

RURAL MUNICIPALITY OF PLEASANTDALE NO 398

Financial Statements

Year Ended December 31, 2023

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 Pleasantdale No. 398

Opinion

We have audited the financial statements of Rural Municipality of Pleasantdale No. 398 (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 municipality 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 municipality 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 municipality'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 municipality or to cease operations, or has no realistic alternative but to do so.

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

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:

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- 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 municipality's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the 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
May 9, 2024

Ingram & Yeadon Accountants

RURAL MUNICIPALITY OF PLEASANTDALE NO 398**Consolidated Statement of Financial Position****Statement 1****December 31, 2023**

	2023	2022
FINANCIAL ASSETS		
Cash (Note 2)	\$ 1,724,808	\$ 842,762
Taxes Receivable - Municipal (Note 3)	99,660	68,442
Other Accounts Receivable (Note 5)	105,115	246,473
Assets Held for Sale (Note 6)	664	665
Long-Term Investments (Note 7)	86,681	77,362
Total Financial Assets	2,016,928	1,235,704
LIABILITIES		
Accounts payable	96,140	16,037
Deposits	600	550
Deferred Revenue (Note 9)	3,976	4,134
Other Liabilities	-	13,808
Long term debt (Note 10)	133,050	186,960
Lease Obligations	-	32,136
Total Liabilities	233,766	253,625
NET FINANCIAL ASSETS (DEBT)	1,783,162	982,079
NON-FINANCIAL ASSETS		
Tangible Capital Assets(Schedule 6, 7)	2,807,896	3,148,667
Prepayments and Deferred Charges	262	286
Stock and Supplies	244,435	272,223
	3,052,593	3,421,176
Accumulated Surplus (Deficit) (Schedule 8)	\$ 4,835,755	\$ 4,403,254
ACCUMULATED SURPLUS CONSISTS OF:		
Accumulated operating surplus	\$ 4,835,755	\$ 4,403,254
Accumulated remeasurement gains (losses)	-	-
	\$ 4,835,755	\$ 4,403,254

CONTINGENT LIABILITY (Note 11)

CONTRACTUAL OBLIGATIONS AND COMMITMENTS (Note 13)

See notes to financial statements

RURAL MUNICIPALITY OF PLEASANTDALE NO 398

Consolidated Statement of Operations

Statement 2

As at December 31, 2023

	Budget 2023	2023	2022
REVENUES			
Tax Revenue (Schedule 1)	\$ 1,436,010	\$ 1,425,210	\$ 1,415,590
Unconditional Revenue (Schedule 1)	409,000	409,203	363,305
Fees and Charges (Schedule 4, 5)	97,840	114,209	152,965
Conditional Grants (Schedule 4, 5)	69,650	70,630	15,830
Tangible Capital Assets Sales - Gain (Schedule 4, 5)	-	(2,418)	22,792
Land Sales - Gain (Schedule 4, 5)	221,380	82,091	523
Investment Income (Note 3) (Schedule 4, 5)	4,140	26,369	4,851
Commissions (Schedule 4, 5)	3,000	7,233	2,903
Other revenues (Schedule 4, 5)	29,900	22,361	26,018
Capital Conditional Grants (Schedule 4, 5)	36,830	40,170	257,002
Total Revenues	<u>2,307,750</u>	<u>2,195,058</u>	<u>2,261,779</u>
	2,307,750	2,195,058	2,261,779
EXPENSES			
General Government Services (Schedule 3)	343,380	300,428	321,700
Protective Services (Schedule 3)	65,080	69,335	53,836
Transportation Services (Schedule 3)	1,650,470	1,272,009	1,643,131
Environment & Public Health Services (Schedule 3)	71,350	58,963	45,804
Planning & Development Services (Schedule 3)	500	-	43
Recreation & Cultural Services (Schedule 3)	32,700	30,071	33,577
Utility Services (Schedule 3)	31,400	31,753	14,389
	<u>2,194,880</u>	<u>1,762,559</u>	<u>2,112,480</u>
Surplus (Deficit) of Revenues over Expenses	112,870	432,499	149,299
ACCUMULATED SURPLUS - BEGINNING OF YEAR	<u>4,403,253</u>	<u>4,403,256</u>	<u>4,253,955</u>
ACCUMULATED SURPLUS - END OF YEAR	<u>\$ 4,516,123</u>	<u>\$ 4,835,755</u>	<u>\$ 4,403,254</u>

RURAL MUNICIPALITY OF PLEASANTDALE NO 398**Consolidated Statement of Change in Net Financial Assets
Statement 3****Year Ended December 31, 2023**

	Budget 2023	2023	2022
ANNUAL SURPLUS	\$ 112,870	\$ 432,499	\$ 149,299
(Acquisition) of tangible capital assets	-	(42,996)	(1,140,509)
Amortization	-	378,067	378,029
Proceeds on disposal of tangible capital assets	-	3,282	375,700
Loss (gain) on the disposal of tangible capital assets	-	2,418	(22,792)
Surplus (deficit) of capital expenses over expenditures	-	340,771	(409,572)
Consumption (acquisition) of supplies stock and supplies	-	27,788	(4,411)
Use (acquisition) of prepayments and deferred charges	-	24	(144)
Rounding	-	1	3
Surplus (deficit) of expenses of other non-financial over expenditures	-	27,813	(4,552)
	-	368,584	(414,124)
INCREASE (DECREASE) IN NET FINANCIAL ASSETS	112,870	801,083	(264,825)
NET FINANCIAL ASSETS - BEGINNING OF YEAR	982,077	982,079	1,246,904
NET FINANCIAL ASSETS - END OF YEAR	\$ 1,094,947	\$ 1,783,162	\$ 982,079

See notes to financial statements

RURAL MUNICIPALITY OF PLEASANTDALE NO 398**Consolidated Statement of Cash Flows****Statement 4****For the Year Ended December 31, 2023**

	2023	2022
OPERATING:		
Annual surplus	\$ 432,499	\$ 149,299
Items not affecting cash:		
Amortization	378,067	378,029
Loss (gain) on disposal of tangible capital assets	2,418	(22,792)
	<u>812,984</u>	<u>504,536</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	(31,218)	(15,349)
Other Accounts Receivable	141,358	(203,307)
Assets Held for Sale	1	938
Accounts payable	80,103	(6,635)
Deposits	50	200
Deferred Revenue	(158)	131
Other Liabilities	(13,808)	13,808
Stock and Supplies for use	27,788	(4,410)
Prepayments and Deferred Charges	24	(144)
	<u>204,140</u>	<u>(214,768)</u>
Cash provided by operating transactions	<u>1,017,124</u>	<u>289,768</u>
CAPITAL AND INVESTING		
Additions to capital assets	(42,996)	(1,140,509)
Proceeds on disposal of capital assets	3,282	375,700
Decrease (increase) in restricted cash or cash equivalents	-	-
Proceeds on disposal of investments	-	-
Decrease (increase) in investments	(9,319)	17,639
Cash flows used by capital and investing	<u>(49,033)</u>	<u>(747,170)</u>
FINANCING:		
Proceeds from long term financing	148,058	-
Repayment of long term debt	(201,967)	(110,326)
Rounding	-	1
Repayment of obligations under capital lease	(32,136)	(58,032)
Cash flow used by financing:	<u>(86,045)</u>	<u>(168,357)</u>
INCREASE (DECREASE) IN CASH FLOW	882,046	(625,759)
Cash - beginning of year	<u>842,762</u>	<u>1,468,521</u>
CASH - END OF YEAR	\$ 1,724,808	\$ 842,762
CASH CONSISTS OF:		
Cash	<u>\$ 1,724,808</u>	<u>\$ 842,762</u>

See notes to financial statements

RURAL MUNICIPALITY OF PLEASANTDALE NO 398

Statement of Remeasurement Gains and Losses

Year Ended December 31, 2023

	Budget 2023	2023	2022
ACCUMULATED REMEASUREMENT GAIN - BEGINNING OF YEAR	\$ -	\$ -	\$ -
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	-	-	-
ACCUMULATED REMEASUREMENT GAIN - END OF YEAR	\$ -	\$ -	\$ -

See notes to financial statements

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.

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RURAL MUNICIPALITY OF PLEASANTDALE NO 398

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 Equivalents = Cost and amortized cost

Investments = Fair value and cost/amortized cost

Other Accounts Receivable = Cost and amortized cost

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RURAL MUNICIPALITY OF PLEASANTDALE NO 398

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 = 15 years
- Buildings: useful life = 40 years
- Vehicles: useful life = 10 years
- Machinery and Equipment: useful life = 5 to 10 years
- Office and Information Technology: useful life = 3 to 10 years

Infrastructure Assets

- Water and Sewer: useful life = 40 years
- Road Network Assets: useful life = 15 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.

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.

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RURAL MUNICIPALITY OF PLEASANTDALE NO 398

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.

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RURAL MUNICIPALITY OF PLEASANTDALE NO 398

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 May 31, 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.

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RURAL MUNICIPALITY OF PLEASANTDALE NO 398

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.

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RURAL MUNICIPALITY OF PLEASANTDALE NO 398

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

	2023	2022
Cash	\$ 1,724,808	\$ 842,762

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. TAXES RECEIVABLE - MUNICIPAL

	2023	2022
Municipal taxes - current	\$ 91,773	\$ 56,899
Municipal taxes - arrears	10,766	14,423
Subtotal	102,539	71,322
Municipal taxes - allowance for uncollectibles	(2,880)	(2,880)
Total municipal taxes receivable	\$ 99,659	\$ 68,442

4. TAXES RECEIVABLE - OTHER

	2023	2022
<u>School</u>		
School taxes receivable - current	25,937	23,916
School taxes receivable - arrears	2,004	1,647
Total taxes to be collected on behalf of School Divisions	27,941	25,563
<u>Other</u>		
SMHI and C&D taxes receivable	4,237	2,182

(continues)

RURAL MUNICIPALITY OF PLEASANTDALE NO 398**Notes to Financial Statements****For the Year Ended December 31, 2023**

4. TAXES RECEIVABLE - OTHER (continued)

	<u>2023</u>	<u>2022</u>
<u>Other</u>		
Total taxes and grants in lieu receivable to be collected on behalf of other organizations	<u>\$ 32,178</u>	<u>\$ 27,745</u>

5. OTHER ACCOUNTS RECEIVABLE

	<u>2023</u>	<u>2022</u>
Federal Government	\$ 81,199	\$ 57,122
Provincial Government	-	135,793
Local Government	1,280	-
Utility	838	1,336
Trade	<u>21,798</u>	<u>52,222</u>
Net Other Accounts Receivable	<u>\$ 105,115</u>	<u>\$ 246,473</u>

6. ASSETS HELD FOR SALE

	<u>2023</u>	<u>2022</u>
Tax Title Property	\$ 12,553	\$ 12,858
Allowance on TTP	<u>(11,889)</u>	<u>(12,193)</u>
Net Tax Title Property	<u>664</u>	<u>665</u>
Net Other Land	<u>-</u>	<u>-</u>
Total Assets Held for Sale	<u>\$ 664</u>	<u>\$ 665</u>

7. LONG-TERM INVESTMENT

	<u>2023</u>	<u>2022</u>
Sask Assoc. of Rural Municipalities - Self Insurance Fund	\$ 83,681	\$ 74,362
CMI shares	<u>3,000</u>	<u>3,000</u>
Total Long-Term Receivables	<u>\$ 86,681</u>	<u>\$ 77,362</u>

8. BANK INDEBTEDNESS**Credit Arrangements**

The municipality has available an operating line of credit in the amount of \$250,000 and bearing interest at prime plus 0.5%. Prime was 7.2% on December 31, 2023. The municipality did not utilize the available overdraft in 2023.

RURAL MUNICIPALITY OF PLEASANTDALE NO 398**Notes to Financial Statements****For the Year Ended December 31, 2023****9. DEFERRED REVENUE**

	<u>2023</u>	<u>2022</u>
Prepaid taxes	\$ 3,004	\$ 4,134
Prepaid utilities	972	-
Total deferred revenue	<u>\$ 3,976</u>	<u>\$ 4,134</u>

10. LONG TERM DEBT

a) The debt limit of the municipality is \$1,432,278. 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>
Mortgage bearing interest at 3.99% compounded monthly, repayable in monthly blended payments of \$1,100. The municipality paid the loan off in full in 2023.	\$ -	\$ 74,191
Term bearing interest at 2.99% per annum, repayable in monthly blended payments of \$2,908. The loan matured in 2023	-	17,201
Term loan bearing interest at 1.99% compounded monthly, repayable in monthly blended payments of \$5,750. The loan matures in 2024 and is secured by specific assignment of equipment.	27,853	95,568
Term loan bearing interest at 5.24% compounded monthly, repayable in monthly blended payments of \$4,453. The loan matures in 2026 and is secured by specific assignment of equipment.	<u>105,197</u>	-
	<u>\$ 133,050</u>	<u>\$ 186,960</u>
Principal repayment terms are approximately:		
2024	\$ 76,950	
2025	51,732	
2026	<u>4,368</u>	
	<u>\$ 133,050</u>	

11. 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.

RURAL MUNICIPALITY OF PLEASANTDALE NO 398

Notes to Financial Statements

For the Year Ended December 31, 2023

12. 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 \$26,105. 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 \$26,105 (2022 - \$33,802). Total current service contributions by the employees of the municipality to the MEPP in 2023 were \$26,105 (2022 - \$33,802).

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 a 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>.

13. CONTRACTUAL OBLIGATIONS AND COMMITMENTS

The Municipality has committed to the following:

The Municipality has committed to donating \$2,955 per year from 2017 - 2036 to the Melfort Wellness Centre.

14. RISK MANAGEMENT

The municipality is exposed to various risks through its financial assets and liabilities. The following analysis provides information about the municipality'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 municipality manages exposure through its normal operating and financing activities. The municipality 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 plus 0.5%. Prime rate was 6.45% at January 1, 2023 and was 7.20% at December 31, 2023. The municipality did not utilize this line of credit during the year.

RURAL MUNICIPALITY OF PLEASANTDALE NO 398

Schedule of Taxes and Other Unconditional Revenue

(Schedule 1)

As at December 31, 2023

	Budget 2023	2023	2022
TAXES			
General municipal tax levy	1,481,680	1,476,481	1,473,347
Abatements and adjustments	(1,500)	(1,686)	(2,691)
Discount on current year taxes	(56,000)	(62,179)	(67,013)
Net municipal taxes	1,424,180	1,412,616	1,403,643
Penalties on tax arrears	2,400	3,095	2,449
Total Taxes	1,426,580	1,415,711	1,406,092
UNCONDITIONAL GRANTS			
Revenue sharing	409,000	409,203	363,305
GRANTS IN LIEU OF TAXES			
Federal			
Provincial			
TransGas	950	951	951
SaskTel	1,280	1,279	1,279
Other: SARM Fish & Wildlife	7,200	7,269	7,269
Local/Other			
Other Government Transfers			
Total Grants in Lieu of Taxes	9,430	9,499	9,499
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 1,845,010	\$ 1,834,413	\$ 1,778,896

RURAL MUNICIPALITY OF PLEASANTDALE NO 398

Schedule of Operating and Capital Revenue by Function

(Schedule 2)

As at December 31, 2023

	Budget 2023	2023	2022
GENERAL GOVERNMENT			
Operating			
Custom Work	9,650	13,843	9,864
Sale of supplies	1,500	3,371	8,651
Other income: rent	360	430	210
Land sales - gain (loss)	221,380	82,091	523
Investment income	4,000	25,669	4,539
Commissions	3,000	7,233	2,903
Other:	50,000	50,000	-
Capital			
Restructuring Revenue			
Total General Government Services	289,890	182,637	26,690
PROTECTIVE SERVICES			
Operating			
Capital			
Restructuring Revenue			
	-	-	-
Total Protective Services	-	-	-
TRANSPORTATION SERVICES			
Operating			
Custom work	7,000	5,190	5,243
Sale of supplies	2,500	23,320	17,809
Road maintenance and restoration agreements	55,000	45,557	66,293
Other: Gravel extraction fees	4,000	3,458	7,328
Other: Equipment rentals	-	-	19,389
TCA sales - gain (loss)	-	(2,418)	22,792
Other:	19,500	7,455	19,679
RIRG (CTP)	4,900	4,880	4,880
Student employment	1,820	1,820	-
Other: WSA	2,000	630	1,246
Other: SGI	-	6,949	-
Capital			
Grant: CCBF (New Deal Gas Tax)	36,830	40,170	18,416
Grant: RIRG (Bridges, Large culverts, Road construction)	-	-	238,585
Restructuring Revenue			
Total Transportation Services	133,550	137,011	421,660
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Sale of supplies	550	1,737	900
Other: Donations	10,000	13,260	1,335
Grant: SARM	10,930	6,351	9,704
Capital			
Restructuring Revenue			
Total Environmental and Public Health Services	21,480	21,348	11,939

See notes to financial statements

RURAL MUNICIPALITY OF PLEASANTDALE NO 398

Schedule of Operating and Capital Revenue by Function (continued)

(Schedule 2)

As at December 31, 2023

	Budget 2023	2023	2022
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other: Cash in lieu of dedicated lands	400	-	2,701
Capital			
Restructuring Revenue			
Total Planning and Development Services	400	-	2,701
RECREATION AND CULTURAL SERVICES			
Operating			
Other: Local donations	\$ -	\$ 1,646	\$ 2,304
Capital			
Restructuring revenue			
Total Recreation and Cultural Services	\$ -	\$ 1,646	\$ 2,304
UTILITY SERVICES			
Operating			
Water charges	\$ 17,280	\$ 17,280	\$ 17,280
Other: Sale of supplies	-	23	-
Investment income	140	700	312
Capital			
Restructuring Revenue			
Total Utility Services	\$ 17,420	\$ 18,003	\$ 17,592
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION			
	\$ 462,740	\$ 360,646	\$ 482,885
SUMMARY			
Total Other Segmented Revenue	\$ 356,260	\$ 249,846	\$ 210,053
Total Operating Conditional Grants	69,650	70,630	15,830
Capital Conditional Grants (Schedule 4, 5)	36,830	40,170	257,002
TOTAL REVENUE BY FUNCTION	\$ 462,740	\$ 360,646	\$ 482,885

RURAL MUNICIPALITY OF PLEASANTDALE NO 398

Total Expenses by Function

(Schedule 3)

As at December 31, 2023

	Budget 2023	2023	2022
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	40,000	39,065	38,706
Wages and benefits	155,000	136,514	149,574
Professional/Contractual services	117,180	97,109	105,393
Utilities	11,100	10,497	9,789
Maintenance, materials and supplies	6,100	4,808	5,682
Amortization	-	2,535	2,535
Interest	14,000	9,900	10,021
	<u>343,380</u>	<u>300,428</u>	<u>321,700</u>
Total General Government Services	343,380	300,428	321,700
PROTECTIVE SERVICES			
Police Protection:	-	-	-
Professional/Contractual services	34,440	34,440	32,140
Police Protection	<u>34,440</u>	<u>34,440</u>	<u>32,140</u>
Fire Protection:	-	-	-
Professional/Contractual services	30,470	30,465	17,144
Maintenance, materials and supplies	-	-	2
Grants and contributions - capital	170	190	310
Amortization	-	4,240	4,240
Fire Protection	<u>30,640</u>	<u>34,895</u>	<u>21,696</u>
Total Protective Services	65,080	69,335	53,836
TRANSPORTATION SERVICES			
Wages and benefits	279,500	281,577	354,062
Professional/Contractual services	333,000	205,238	152,736
Utilities	17,000	14,681	16,049
Maintenance, materials and supplies	770,970	243,567	575,131
Gravel	250,000	156,427	174,672
Amortization	-	370,519	370,481
Transportation Services	<u>1,650,470</u>	<u>1,272,009</u>	<u>1,643,131</u>
Total Transportation Services	1,650,470	1,272,009	1,643,131
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	700	674	686
Professional/Contractual services	57,500	49,587	36,927
Maintenance, materials and supplies	8,150	4,022	3,511
Grants and contributions - operating: Public Health	5,000	4,680	4,680
Environmental and Public Health Services	<u>71,350</u>	<u>58,963</u>	<u>45,804</u>
Total Environmental and Public Health Services	71,350	58,963	45,804

See notes to financial statements

RURAL MUNICIPALITY OF PLEASANTDALE NO 398

Total Expenses by Function (continued)

(Schedule 3)

As at December 31, 2023

	Budget 2023	2023	2022
PLANNING AND DEVELOPMENT SERVICES			
Professional/Contractual services	500	-	43
Planning and Development Services	500	-	43
Total Planning and Development Services	500	-	43
RECREATION AND CULTURAL SERVICES			
Professional/Contractual services	10,700	10,940	10,519
Grants and contributions - operating	22,000	19,131	23,058
Recreation and Cultural Services	32,700	30,071	33,577
Total Recreation and Cultural Services	32,700	30,071	33,577
UTILITY SERVICES			
Professional/Contractual services	25,650	26,606	9,407
Utilities	2,500	1,990	2,342
Maintenance, materials and supplies	3,250	2,384	1,867
Amortization	-	773	773
Total Utility Services	31,400	31,753	14,389
Total Utility Services	31,400	31,753	14,389
TOTAL EXPENSES BY FUNCTION	\$ 2,194,880	\$ 1,762,560	\$ 2,112,479

RURAL MUNICIPALITY OF PLEASANTDALE NO 398
Consolidated Schedule of Segment Disclosure by Function
As at December 31, 2023

(Schedule 4)

	General Government	Protective Services	Transportation Services	Environmental and Public Health Services	Planning and Development	Recreation and Culture	Utility Services	Total 2023
Revenues (Schedule 2)								
Total Other Segmented Revenue	\$ 17,645	\$ -	\$ 77,525	\$ 1,737	\$ -	\$ -	\$ 17,303	\$ 114,210
Tangible Capital Assets sales - gain	-	-	(2,418)	-	-	-	-	(2,418)
Land sales - gain	82,091	-	-	-	-	-	-	82,091
Investment income	25,669	-	-	-	-	-	700	26,369
Commissions	7,233	-	-	-	-	-	-	7,233
Other revenues	-	-	7,455	13,260	-	1,646	-	22,361
Total Operating Conditional Grants	50,000	-	14,279	6,351	-	-	-	70,630
Capital Conditional Grants (Schedule 4, 5)	-	-	40,170	-	-	-	-	40,170
Total Revenues	182,638	-	137,011	21,348	-	1,646	18,003	360,646
Expenses (Schedule 3)								
Salaries and wages	175,578	-	281,577	674	-	-	-	457,829
Professional/Contractual services	97,109	64,905	205,238	49,587	-	10,940	26,606	454,385
Utilities	10,497	-	14,681	-	-	-	1,990	27,168
Maintenance, materials and supplies	4,808	-	399,995	4,022	-	-	2,384	411,209
Grants and contributions	-	190	-	4,680	-	19,131	-	24,001
Amortization	2,535	4,240	370,519	-	-	-	773	378,067
Interest	9,900	-	-	-	-	-	-	9,900
Total Expenses	300,427	69,335	1,272,010	58,963	-	30,071	31,753	1,762,559
Surplus (Deficit) by Function	\$ (117,789)	\$ (69,335)	\$ (1,134,999)	\$ (37,615)	\$ -	\$ (28,425)	\$ (13,750)	\$ (1,401,913)

	2023
Surplus (Deficit) by Function as at December 31, 2023	\$ (1,401,913)
Taxes and other unconditional revenue (Schedule 1)	1,834,413
Rounding	(1)
Net Surplus (Deficit)	\$ 432,499

See notes to financial statements

RURAL MUNICIPALITY OF PLEASANTDALE NO 398
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
Revenues (Schedule 2)								
Total Other Segmented Revenue	\$ 18,724	\$ -	\$ 116,061	\$ 900	\$ -	\$ -	\$ 17,280	\$ 152,965
Tangible Capital Assets sales - gain	-	-	22,792	-	-	-	-	22,792
Land sales - gain	523	-	-	-	-	-	-	523
Investment income	4,539	-	-	-	-	-	312	4,851
Commissions	2,903	-	-	-	-	-	-	2,903
Other revenues	-	-	19,679	1,335	2,701	2,304	-	26,019
Total Operating Conditional Grants	-	-	6,126	9,704	-	-	-	15,830
Capital Conditional Grants (Schedule 4, 5)	-	-	257,002	-	-	-	-	257,002
Total Revenues	26,689	-	421,660	11,939	2,701	2,304	17,592	482,885
Expenses (Schedule 3)								
Salaries and wages	188,280	-	354,062	686	-	-	-	543,028
Professional/Contractual services	105,393	49,283	152,736	36,927	43	10,519	9,407	364,308
Utilities	9,789	-	16,049	-	-	-	2,342	28,180
Maintenance, materials and supplies	5,682	2	749,804	3,511	-	-	1,867	760,866
Grants and contributions	-	310	-	4,680	-	23,058	-	28,048
Amortization	2,535	4,240	370,481	-	-	-	773	378,029
Interest	10,021	-	-	-	-	-	-	10,021
Total Expenses	321,700	53,835	1,643,132	45,804	43	33,577	14,389	2,112,480
Surplus (Deficit) by Function	\$ (295,011)	\$ (53,835)	\$ (1,221,472)	\$ (33,865)	\$ 2,658	\$ (31,273)	\$ 3,203	\$ (1,629,595)

2022

Surplus (Deficit) by Function as at December 31, 2022
Taxes and other unconditional revenue (Schedule 1)
Rounding (1)

Net Surplus (Deficit)
\$ 149,299

See notes to financial statements

RURAL MUNICIPALITY OF PLEASANTDALE NO 398
 Consolidated Schedule of Tangible Capital Assets by Object

(Schedule 6)

As at December 31, 2023

	General Assets					Vehicles	Machinery & Equipment	Infrastructure Assets		General/ Infrastructure Assets Under Construction	Total	2022 Total
	Land	Land Improvements	Buildings					Linear Assets				
Asset cost												
Opening Asset costs	\$ 8,539	\$ -	\$ 109,191	\$ -	\$ -	-	\$ 2,454,231	\$ 4,322,009	\$ -	\$ -	\$ 6,893,970	\$ 6,208,626
Additions during the year	-	-	-	12,720	-	12,720	30,276	-	-	-	42,996	1,140,509
Disposals and write-downs during the year	-	-	-	-	-	-	(9,500)	-	-	-	(9,500)	(455,165)
Rounding	-	-	-	-	-	-	-	-	-	-	-	-
Closing Asset Costs	8,539	-	109,191	12,720	-	12,720	2,475,007	4,322,009	-	-	6,927,466	6,893,970
Accumulated Amortization Cost												
Opening Accumulated Amortization costs	-	-	72,130	-	-	-	1,091,633	2,581,540	-	-	3,745,303	3,469,531
Add: Amortization taken	-	-	2,183	-	-	-	288,267	87,617	-	-	378,067	378,029
Less: Accumulated amortization on disposals	-	-	-	-	-	-	(3,800)	-	-	-	(3,800)	(102,257)
Closing Accumulated	-	-	74,313	-	-	-	1,376,100	2,669,157	-	-	4,119,570	3,745,303
Net Book Value	\$ 8,539	\$ -	\$ 34,878	\$ 12,720	\$ -	\$ 12,720	\$ 1,098,907	\$ 1,652,852	\$ -	\$ -	\$ 2,807,896	\$ 3,148,667

- Total contributed/donated assets received in 2023 = \$nil
- List of assets recognized at nominal value in 2023 are:
 - Infrastructure Assets = \$nil
 - Vehicles = \$nil
 - Machinery and Equipment = \$nil
- Amount of interest capitalized in Schedule 6 = \$nil

See notes to financial statements

RURAL MUNICIPALITY OF PLEASANTDALE NO 398

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
Asset cost									
Opening Asset costs	\$ 78,595	\$ 42,400	\$ 6,693,927	\$ 27,183	\$ -	\$ -	\$ 51,865	\$ 6,893,970	\$ 6,208,626
Additions during the year	-	-	42,996	-	-	-	-	42,996	1,140,509
Disposals and write-downs during the year	-	-	(9,500)	-	-	-	-	(9,500)	(455,165)
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Rounding	-	-	-	-	-	-	-	-	-
Closing Asset Costs	78,595	42,400	6,727,423	27,183	-	-	51,865	6,927,466	6,893,970
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	40,060	12,720	3,654,416	5,957	-	-	32,150	3,745,303	3,469,531
Amortization	2,535	4,240	370,519	-	-	-	773	378,067	378,029
Less: Accumulated amortization on disposals	-	-	(3,800)	-	-	-	-	(3,800)	(102,257)
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Accumulated Amortization Cost total	42,595	16,960	4,021,135	5,957	-	-	32,923	4,119,570	3,745,303
Net Book Value	\$ 36,000	\$ 25,440	\$ 2,706,288	\$ 21,226	\$ -	\$ -	\$ 18,942	\$ 2,807,896	\$ 3,148,667

See notes to financial statements

RURAL MUNICIPALITY OF PLEASANTDALE NO 398

Consolidated Schedule of Accumulated Surplus

(Schedule 8)

As at December 31, 2023

	2022	Changes	2023
UNAPPROPRIATED SURPLUS	\$ 491,443	\$ 847,099	\$ 1,338,544
APPROPRIATED RESERVES			
Future expenditures	450,796	-	450,796
CCBF (New Deal Gas Tax)	269,028	(161,035)	107,993
Dedicated lands	6,749	71	6,820
Fire Equipment	10,355	17,524	27,879
Lac Vert water utility	9,371	97	9,468
Machinery and equipment	3,218	46,073	49,291
Road construction infrastructure	2,726	28	2,754
Bridges	50,266	50,569	100,835
Gravel	679	7	686
Pleasantdale Cemetery	20,716	(1,968)	18,748
Buildings	46,608	487	47,095
Total Appropriated	870,512	(48,147)	822,365
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6, 7)	3,148,667	(340,771)	2,807,896
Less: Related debt	(107,368)	(25,682)	(133,050)
Net Investment in Tangible Capital Assets	3,041,299	(366,453)	2,674,846
Accumulated Surplus (Deficit)			
excluding remeasurement gains (losses)	\$ 4,403,254	\$ 432,499	\$ 4,835,755

RURAL MUNICIPALITY OF PLEASANTDALE NO 398
Schedule of Mill Rates and Assessments

(Schedule 9)

As at December 31, 2023

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	125,686,310	11,881,225	-	-	1,741,650	-	139,309,185
Regional Park Assessment	-	32,957,440	-	-	-	-	32,957,440
Total Assessment	125,686,310	44,838,665	-	-	1,741,650	-	172,266,625
Total Base/Minimum Tax (generated for each property class) Ad valorem and special levies	17,750 1,250,760	59,250 117,662	- -	- -	750 30,309	- -	77,750 1,398,731
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	1,268,510	176,912	-	-	31,059	-	1,476,481

MILL RATES:

Average Municipal * = 10.60 mills
 Average School * = 2.29 mills
 Potash Mill Rate = n/a
 Uniform Municipal Mill Rate = 8.00 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 PLEASANTDALE NO 398

Schedule of Council Remuneration

(Schedule 10)

As at December 31, 2023

	Remuneration	Reimbursed Costs	Total
Reeve Morgan Leigh	5,169	3,052	8,221
Councillor Doug Hardy	1,300	594	1,894
Councillor Ernest Pederson	4,675	2,209	6,884
Councillor Helen Meekins	5,013	1,405	6,418
Councillor Jennifer Bushby	4,750	1,472	6,222
Councillor Mark Govan	2,756	354	3,110
Councillor Michael Patterson	200	31	231
Councillor Robert Hutchison	4,575	1,510	6,085
Total	28,438	10,627	39,065

RURAL MUNICIPALITY OF PLEASANTDALE NO 398

Schedule of Restructuring

(Schedule 11)

As at December 31, 2023

	Total 2023
Carrying Amount of Assets and Liabilities Transferred/Received at Restructuring Date:	
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	-
Total Net Carrying Amount Received (Transferred)	\$ -