

**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
**CONSOLIDATED FINANCIAL STATEMENTS**  
**For the year ended December 31, 2022**

**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
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**For the year ended December 31, 2022**

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## STATEMENT OF RESPONSIBILITY

To the Ratepayers of the Rural Municipality of Spiritwood #496:

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

In discharging its responsibilities for the integrity and 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 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 administration and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the Municipality's external auditors.

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

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Reeve

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Administrator



## INDEPENDENT AUDITOR'S REPORT

To the Reeve and Council of:  
Rural Municipality of Spiritwood #496  
Spiritwood, Saskatchewan

### Qualified Opinion

We have audited the accompanying consolidated financial statements of the Rural Municipality of Spiritwood #496, which comprise the consolidated statement of financial position as at December 31, 2022 and the consolidated statement of operations, consolidated statement of changes in net financial assets, and consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements including a summary of significant accounting policies.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Rural Municipality of Spiritwood #496 as at December 31, 2022, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

### Basis for Qualified Opinion

The Rural Municipality of Spiritwood #496 has control of a municipal reporting entity as noted in the significant account policies note whereby the Rural Municipality of Spiritwood #496's pro-rata share of each of the assets, liabilities, revenues, expenses and surplus are combined on a line-by-line basis in the consolidated financial statements of the Rural Municipality of Spiritwood #496. The financial statements and information to support the completeness, existence, accuracy and valuation of their financial data of the Shell Lake Regional Fire Department were not subject to audit in 2022 in accordance with Canadian public sector accounting standards. Accordingly, we were not able to determine whether any adjustments might be necessary to the financial data of the Shell Lake Regional Fire Department.

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 Rural Municipality of Spiritwood #496 in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

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

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

In preparing the consolidated financial statements, management is responsible for assessing the Rural Municipality of Spiritwood #496'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 Rural Municipality of Spiritwood #496 or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Rural Municipality of Spiritwood #496'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.

**Sensus Chartered Professional Accountants Ltd.**  
**Understanding your Business**

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 Rural Municipality of Spiritwood #496's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Rural Municipality of Spiritwood #496'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 Rural Municipality of Spiritwood #496 to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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

Yorkton, Saskatchewan  
June 27, 2023



Chartered Professional Accountants Ltd.

**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**As at December 31, 2022**

	2022	2021
<b>FINANCIAL ASSETS</b>		
Cash (Note 2)	\$ 2,305,267	\$ 2,116,539
Taxes receivable - municipal (Note 3)	217,698	150,588
Amounts receivable (Note 4)	119,231	268,413
Portfolio investments (Notes 1 and 6)	114,153	144,460
Patronage equity	100	100
<b>TOTAL FINANCIAL ASSETS</b>	<b>2,756,449</b>	<b>2,680,100</b>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities	65,745	102,984
Deferred revenue (Notes 1 and 7)	1,000	7,189
Long-term debt (Note 8)	486,698	522,211
<b>TOTAL LIABILITIES</b>	<b>553,443</b>	<b>632,384</b>
<b>NET FINANCIAL ASSETS</b>	<b>2,203,006</b>	<b>2,047,716</b>
<b>NON-FINANCIAL ASSETS</b>		
Tangible capital assets (Schedules 6 and 7)	8,496,789	8,609,192
Inventories (Note 1)	394,433	458,451
Prepaid expenses	37,130	144
<b>TOTAL NON-FINANCIAL ASSETS</b>	<b>8,928,352</b>	<b>9,067,787</b>
<b>ACCUMULATED SURPLUS (Schedule 8)</b>	<b>\$ 11,131,358</b>	<b>\$11,115,503</b>

**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
**CONSOLIDATED STATEMENT OF OPERATIONS**  
For the year ended December 31, 2022

	2022 Budget Unaudited (Note 1)	2022 Actual	2021 Actual
<b>REVENUE</b>			
Taxes and other unconditional revenue (Schedule 1)	\$ 3,100,390	\$ 3,109,180	\$ 3,013,895
Fees and charges (Schedules 4 and 5)	192,220	323,185	228,448
Conditional grants (Schedules 4 and 5)	10,280	16,840	96,394
Tangible capital asset sales - gain (loss) (Schedules 4 and 5)			(122,707)
Investment income and commissions (Schedules 4 and 5)	30,380	48,825	28,954
Other revenues (Schedules 4 and 5)	31,920	25,386	38,240
	<b>3,365,190</b>	<b>3,523,416</b>	<b>3,283,224</b>
<b>EXPENSES</b>			
General government services (Schedule 3)	364,000	417,373	361,273
Protective services (Schedule 3)	124,854	137,183	104,150
Transportation services (Schedule 3)	2,841,231	2,735,669	2,338,379
Environmental and public health services (Schedule 3)	70,050	69,173	175,716
Planning and development services (Schedule 3)	36,000	39,154	35,577
Recreation and cultural services (Schedule 3)	142,154	160,021	132,885
Utility services (Schedule 3)	14,069	12,243	13,892
	<b>3,592,358</b>	<b>3,570,816</b>	<b>3,161,872</b>
<b>SURPLUS (DEFICIT) BEFORE OTHER CAPITAL CONTRIBUTIONS</b>	<b>(227,168)</b>	<b>(47,400)</b>	<b>121,352</b>
Provincial/Federal capital grants and contributions (Schedules 4 and 5)	98,900	63,255	352,111
<b>ANNUAL SURPLUS (DEFICIT)</b>	<b>(128,268)</b>	<b>15,855</b>	<b>473,463</b>
<b>ACCUMULATED SURPLUS, BEGINNING OF YEAR</b>	<b>11,115,503</b>	<b>11,115,503</b>	<b>10,642,040</b>
<b>ACCUMULATED SURPLUS, END OF YEAR</b>	<b>\$ 10,987,235</b>	<b>\$ 11,131,358</b>	<b>\$11,115,503</b>

**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
**CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS**  
For the year ended December 31, 2022

	<b>2022 Budget Unaudited (Note 1)</b>	<b>2022 Actual</b>	<b>2021 Actual</b>
<b>ANNUAL SURPLUS (DEFICIT)</b>	<b>\$ (128,268)</b>	<b>\$ 15,855</b>	<b>\$ 473,463</b>
Acquisition of tangible capital assets	(404,550)	(483,835)	(1,389,397)
Amortization of tangible capital assets	596,238	596,238	566,266
Loss on sale of tangible capital assets			122,707
Proceeds on sale of tangible capital assets			198,900
Decrease (increase) in inventories		64,018	(139,719)
Decrease (increase) in prepaid expenses		(36,986)	39
	<b>191,688</b>	<b>139,435</b>	<b>(641,204)</b>
<b>CHANGE IN NET FINANCIAL ASSETS</b>	<b>\$ 63,420</b>	<b>\$ 155,290</b>	<b>(167,741)</b>
<b>NET FINANCIAL ASSETS, BEGINNING OF YEAR</b>		<b>2,047,716</b>	<b>2,215,457</b>
<b>NET FINANCIAL ASSETS, END OF YEAR</b>		<b>\$ 2,203,006</b>	<b>\$ 2,047,716</b>



**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
**CONSOLIDATED STATEMENT OF CASH FLOWS**  
For the year ended December 31, 2022

	2022	2021
<b>OPERATING TRANSACTIONS</b>		
Annual surplus	\$ 15,855	\$ 473,463
Changes in non-cash items:		
Taxes receivable - municipal	(67,110)	69,982
Amounts receivable	149,182	(98,973)
Inventories	64,018	(139,719)
Prepaid expenses	(36,986)	39
Accounts payable and accrued liabilities	(37,239)	82,787
Deferred revenue	(6,189)	(160,004)
Loss on sale of tangible capital assets		122,707
Amortization	596,238	566,266
	<u>677,769</u>	<u>916,548</u>
<b>CAPITAL TRANSACTIONS</b>		
Proceeds on sale of tangible capital assets		198,900
Cash used to acquire tangible capital assets	(483,835)	(1,389,397)
	<u>(483,835)</u>	<u>(1,190,497)</u>
<b>INVESTING TRANSACTIONS</b>		
Proceeds on disposal of portfolio investments	30,307	
Acquisition of portfolio investments		(10,442)
	<u>30,307</u>	<u>(10,442)</u>
<b>FINANCING TRANSACTIONS</b>		
Debt repayment	(35,513)	(36,849)
	<u>(35,513)</u>	<u>(36,849)</u>
<b>CHANGE IN CASH</b>	<u>188,728</u>	<u>(321,240)</u>
<b>CASH, BEGINNING OF YEAR</b>	<u>2,116,539</u>	<u>2,437,779</u>
<b>CASH, END OF YEAR</b>	<u>\$ 2,305,267</u>	<u>\$ 2,116,539</u>

**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the year ended December 31, 2022**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**Basis of Accounting**

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

**Reporting Entity**

The consolidated financial statements consolidate the assets, liabilities, and flow of resources of the Municipality. The entity is comprised of all of the organizations that are owned or controlled by the Municipality and are, therefore, accountable to Council for the administration of their financial affairs and resources. These consolidated financial statements do not contain any entities.

**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. Partnerships included in these consolidated financial statements are as follows:

Shell Lake Regional Fire Department - 10%

All inter-organizational transactions and balances have been eliminated.

**Collection of Funds for Other Authorities**

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

**Government Transfers**

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

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

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

**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the year ended December 31, 2022**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**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.

**Deferred Revenue and Deposits**

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

**Local Improvement Charges**

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

**Net Financial Assets**

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

**Non-Financial Assets**

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

**Appropriated Reserves**

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

**Property Tax Revenue**

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

**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the year ended December 31, 2022**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Portfolio Investments**

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

**Inventories**

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

**Tangible Capital Assets**

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

<u>Asset</u>	<u>Useful Life</u>
<b>General Assets</b>	
Land	Indefinite
Land improvements	5 to 20 years
Buildings	10 to 50 years
Vehicles and equipment	
Vehicles	5 to 10 years
Machinery and equipment	5 to 10 years
Leased capital assets	Lease term
<b>Infrastructure Assets</b>	
Infrastructure assets	30 to 75 years
Water & sewer	25 years
Road network assets	20 to 40 years

**Government Contributions**

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

**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the year ended December 31, 2022**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Works of Art and Other Unrecognized Assets**

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

**Capitalization of Interest**

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

**Leases**

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

**Landfill Liability**

The Rural Municipality of Spiritwood #496 does not maintain a waste disposal site, therefore no amount has been recorded as an asset or liability. Ratepayers of the Municipality use various landfills in the area for waste disposal.

**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.

**Employee Benefit Plans**

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

**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the year ended December 31, 2022**

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**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 financial statements, and the reported amounts of revenue and expenditures during the period. Accounts receivable are stated after evaluation as to their collectibility and an appropriate allowance for doubtful accounts is provided where considered necessary.

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

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

**Basis of Segmentation/Segment Report**

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

The segments (functions) are as follows:

**General government:** Provides administration of the Municipality.

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

**Transportation services:** Is responsible for the delivery of public works services related to the development and maintenance of roadway systems and street lighting.

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

**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 14, 2022.

**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the year ended December 31, 2022**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**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.

**New Standards and Amendments to Standards**

**Effective for Fiscal Years Beginning On or After April 1, 2022:**

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

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

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

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

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

**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the year ended December 31, 2022**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**New Standards and Amendments to Standards (continued)**

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

**PS 3400 Revenue**, a new standard establishing guidance on how to account for and report on revenue. The standard provides a framework for recognizing, measuring, and reporting revenues that arise from transactions that include the performance obligations and transactions that do not have performance obligations. Performance obligations are enforceable promises to provide specific goods or services to a specific payer.

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

**2. CASH**

The Rural Municipality of Spiritwood #496 banks with Prairie Centre Credit Union Ltd. where they have an authorized overdraft limit of \$249,000 (2021 - \$249,000) at an interest rate of 6.00% (2021 - 3.25%) (unauthorized overdraft interest rate of 16.50% (2021 - 12.50%)).

**3. TAXES AND GRANTS-IN-LIEU RECEIVABLE**

		<b>2022</b>	<b>2021</b>
Municipal	- Current	\$ 133,685	\$ 73,727
	- Arrears	84,013	76,861
Total municipal taxes receivable		<u>217,698</u>	<u>150,588</u>
School	- Current	47,638	26,400
	- Arrears	32,991	32,879
Total school taxes receivable		<u>80,629</u>	<u>59,279</u>
Municipal hail insurance		<u>1,638</u>	<u>904</u>
Total taxes and grants-in-lieu receivable		<u>299,965</u>	<u>210,771</u>
Deduct taxes receivable to be collected on behalf of other organizations		<u>(82,267)</u>	<u>(60,183)</u>
Municipal and grants-in-lieu taxes receivable		<u>\$ 217,698</u>	<u>\$ 150,588</u>



**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
For the year ended December 31, 2022

**4. AMOUNTS RECEIVABLE**

Amounts receivable are valued at their net realized value.

	2022	2021
Organizations and individuals	\$ 73,816	\$ 150,441
Federal government	44,207	116,698
Utility	1,208	1,274
	<u>\$ 119,231</u>	<u>\$ 268,413</u>

**5. ASSETS HELD FOR SALE**

	2022	2021
Tax title property	\$ 21,043	\$ 21,043
Allowance for market value adjustment	(21,043)	(21,043)
Total assets held for sale	<u>\$</u>	<u>\$</u>

**6. PORTFOLIO INVESTMENTS**

	2022	2021
Saskatchewan Association of Rural Municipalities - Self-Insurance Fund	\$ 114,153	\$ 144,460

The investments in the Saskatchewan Rural Municipalities - Self-Insurance Fund are accounted for on the equity basis.

**7. DEFERRED REVENUE**

Deferred revenue consists of building inspector permit deposits and approach deposits from ratepayers.

	Building inspector deposits	Approach deposits	2022 Total	2021 Total
Balance, beginning of year	\$ 6,689	\$ 500	\$ 7,189	\$ 167,193
Contributions received during the year		500	500	
Amounts amortized to revenue	(6,689)		(6,689)	(160,004)
Balance, end of year	<u>\$</u>	<u>\$ 1,000</u>	<u>\$ 1,000</u>	<u>\$ 7,189</u>

**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the year ended December 31, 2022**

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**8. LONG-TERM DEBT**

The debt limit of the Municipality is \$2,577,224. 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)).

	2022	2021
Prairie Centre Credit Union Ltd. loan bearing interest at prime minus 0.50% per annum, payable in blended semi-annual payments of \$27,356, maturing May 2035. Prime rate of interest at December 31, 2022 was 6.50%. Secured by a general security agreement.	\$ 486,698	\$ 522,211

Future principal and interest payments are as follows:

	Principal	Interest	Total
2023	\$ 25,893	\$ 28,819	\$ 54,712
2024	27,470	27,242	54,712
2025	29,143	25,569	54,712
2026	30,917	23,795	54,712
2027	32,800	21,912	54,712
Thereafter	340,475	92,174	432,649
Balance	<u>\$ 486,698</u>	<u>\$ 219,511</u>	<u>\$ 706,209</u>

**9. PENSION PLAN**

The Municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration benefits. The Municipality's pension expense in 2022 was \$65,124 (2021 - \$57,046). 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 costs of the retirement plan are not allocated to the individual entities within the related group. As a result, individual entities within the related group are not able to identify their share of the underlying assets and liabilities. Therefore, the plan is accounted for as a defined contribution plan in accordance with the requirements of the Chartered Professional Accountants of Canada Handbook Section PS 3250.

Total current service contributions by the Municipality to the MEPP in 2022 were \$65,124 (2021 - \$57,046). Total current service contributions by the employees of the Municipality to the MEPP in 2022 were \$65,124 (2021 - \$57,046).

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

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

**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the year ended December 31, 2022**

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**10. CONTINGENCIES**

There is currently one outstanding claim against the Rural Municipality of Spiritwood #496. The claim is for compensatory damages for alleged breach of duty of fairness, negligence, and malfeasance in public office in 2018 and 2019. The Rural Municipality of Spiritwood #496's solicitor feels the claim is unlikely to be settled. If liability was found, the exposure would be limited to the Rural Municipality of Spiritwood #496's deductible under the SARM Liability Self-Insurance Plan of \$1,000. Due to the uncertainty of the results of the claim, damages cannot be estimated at this time and no liability has been accrued.

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.

**11. RELATED PARTIES**

During the year the Municipality had transactions with businesses owned by Council members whom are considered to be related parties. Included in expenditures of the Municipality were transactions totaling \$63,364 (2021 - \$50,634) for general contracting work (road maintenance and hauling) within the Rural Municipality. These transactions are in the normal course of operations and are measured at the exchange value (the amount of consideration established and agreed to by the related parties), which approximates the arm's length equivalent value.

**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
**SCHEDULE 1 - SCHEDULE OF TAXES AND OTHER UNCONDITIONAL REVENUES**  
**For the year ended December 31, 2022**

	2022 Budget Unaudited (Note 1)	2022 Actual	2021 Actual
<b>TAXES</b>			
General municipal tax levy	\$ 2,528,300	\$ 2,525,422	\$ 2,386,614
Abatements and adjustments	(5,000)	(3,321)	1,505
Discount on current year taxes	(70,760)	(70,951)	(68,040)
<b>Net Municipal Taxes</b>	<b>2,452,540</b>	<b>2,451,150</b>	<b>2,320,079</b>
Penalties on tax arrears	12,520	11,199	12,038
<b>Total Taxes</b>	<b>2,465,060</b>	<b>2,462,349</b>	<b>2,332,117</b>
<b>UNCONDITIONAL GRANTS</b>			
Equalization (Revenue Sharing)	573,850	574,189	610,667
Organized Hamlet	3,910	3,129	3,907
<b>Total Unconditional Grants</b>	<b>577,760</b>	<b>577,318</b>	<b>614,574</b>
<b>GRANTS-IN-LIEU OF TAXES</b>			
Federal	600	576	576
Provincial Sasktel	16,970	16,595	16,320
Local/Other Treaty Land Entitlement	40,000	52,342	50,308
<b>Total Grants-in-Lieu of Taxes</b>	<b>57,570</b>	<b>69,513</b>	<b>67,204</b>
<b>TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE</b>	<b>\$ 3,100,390</b>	<b>\$ 3,109,180</b>	<b>\$ 3,013,895</b>

**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
**SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION**  
**For the year ended December 31, 2022**

	2022 Budget Unaudited (Note 1)	2022 Actual	2021 Actual
<b>GENERAL GOVERNMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Sales of supplies	\$ 4,180	\$ 4,558	\$ 4,605
- Other (tax enforcement, office services, rental)	24,570	20,373	23,815
Total Fees and Charges	28,750	24,931	28,420
- Investment income and commissions	30,380	48,825	28,954
Total Other Segmented Revenue	59,130	73,756	57,374
<b>Total Operating</b>	<b>59,130</b>	<b>73,756</b>	<b>57,374</b>
<b>Total General Government Services</b>	<b>59,130</b>	<b>73,756</b>	<b>57,374</b>
<b>PROTECTIVE SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Fire fees	58,600	137,692	84,862
Total Fees and Charges	58,600	137,692	84,862
- Tangible capital asset sales - gain (loss)			(122,707)
Total Other Segmented Revenue	58,600	137,692	(37,845)
<b>Total Operating</b>	<b>58,600</b>	<b>137,692</b>	<b>(37,845)</b>
<b>Total Protective Services</b>	<b>58,600</b>	<b>137,692</b>	<b>(37,845)</b>

**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
**SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION**  
For the year ended December 31, 2022

	2022 Budget Unaudited (Note 1)	2022 Actual	2021 Actual
<b>TRANSPORTATION SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 6,840	\$ 7,538	\$ 7,063
- Sales of supplies	310	5,000	297
- Road maintenance and restoration agreements	43,550	42,723	41,871
Total Fees and Charges	50,700	55,261	49,231
Total Other Segmented Revenue	50,700	55,261	49,231
Conditional Grants			
- Traffic Safety Fund			3,371
Total Conditional Grants			3,371
<b>Total Operating</b>	<b>50,700</b>	<b>55,261</b>	<b>52,602</b>
<b>Capital</b>			
Conditional Grants			
- Canada Community - Building Fund (CCBF)	73,440	37,791	149,023
- Rural Integrated Roads for Growth (RIRG)	25,460	25,464	25,464
- Provincial Disaster Assistance Program (PDAP)			18,887
- Municipal Economic Enhancement Program (MEEP)			158,737
<b>Total Capital</b>	<b>98,900</b>	<b>63,255</b>	<b>352,111</b>
<b>Total Transportation Services</b>	<b>149,600</b>	<b>118,516</b>	<b>404,713</b>

**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
**SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION**  
For the year ended December 31, 2022

	2022 Budget Unaudited (Note 1)	2022 Actual	2021 Actual
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Waste and disposal fees	\$ 29,070	\$ 32,919	\$ 28,393
- Pest control	4,000	1,314	7,201
Total Fees and Charges	<u>33,070</u>	<u>34,233</u>	35,594
- Disability refunds and donations	25,000	19,859	31,485
Total Other Segmented Revenue	<u>58,070</u>	<u>54,092</u>	67,079
Conditional Grants			
- Other (Provincial Rat Eradication Program, Beaver Control Program and Targeted Sector Support)	10,280	16,840	93,023
Total Conditional Grants	<u>10,280</u>	<u>16,840</u>	93,023
<b>Total Operating</b>	<u>68,350</u>	<u>70,932</u>	160,102
<b>Total Environmental and Public Health Services</b>	<u>68,350</u>	<u>70,932</u>	160,102
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and development charges	15,000	55,871	25,220
- Other (public reserve, subdivision)	2,000	9,936	1,130
Total Fees and Charges	<u>17,000</u>	<u>65,807</u>	26,350
Total Other Segmented Revenue	<u>17,000</u>	<u>65,807</u>	26,350
<b>Total Operating</b>	<u>17,000</u>	<u>65,807</u>	26,350
<b>Total Planning and Development Services</b>	<u>17,000</u>	<u>65,807</u>	26,350

**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
**SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION**  
**For the year ended December 31, 2022**

	2022 Budget Unaudited (Note 1)	2022 Actual	2021 Actual
<b>RECREATION AND CULTURAL SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Library fees	\$ 4,100	\$ 5,261	\$ 3,991
Total Fees and Charges	4,100	5,261	3,991
Total Other Segmented Revenue	4,100	5,261	3,991
<b>Total Operating</b>	<b>4,100</b>	<b>5,261</b>	<b>3,991</b>
<b>Total Recreation and Cultural Services</b>	<b>4,100</b>	<b>5,261</b>	<b>3,991</b>
<b>UTILITY SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
- Other (lagoon, water levy)	6,920	5,527	6,755
Total Other Segmented Revenue	6,920	5,527	6,755
<b>Total Operating</b>	<b>6,920</b>	<b>5,527</b>	<b>6,755</b>
<b>Total Utility Services</b>	<b>6,920</b>	<b>5,527</b>	<b>6,755</b>
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>\$ 363,700</b>	<b>\$ 477,491</b>	<b>\$ 621,440</b>
<b>SUMMARY</b>			
Total Other Segmented Revenue	\$ 254,520	\$ 397,396	\$ 172,935
Total Conditional Grants	10,280	16,840	96,394
Total Capital Grants and Contributions	98,900	63,255	352,111
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>\$ 363,700</b>	<b>\$ 477,491</b>	<b>\$ 621,440</b>



**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
**SCHEDULE 3 - SCHEDULE OF EXPENSES BY FUNCTION**  
For the year ended December 31, 2022

	2022 Budget Unaudited (Note 1)	2022 Actual	2021 Actual
<b>GENERAL GOVERNMENT SERVICES</b>			
Council remuneration and travel	\$ 26,930	\$ 26,436	\$ 24,915
Wages and benefits	175,230	197,237	168,404
Professional/Contractual services	106,450	137,734	115,922
Utilities	8,800	9,187	8,455
Maintenance, materials, and supplies	44,490	42,785	41,477
Amortization	2,100	2,100	2,100
Allowance for uncollectibles		1,894	
<b>Total General Government Services</b>	<b>364,000</b>	<b>417,373</b>	<b>361,273</b>
<b>PROTECTIVE SERVICES</b>			
<b>Police protection</b>			
Professional/Contractual services	72,640	80,832	62,806
<b>Fire protection</b>			
Wages and benefits	20,000	13,172	14,489
Professional/Contractual services	13,110	13,009	11,430
Utilities	2,240	7,912	2,410
Maintenance, materials, and supplies	4,800	10,219	2,672
Amortization	10,464	10,464	8,799
Fire levy	1,600	1,575	1,544
<b>Total Protective Services</b>	<b>124,854</b>	<b>137,183</b>	<b>104,150</b>
<b>TRANSPORTATION SERVICES</b>			
Wages and benefits	695,300	663,325	630,438
Professional/Contractual services	75,570	49,362	123,401
Utilities	17,270	22,255	16,606
Maintenance, materials, and supplies	980,560	942,646	692,984
Gravel	472,200	455,590	303,795
Amortization	581,751	581,751	553,444
Interest on long-term debt	18,580	20,740	17,711
<b>Total Transportation Services</b>	<b>2,841,231</b>	<b>2,735,669</b>	<b>2,338,379</b>
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
Professional/Contractual services	49,190	47,038	49,671
Maintenance, materials, and supplies	8,360	9,985	10,458
Grants and contributions			
- Operating			
• Waste disposal		400	
Environmental Capacity Study	12,500	11,750	115,587
<b>Total Environmental and Public Health Services</b>	<b>70,050</b>	<b>69,173</b>	<b>175,716</b>

**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
**SCHEDULE 3 - SCHEDULE OF EXPENSES BY FUNCTION**  
**For the year ended December 31, 2022**

	2022 Budget Unaudited (Note 1)	2022 Actual	2021 Actual
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
Professional/Contractual services	\$ 36,000	\$ 39,154	\$ 35,577
<b>Total Planning and Development Services</b>	<b>36,000</b>	<b>39,154</b>	<b>35,577</b>
<b>RECREATION AND CULTURAL SERVICES</b>			
Utilities	5,930	6,391	5,701
Maintenance, materials, and supplies	10,440	27,273	1,096
Grants and contributions			
- Operating	125,340	125,913	125,644
Amortization	444	444	444
<b>Total Recreation and Cultural Services</b>	<b>142,154</b>	<b>160,021</b>	<b>132,885</b>
<b>UTILITY SERVICES</b>			
Professional/Contractual services	7,800	5,464	7,806
Maintenance, materials, and supplies	4,790	5,300	4,607
Amortization	1,479	1,479	1,479
<b>Total Utility Services</b>	<b>14,069</b>	<b>12,243</b>	<b>13,892</b>
<b>TOTAL EXPENSES BY FUNCTION</b>	<b>\$ 3,592,358</b>	<b>\$ 3,570,816</b>	<b>\$ 3,161,872</b>

**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
**SCHEDULE 4 - SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION**  
**For the year ended December 31, 2022**

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and Charges	\$ 24,931	\$ 137,692	\$ 55,261	\$ 34,233	\$ 65,807	\$ 5,261	\$	\$ 323,185
Tangible Capital Asset Sale - Gain (Loss)								
Land Sales - Gain (Loss)								
Investment Income & Commissions	48,825			19,859			5,527	48,825
Other Revenues				16,840				25,386
Grants - Conditional			63,255					16,840
- Capital			118,516	70,932	65,807	5,261	5,527	63,255
<b>Total revenues</b>	<b>73,756</b>	<b>137,692</b>	<b>118,516</b>	<b>70,932</b>	<b>65,807</b>	<b>5,261</b>	<b>5,527</b>	<b>477,491</b>
<b>Expenses (Schedule 3)</b>								
Wages & Benefits	223,673	13,172	663,325					900,170
Professional/Contractual Services	137,734	93,841	49,362	47,038	39,154		5,464	372,593
Utilities	9,187	7,912	22,255			6,391		45,745
Maintenance, Materials, Supplies	42,785	10,219	1,398,236	9,985		27,273	5,300	1,493,798
Grants and Contributions				400		125,913		126,313
Amortization	2,100	10,464	581,751			444	1,479	596,238
Interest			20,740					20,740
Allowance for Uncollectibles	1,894							1,894
Other		1,575		11,750				13,325
<b>Total expenses</b>	<b>417,373</b>	<b>137,183</b>	<b>2,735,669</b>	<b>69,173</b>	<b>39,154</b>	<b>160,021</b>	<b>12,243</b>	<b>3,570,816</b>
<b>Surplus (Deficit) by Function</b>	<b>(343,617)</b>	<b>509</b>	<b>(2,617,153)</b>	<b>1,759</b>	<b>26,653</b>	<b>(154,760)</b>	<b>(6,716)</b>	<b>(3,093,325)</b>
Taxation and other unconditional revenue (Schedule 1)								
<b>Net Surplus</b>								<b>\$ 3,109,180</b>
								<b>\$ 15,855</b>

**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
**SCHEDULE 5 - SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION**  
**For the year ended December 31, 2021**

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and Charges	\$ 28,420	\$ 84,862	\$ 49,231	\$ 35,594	\$ 26,350	\$ 3,991	\$	\$ 228,448
Tangible Capital Asset Sale - Gain (Loss)		(122,707)						(122,707)
Land Sales - Gain (Loss)								
Investment Income & Commissions	28,954			31,485			6,755	28,954
Other Revenues			3,371	93,023				38,240
Grants - Conditional			352,111					96,394
- Capital			404,713	160,102	26,350	3,991	6,755	352,111
<b>Total revenues</b>	<b>57,374</b>	<b>(37,845)</b>	<b>404,713</b>	<b>160,102</b>	<b>26,350</b>	<b>3,991</b>	<b>6,755</b>	<b>621,440</b>
<b>Expenses (Schedule 3)</b>								
Wages & Benefits	193,319	14,489	630,438					838,246
Professional/Contractual Services	115,922	74,236	123,401	49,671	35,577		7,806	406,613
Utilities	8,455	2,410	16,606			5,701		33,172
Maintenance, Materials, Supplies	41,477	2,672	996,779	10,458		1,096	4,607	1,057,089
Grants and Contributions						125,644		125,644
Amortization	2,100	8,799	553,444			444		566,266
Interest								17,711
Allowance for Uncollectibles								
Other		1,544		115,587				117,131
<b>Total expenses</b>	<b>361,273</b>	<b>104,150</b>	<b>2,338,379</b>	<b>175,716</b>	<b>35,577</b>	<b>132,885</b>	<b>13,892</b>	<b>3,161,872</b>
<b>Surplus (Deficit) by Function</b>	<b>(303,899)</b>	<b>(141,995)</b>	<b>(1,933,666)</b>	<b>(15,614)</b>	<b>(9,227)</b>	<b>(128,894)</b>	<b>(7,137)</b>	<b>(2,540,432)</b>
Taxation and other unconditional revenue (Schedule 1)								3,013,895
<b>Net Surplus</b>								<b>\$ 473,463</b>

**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
**SCHEDULE 6 - SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT**  
**For the year ended December 31, 2022**

	General Assets						Infrastructure Assets	General/ Infrastructure	Totals
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets			
Cost									
Opening costs	\$ 6,839	819,520	393,747	369,754	2,868,138	12,122,925	577,481	\$ 17,158,404	\$ 16,606,199
Additions during the year			2,443	65,074	330,460	85,858		483,835	1,389,397
Disposals and write downs									(837,192)
Transfers from assets under construction			577,481				(577,481)		
Closing costs	<u>6,839</u>	<u>819,520</u>	<u>973,671</u>	<u>434,828</u>	<u>3,198,598</u>	<u>12,208,783</u>		<u>17,642,239</u>	<u>17,158,404</u>
<b>Accumulated Amortization</b>									
Opening accumulated amortization		347,260	195,895	196,626	1,402,920	6,406,511		8,549,212	8,498,531
Amortization		39,452	20,177	27,821	214,430	294,358		596,238	566,266
Disposals and write downs									(515,585)
Closing accumulated amortization		<u>386,712</u>	<u>216,072</u>	<u>224,447</u>	<u>1,617,350</u>	<u>6,700,869</u>		<u>9,145,450</u>	<u>8,549,212</u>
Net Book Value	<u>\$ 6,839</u>	<u>432,808</u>	<u>757,599</u>	<u>210,381</u>	<u>1,581,248</u>	<u>5,507,914</u>		<u>\$ 8,496,789</u>	<u>\$ 8,609,192</u>

**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
**SCHEDULE 7 - SCHEDULE OF TANGIBLE CAPITAL ASSETS BY FUNCTION**  
**For the year ended December 31, 2022**

Cost	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Totals	
								2022	2021
Opening costs	\$ 125,068	287,505	16,683,042	8,053		17,750	36,986	\$ 17,158,404	\$ 16,606,199
Additions during the year		906	482,929					483,835	1,389,397
Disposals and write downs									(837,192)
Closing costs	<u>125,068</u>	<u>288,411</u>	<u>17,165,971</u>	<u>8,053</u>		<u>17,750</u>	<u>36,986</u>	<u>17,642,239</u>	<u>17,158,404</u>
<b>Accumulated Amortization</b>									
Opening accumulated amortization	91,361	121,876	8,314,164	8,053		9,321	4,437	8,549,212	8,498,531
Amortization	2,100	10,464	581,751			444	1,479	596,238	566,266
Disposals and write downs									(515,585)
Closing accumulated amortization	<u>93,461</u>	<u>132,340</u>	<u>8,895,915</u>	<u>8,053</u>		<u>9,765</u>	<u>5,916</u>	<u>9,145,450</u>	<u>8,549,212</u>
Net Book Value	<u>\$ 31,607</u>	<u>156,071</u>	<u>8,270,056</u>			<u>7,985</u>	<u>31,070</u>	<u>\$ 8,496,789</u>	<u>\$ 8,609,192</u>

**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
**SCHEDULE 8 - SCHEDULE OF ACCUMULATED SURPLUS**  
**For the year ended December 31, 2022**

	2021	Changes	2022
<b>UNAPPROPRIATED SURPLUS</b>	\$ 2,115,911	\$ 80,066	\$ 2,195,977
<b>APPROPRIATED RESERVES</b>			
Capital Trust Fund Reserve	778,682	17,136	795,818
Lagoon Infrastructure Reserve	8,059	14	8,073
<b>Total appropriated</b>	786,741	17,150	803,891
<b>ORGANIZED HAMLETS</b>			
Organized Hamlet of Spruce Bay	125,870	(4,471)	121,399
<b>Total Hamlets</b>	125,870	(4,471)	121,399
<b>NET INVESTMENT IN TANGIBLE CAPITAL ASSETS</b>			
Tangible capital assets (Schedule 6)	8,609,192	(112,403)	8,496,789
Less: Related debt	(522,211)	35,513	(486,698)
<b>Net investment in tangible capital assets</b>	8,086,981	(76,890)	8,010,091
<b>TOTAL ACCUMULATED SURPLUS</b>	\$ 11,115,503	\$ 15,855	\$ 11,131,358

**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
**SCHEDULE 9 - SCHEDULE OF MILL RATES AND ASSESSMENTS**  
 For the year ended December 31, 2022

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable assessment	202,770,135	89,045,269		20,034,160	8,114,950		319,964,514
Regional Park Assessment							
Total Assessment	202,770,135	89,045,269			8,114,950		319,964,514
Mill Rate Factor(s)	1.00	0.87		1.00	1.20		
Total Base/Minimum Tax	102,750	313,730			43,200		459,680
Total Municipal Tax Levy	1,601,455	782,828		38,065	103,074		2,525,422

**MILL RATES:**

	MILLS
Average Municipal	7.8928
Average School	2.6216
Potash Mill Rate	
Uniform Municipal Mill Rate	7.7000



**RURAL MUNICIPALITY OF SPIRITWOOD #496**  
**SCHEDULE 10 - SCHEDULE OF COUNCIL REMUNERATION**  
**For the year ended December 31, 2022**

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<u>Position - Name</u>	<u>Remuneration</u>	<u>Reimbursed Costs</u>	<u>Total</u>
Reeve - Shirley Dauvin	\$ 7,850	\$	7,850
Councilor - Larry Vaagen	3,110	528	3,638
Councilor - Bevra Fee	3,157	188	3,345
Councilor - Dennis Laventure	3,131		3,131
Councilor - Terry Wingerter	3,062		3,062
Councilor - Alan Steinhilber	2,957		2,957
Councilor - Heather Warketin	1,136	299	1,435
Councilor - Dale Wasden	150		150
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	\$ 24,553	\$ 1,015	\$ 25,568
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