b>	<b>1,684,666</b>	<b>1,680,486</b>	<b>1,516,914</b>
<b>UNCONDITIONAL GRANTS</b>			
Revenue sharing	585,870	<b>585,916</b>	512,762
<b>GRANTS IN LIEU OF TAXES</b>			
Federal			
Provincial			
S.P.C. Electrical	3,790	<b>4,190</b>	3,791
TransGas	820	<b>816</b>	816
Local/Other			
Other: Annexation taxes	3,000	<b>3,000</b>	3,000
Other Government Transfers			
<b>Total Grants in Lieu of Taxes</b>	<b>7,610</b>	<b>8,006</b>	<b>7,607</b>
<b>TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE</b>	<b>\$ 2,278,146</b>	<b>\$ 2,274,408</b>	<b>\$ 2,037,283</b>

See notes to financial statements

**RURAL MUNICIPALITY OF KINISTINO NO 459**  
**Schedule of Operating and Capital Revenue by Function**  
**As at December 31, 2023**

**(Schedule 2)**

	Budget 2023	2023	2022
<b>GENERAL GOVERNMENT</b>			
Operating			
Sale of supplies	8,650	<b>10,616</b>	12,653
Investment income	96,000	<b>167,286</b>	60,398
Commissions	820	<b>849</b>	816
Other: Tax Enforcement Collections	140	<b>10,023</b>	141
Capital			
Other: contributed capital	-	<b>124,339</b>	-
<b>Total General Government Services</b>	<b>105,610</b>	<b>313,113</b>	<b>74,008</b>
<b>PROTECTIVE SERVICES</b>			
Operating			
Capital			
	-	-	-
<b>Total Protective Services</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TRANSPORTATION SERVICES</b>			
Operating			
Custom work	500	-	-
Sale of supplies	7,500	-	-
Road maintenance and restoration agreements	2,240	<b>101</b>	2,244
TCA sales - gain (loss)	-	-	8,890
Other:	-	<b>9,803</b>	250
RIRG (CTP)	3,600	<b>29,413</b>	6,960
Capital			
Grant: CCBF (New Deal Gas Tax)	17,120	<b>37,340</b>	17,119
<b>Total Transportation Services</b>	<b>30,960</b>	<b>76,657</b>	<b>35,463</b>
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
Operating			
Grant: SARM	8,750	<b>3,449</b>	8,749
Capital			
<b>Total Environmental and Public Health Services</b>	<b>8,750</b>	<b>3,449</b>	<b>8,749</b>
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
Operating			
Maintenance and development charges	-	<b>1,000</b>	-
Capital			
<b>Total Planning and Development Services</b>	<b>-</b>	<b>1,000</b>	<b>-</b>
<b>RECREATION AND CULTURAL SERVICES</b>			
Operating			
Grant: SLGA Community Grant	4,380	<b>3,518</b>	4,382
Capital			
<b>Total Recreation and Cultural Services</b>	<b>4,380</b>	<b>3,518</b>	<b>4,382</b>

See notes to financial statements

**RURAL MUNICIPALITY OF KINISTINO NO 459**  
**Schedule of Operating and Capital Revenue by Function**  
**Year Ended December 31, 2023**

Continued Schedule 2

<b>UTILITY SERVICES</b>			
Operating			
Other: sale of well keys	160	125	160
Capital			
<b>Total Utility Services</b>	<b>160</b>	<b>125</b>	<b>160</b>
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>			
	<b>\$ 149,860</b>	<b>\$ 397,862</b>	<b>\$ 122,760</b>
<b>SUMMARY</b>			
Fees and Charges	\$ 116,010	\$ 199,803	\$ 85,551
Operating Conditional Grants	16,730	36,380	20,090
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	17,120	161,679	17,119
<b>TOTAL REVENUE BY FUNCTION</b>	<b>\$ 149,860</b>	<b>\$ 397,862</b>	<b>\$ 122,760</b>

**RURAL MUNICIPALITY OF KINISTINO NO 459**

**Total Expenses by Function**

**(Schedule 3)**

**As at December 31, 2023**

	Budget 2023	2023	2022
<b>GENERAL GOVERNMENT SERVICES</b>			
Council remuneration and travel	46,970	47,800	46,150
Wages and benefits	144,500	151,137	168,276
Professional/Contractual services	119,460	122,423	119,891
Utilities	9,100	8,186	5,380
Maintenance, materials and supplies	14,020	14,406	8,742
Grants and contributions - operating	7,580	6,808	7,579
Amortization	3,120	3,108	3,108
Interest	4,000	3,457	10,250
	<u>348,750</u>	<u>357,325</u>	<u>369,376</u>
<b>Total General Government Services</b>	<b>348,750</b>	<b>357,325</b>	<b>369,376</b>
<b>PROTECTIVE SERVICES</b>			
Police Protection:	-	-	-
Professional/Contractual services	31,820	34,727	31,824
Grants and contributions - operating	200	-	-
	<u>32,020</u>	<u>34,727</u>	<u>31,824</u>
Police Protection	-	-	-
Fire Protection:	-	-	-
Professional/Contractual services	1,100	1,057	831
Utilities	700	414	217
Grants and contributions - operating	28,000	23,284	27,512
	<u>29,800</u>	<u>24,755</u>	<u>28,560</u>
Fire Protection	-	-	-
<b>Total Protective Services</b>	<b>61,820</b>	<b>59,482</b>	<b>60,384</b>
<b>TRANSPORTATION SERVICES</b>			
Wages and benefits	398,510	319,205	377,058
Professional/Contractual services	79,500	33,304	140,286
Utilities	13,280	12,154	13,151
Maintenance, materials and supplies	566,200	396,927	571,856
Gravel	350,000	354,938	296,126
Amortization	453,820	432,966	447,584
Other:	-	-	7
	<u>1,861,310</u>	<u>1,549,494</u>	<u>1,846,068</u>
Transportation Services	-	-	-
<b>Total Transportation Services</b>	<b>1,861,310</b>	<b>1,549,494</b>	<b>1,846,068</b>
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
Professional/Contractual services	22,920	20,192	15,446
Maintenance, materials and supplies	3,500	630	3,071
Grants and contributions - operating: Public Health	3,500	2,568	2,568
	<u>29,920</u>	<u>23,390</u>	<u>21,085</u>
Environmental and Public Health Services	-	-	-
<b>Total Environmental and Public Health Services</b>	<b>29,920</b>	<b>23,390</b>	<b>21,085</b>
<b>Total Planning and Development Services</b>	<b>-</b>	<b>-</b>	<b>-</b>

See notes to financial statements

**RURAL MUNICIPALITY OF KINISTINO NO 459**

**Total Expenses by Function**

**Year Ended December 31, 2023**

Continued - Schedule 3

<b>RECREATION AND CULTURAL SERVICES</b>			
Grants and contributions - operating	19,800	<b>18,924</b>	13,796
Recreation and Cultural Services	19,800	<b>18,924</b>	13,796
<b>Total Recreation and Cultural Services</b>	<b>19,800</b>	<b>18,924</b>	<b>13,796</b>
<b>UTILITY SERVICES</b>			
Professional/Contractual services	500	<b>285</b>	241
Utilities	1,000	<b>1,217</b>	994
Maintenance, materials and supplies	2,000	-	1,791
Total Utility Services	3,500	<b>1,502</b>	3,026
<b>Total Utility Services</b>	<b>3,500</b>	<b>1,502</b>	<b>3,026</b>
<b>TOTAL EXPENSES BY FUNCTION</b>	<b>\$ 2,325,100</b>	<b>\$ 2,010,117</b>	<b>\$ 2,313,734</b>



**RURAL MUNICIPALITY OF KINISTINO NO 459**  
**Consolidated Schedule of Segment Disclosure by Function**  
**As at December 31, 2022**

(Schedule 5)

	General Government	Protective Services	Transportation Services	Environmental and Public Health Services	Planning and Development	Recreation and Culture	Utility Services	Total 2022
<b>Revenues (Schedule 2)</b>								
Fees and Charges	\$ 12,653	\$ -	\$ 2,244	\$ -	\$ -	\$ -	\$ -	\$ 14,897
Tangible Capital Assets Sales - Gain	-	-	8,890	-	-	-	-	8,890
Investment Income	60,398	-	-	-	-	-	-	60,398
Commissions	816	-	-	-	-	-	-	816
Other revenues	141	-	250	-	-	-	160	551
Operating Conditional Grants	-	-	6,960	8,749	-	4,382	-	20,091
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	-	-	17,119	-	-	-	-	17,119
<b>Total Revenues</b>	<b>74,008</b>	<b>-</b>	<b>35,463</b>	<b>8,749</b>	<b>-</b>	<b>4,382</b>	<b>160</b>	<b>122,762</b>
<b>Expenses (Schedule 3)</b>								
Wages and benefits	214,426	-	377,058	-	-	-	-	591,484
Professional/Contractual services	119,891	32,655	140,286	15,446	-	-	241	308,519
Utilities	5,380	217	13,151	-	-	-	994	19,742
Maintenance, materials and supplies	8,742	-	867,982	3,071	-	-	1,791	881,586
Grants and contributions	7,579	27,512	-	2,568	-	13,796	-	51,455
Amortization	3,108	-	447,584	-	-	-	-	450,692
Interest	10,250	-	-	-	-	-	-	10,250
Other	-	-	7	-	-	-	-	7
<b>Total Expenses</b>	<b>369,376</b>	<b>60,384</b>	<b>1,846,068</b>	<b>21,085</b>	<b>-</b>	<b>13,796</b>	<b>3,026</b>	<b>2,313,735</b>
<b>Surplus (Deficit) by Function</b>	<b>\$ (295,368)</b>	<b>\$ (60,384)</b>	<b>\$ (1,810,605)</b>	<b>\$ (12,336)</b>	<b>\$ -</b>	<b>\$ (9,414)</b>	<b>\$ (2,866)</b>	<b>\$ (2,190,973)</b>

2022

Surplus (Deficit) by Function as at December 31, 2022	\$ (2,190,973)
Taxes Revenue (Schedule 1)	2,037,284
Rounding	(1)
<b>Net Surplus (Deficit)</b>	<b>\$ (153,690)</b>

See notes to financial statements

RURAL MUNICIPALITY OF KINISTINO NO 459  
 Consolidated Schedule of Tangible Capital Assets by Object  
 As at December 31, 2023

(Schedule 6)

	General Assets							2022 Total
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Infrastructure Assets Linear Assets	General/ Infrastructure Assets Under Construction	
<b>Asset cost</b>								
Opening Asset costs	\$ 49,865	-	\$ 266,865	\$ 333,848	\$ 2,842,730	\$ 9,549,319	\$ 96,624	\$ 13,139,251
Additions during the year	-	-	124,339	62,010	90,437	5,930	53,536	336,252
Disposals and write-downs during the year	-	-	-	-	-	-	-	-
Transfers (from) assets under construction	-	-	-	-	-	150,160	(150,160)	-
Rounding	-	-	-	-	-	-	-	1
<b>Closing Asset Costs</b>	<b>49,865</b>	<b>-</b>	<b>391,204</b>	<b>395,858</b>	<b>2,933,167</b>	<b>9,705,409</b>	<b>-</b>	<b>13,475,504</b>
<b>Accumulated Amortization Cost</b>								
Opening Accumulated Amortization costs	-	-	168,423	287,610	1,188,759	6,763,565	-	8,408,357
Add: Amortization taken	-	-	6,770	9,075	244,720	175,510	-	436,075
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	(6,223)
<b>Closing Accumulated</b>	<b>-</b>	<b>-</b>	<b>175,193</b>	<b>296,685</b>	<b>1,433,479</b>	<b>6,939,075</b>	<b>-</b>	<b>8,844,432</b>
<b>Net Book Value</b>	<b>\$ 49,865</b>	<b>\$ -</b>	<b>\$ 216,011</b>	<b>\$ 99,173</b>	<b>\$ 1,499,688</b>	<b>\$ 2,766,334</b>	<b>\$ -</b>	<b>\$ 4,631,072</b>

1. Total contributed/donated assets received in 2023 = \$124,339

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

- Infrastructure Assets = \$nil
- Vehicles = \$nil
- Machinery and Equipment = \$nil

3. Amount of interest capitalized in Schedule 6 = \$nil

See notes to financial statements

**RURAL MUNICIPALITY OF KINISTINO NO 459**  
**Consolidated Schedule of Tangible Capital Assets by Function**  
**As at December 31, 2023**

(Schedule 7)

	General Government 2023	Protective Services 2023	Transportation Services 2023	Environmental & Public Health 2023	Planning & Development 2023	Recreation & Culture 2023	Water & Sewer 2023	Total 2023	Total 2022
<b>Asset cost</b>									
Opening Asset costs	\$ 125,709	\$ -	\$ 13,005,745	\$ 50	\$ -	\$ -	\$ 7,747	\$ 13,139,251	\$ 13,182,313
Additions during the year	124,339	-	211,913	-	-	-	-	336,252	19,172
Disposals and write-downs during the year	-	-	-	-	-	-	-	-	(62,234)
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Rounding	-	-	-	-	-	-	-	1	1
<b>Closing Asset Costs</b>	<b>250,048</b>	<b>-</b>	<b>13,217,658</b>	<b>50</b>	<b>-</b>	<b>-</b>	<b>7,747</b>	<b>13,475,504</b>	<b>13,139,252</b>
<b>Accumulated Amortization Cost</b>									
Opening Accumulated Amortization Costs	80,816	-	8,327,541	-	-	-	-	8,408,357	7,963,888
Add: Amortization taken	3,108	-	432,967	-	-	-	-	436,075	450,692
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	(6,223)
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
<b>Accumulated Amortization Cost total</b>	<b>83,924</b>	<b>-</b>	<b>8,760,508</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8,844,432</b>	<b>8,408,357</b>
<b>Net Book Value</b>	<b>\$ 166,124</b>	<b>\$ -</b>	<b>\$ 4,457,150</b>	<b>\$ 50</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 7,747</b>	<b>\$ 4,631,072</b>	<b>\$ 4,730,895</b>

See notes to financial statements

**RURAL MUNICIPALITY OF KINISTINO NO 459**

**Consolidated Schedule of Accumulated Surplus**

**(Schedule 8)**

**As at December 31, 2023**

	2022	Changes	2023
<b>UNAPPROPRIATED SURPLUS</b>	\$ 3,020,917	\$ 203,934	\$ 3,224,851
<b>APPROPRIATED RESERVES</b>			
Future Expenditure/Capital	150,000	200,000	350,000
CCBF (New Deal Gas Tax)	285,211	37,340	322,551
Bridge maintenance / roads	105,000	-	105,000
Capital trust fund	1,000,000	-	1,000,000
Dedicated lands	2,608	1,000	3,608
Jubilee Lodge Care Home	-	50,000	50,000
C&D future expenditures	-	75,000	75,000
<b>Total Appropriated</b>	<b>1,542,819</b>	<b>363,340</b>	<b>1,906,159</b>
<b>NET INVESTMENT IN TANGIBLE CAPITAL ASSETS</b>			
Tangible capital assets (Schedule 6, 7)	4,730,895	(99,823)	4,631,072
Less: Related debt	(255,852)	194,704	(61,148)
<b>Net Investment in Tangible Capital Assets</b>	<b>4,475,043</b>	<b>94,881</b>	<b>4,569,924</b>
<b>Accumulated Surplus (Deficit)</b>			
<b>excluding remeasurement gains (losses)</b>	<b>\$ 9,038,779</b>	<b>\$ 662,155</b>	<b>\$ 9,700,934</b>

**RURAL MUNICIPALITY OF KINISTINO NO 459**  
**Schedule of Mill Rates and Assessments**  
**As at December 31, 2023**

(Schedule 9)

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	189,763,725	13,993,700	-	-	1,184,645	-	204,942,070
Regional Park Assessment	-	-	-	-	-	-	-
<b>Total Assessment</b>	<b>189,763,725</b>	<b>13,993,700</b>	<b>-</b>	<b>-</b>	<b>1,184,645</b>	<b>-</b>	<b>204,942,070</b>
Mill Rate Factors:							
Agriculture = 0.93							
Residential = 1.78							
Commercial = 3.40							
Total Base/Minimum Tax							
(generated for each property class)							
Ad valorem and special levies	1,482,434	209,234	-	-	33,833	-	1,725,501
<b>Total Municipal Tax Levy</b>	<b>1,482,434</b>	<b>209,234</b>	<b>-</b>	<b>-</b>	<b>33,833</b>	<b>-</b>	<b>1,725,501</b>
* (include base and/or minimum tax and special levies)							

**MILL RATES:**

Average Municipal \* = 8.42 mills  
 Average School \* = 1.66 mills  
 Potash Mill Rate = n/a  
 Uniform Municipal Mill Rate = 8.4 mills

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

See notes to financial statements

**RURAL MUNICIPALITY OF KINISTINO NO 459****Schedule of Council Remuneration****(Schedule 10)****As at December 31, 2023**

	Remuneration	Reimbursed Costs	Total
Reeve - Vance Schmyr	4,655	2,945	7,600
Councillor - Lindsay Dupin	3,520	3,080	6,600
Councillor - Chad Forsyth	3,700	3,500	7,200
Councillor - Mike Harvey	3,460	3,140	6,600
Councillor - Robin Grafslund	3,380	3,220	6,600
Councillor - Garry Granrude	3,600	3,000	6,600
Councillor - Robert Suignard	3,600	3,000	6,600
<b>Total</b>	<b>25,915</b>	<b>21,885</b>	<b>47,800</b>

**RURAL MUNICIPALITY OF KINISTINO NO 459**

**Schedule of Restructuring**

**(Schedule 11)**

**As at December 31, 2023**

	Total 2023
<b>Carrying Amount of Assets and Liabilities Transferred/Received at Restructuring Date:</b>	
Cash and Cash Equivalents	\$ -
Investments	-
Taxes Receivable - Municipal	-
Other Accounts Receivable	-
Assets Held for Sale	-
Long-Term Receivable	-
Debt Charges Recoverable	-
Derivative Assets	-
Bank Indebtedness	-
Accounts Payable	-
Accrued Liabilities Payable	-
Derivative Liabilities	-
Deposits	-
Deferred Revenue	-
Asset Retirement Obligation	-
Liability for Contaminated Sites	-
Other Liabilities	-
Long-Term Debt	-
Lease Obligations	-
Tangible Capital Assets	-
Prepayments and Deferred Charges	-
Stock and Supplies	-
Other	-
<b>Total Net Carrying Amount Received (Transferred)</b>	<b>\$ -</b>