

DISTRICT OF KATEPWA
Consolidated 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 judgments 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 fulfils 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.

MWC Chartered Professional Accountants LLP, 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.

Mayor

Administrator



Chartered Professional
Accountants LLP

INDEPENDENT AUDITOR'S REPORT

To the Ratepayers of District of Katepwa

Qualified Opinion

We have audited the consolidated financial statements of District of Katepwa (the District), which comprise the consolidated statement of financial position as at December 31, 2023, consolidated statement of operations, consolidated statement of change in net financial assets, 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 possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the District 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 (PSAS).

Basis for Qualified Opinion

The District is unable to economically implement controls for us to rely on to offer assurance on the completeness of revenues from donations and fees and charges, other than those from building permits and we are not able to satisfy ourselves on the amounts reported using other audit procedures. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the District, and we were not able to determine whether any adjustments might be necessary to those revenues, surplus (deficit) of revenues over expenses, and cash flows from operations for the years ended December 31, 2023 and 2022, current assets and net financial assets as at December 31, 2023 and 2022. Our audit opinion on the financial statements for the year ended December 31, 2022 was modified accordingly because of the possible effects of this limitation of scope.

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 District in accordance with ethical requirements that are relevant to our audit of the consolidated 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 qualified audit opinion.

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

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with PSAS, 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.

(continues)

An asset to our clients, not an expense

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

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

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

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

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise 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 District'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 District'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 District 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.

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.

The logo for MWC LLP is written in a stylized, handwritten-style font. The letters 'MWC' are larger and more prominent, with 'LLP' in a smaller font size to the right.

Chartered Professional Accountants

Regina, Saskatchewan
April 11, 2024

District of Katepwa

Consolidated Statement of Financial Position

As at December 31, 2023

Statement 1

	2023	2022
FINANCIAL ASSETS		
Cash and Cash Equivalents (Note 2)	8,017	150,041
Investments (Note 3)	1,223,847	1,221,968
Taxes Receivable - Municipal (Note 4)	36,186	19,161
Other Accounts Receivable (Note 5)	61,249	180,718
Assets Held for Sale (Note 6)	3,268	3,268
Long-Term Receivable (Note 7)	30,984	36,561
Debt Charges Recoverable	-	-
Derivative Assets	-	-
Other		
Total Financial Assets	1,363,551	1,611,717
LIABILITIES		
Bank Indebtedness (Note 8)	-	-
Accounts Payable	69,042	21,115
Accrued Liabilities Payable	101,561	22,221
Derivative Liabilities	-	-
Deposits	1,000	1,000
Deferred Revenue (Note 9)	7,367	7,401
Accrued Landfill Costs (Note 10)	14,000	10,218
Liability for Contaminated Sites		
Other Liabilities		
Long-Term Debt (Note 11)	304,161	402,761
Lease Obligations		
Total Liabilities	497,131	464,716
NET FINANCIAL ASSETS (DEBT)	866,420	1,147,001
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	4,672,954	3,946,796
Prepaid Expenses	-	7,500
Stock and Supplies	-	-
Other	-	-
Total Non-Financial Assets	4,672,954	3,954,296
ACCUMULATED SURPLUS (DEFICIT)	5,539,374	5,101,297
Accumulated surplus (deficit) is comprised of:		
Accumulated Surplus (Deficit) excluding remeasurement gains (losses) (Schedule 8)	5,539,374	5,101,297
Accumulated remeasurement gains (losses) (Statement 5)	-	-
CONTRACTUAL OBLIGATIONS (Note 12)		
CONTINGENT LIABILITIES (Note 13)		

The accompanying notes and schedules are an integral part of these statements.

District of Katepwa
Consolidated Statement of Operations
As at December 31, 2023

Statement 2

	2023 Budget	2023	2022
REVENUES			
Tax Revenue (Schedule 1)	970,110	974,194	961,471
Other Unconditional Revenue (Schedule 1)	116,670	132,249	116,670
Fees and Charges (Schedule 4, 5)	44,980	60,212	66,527
Conditional Grants (Schedule 4, 5)	12,930	25,839	170,091
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	-	-	-
Land Sales - Gain (Schedule 4, 5)	-	-	-
Investment Income (Note 3) (Schedule 4, 5)	48,000	61,151	33,784
Commissions (Schedule 4, 5)	-	-	-
Restructurings (Schedule 4,5)	-	-	-
Other Revenues (Schedule 4, 5)	-	93,540	25,256
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	18,700	452,041	9,641
Total Revenues	1,211,390	1,799,226	1,383,440
EXPENSES			
General Government Services (Schedule 3)	322,310	431,292	290,916
Protective Services (Schedule 3)	56,010	62,095	59,308
Transportation Services (Schedule 3)	390,420	481,384	417,975
Environmental and Public Health Services (Schedule 3)	129,910	119,617	119,024
Planning and Development Services (Schedule 3)	48,170	32,486	28,494
Recreation and Cultural Services (Schedule 3)	85,400	233,489	252,264
Utility Services (Schedule 3)	4,500	786	6,553
Restructurings (Schedule 3)	-	-	-
Total Expenses	1,036,720	1,361,149	1,174,534
Annual Surplus (Deficit) of Revenues over Expenses	174,670	438,077	208,906
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), Beginning of Year	5,101,297	5,101,297	4,892,391
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), End of Year	5,275,967	5,539,374	5,101,297

The accompanying notes and schedules are an integral part of these statements.

District of Katepwa
Consolidated Statement of Change in Net Financial Assets
As at December 31, 2023

Statement 3

	2023 Budget	2023	2022
Annual Surplus (Deficit) of Revenues over Expenses	174,670	438,077	208,906
(Acquisition) of tangible capital assets	-	(905,740)	(384,866)
Amortization of tangible capital assets	-	179,582	163,901
Proceeds on disposal of tangible capital assets	-	-	-
Loss (gain) on the disposal of tangible capital assets	-	-	-
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (Deficit) of capital expenses over expenditures	-	(726,158)	(220,965)
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expense	-	7,500	(6,090)
Consumption of supplies inventory	-	-	-
Use of prepaid expense	-	-	-
Surplus (Deficit) of expenses of other non-financial over expenditures	-	7,500	(6,090)
Unrealized remeasurement gains (losses)	-	-	-
Increase/Decrease in Net Financial Assets	174,670	(280,581)	(18,149)
Net Financial Assets (Debt) - Beginning of Year	1,147,001	1,147,001	1,165,150
Net Financial Assets (Debt) - End of Year	1,321,671	866,420	1,147,001

The accompanying notes and schedules are an integral part of these statements.

District of Katepwa
Consolidated Statement of Cash Flow
As at December 31, 2023

Statement 4

	2023	2022
Cash provided by (used for) the following activities		
Operating:		
Annual Surplus (Deficit) of Revenues over Expenses	438,077	208,906
Amortization	179,582	163,901
Loss (gain) on disposal of tangible capital assets	-	-
	617,659	372,807
Change in assets/liabilities		
Taxes Receivable - Municipal	(17,025)	31,398
Other Receivables	125,046	(175,558)
Assets Held for Sale	-	-
Other Financial Assets	-	-
Accounts and Accrued Liabilities Payable	127,267	(52,402)
Derivative Liabilities <i>[if applicable]</i>	-	-
Deposits	-	-
Deferred Revenue	(34)	(4,908)
Accrued Landfill Costs	3,782	(12,782)
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Stock and Supplies	-	-
Prepaid Expenses	7,500	(6,090)
Other	-	-
Cash provided by operating transactions	864,195	152,465
Capital:		
Acquisition of capital assets	(905,740)	(384,866)
Proceeds from the disposal of capital assets	-	-
Cash applied to capital transactions	(905,740)	(384,866)
Investing:		
Decrease (increase) in restricted cash or cash equivalents	-	-
Purchase of investments	-	(1,200,000)
Reinvested earnings on investments	(1,879)	(21,968)
Cash provided by (applied to) investing transactions	(1,879)	(1,221,968)
Financing:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	(98,600)	(97,239)
Other financing	-	-
Cash provided by (applied to) financing transactions	(98,600)	(97,239)
Change in Cash and Cash Equivalents during the year	(142,024)	(1,551,608)
Cash and Cash Equivalents - Beginning of Year	150,041	1,701,649
Cash and Cash Equivalents - End of Year	8,017	150,041

The accompanying notes and schedules are an integral part of these statements.

District of Katepwa
 Consolidated Statement of Remeasurement Gains and Losses
 As at December 31, 2023

Statement 5

	2023	2022
Accumulated remeasurement gains (losses) at the beginning of the year:	-	-
Unrealized gains (losses) attributable to (Note 3):		
Derivatives	-	-
Equity Investments measured at fair value	-	-
Foreign exchange	-	-
	-	-
Amounts reclassified to the Statement of Operations (Note 3):		
Derivatives	-	-
Equity Investments measured at fair value	-	-
Foreign exchange	-	-
	-	-
Net remeasurement gains (losses) for the year	-	-
Accumulated remeasurement gains(losses) at end of year	-	-

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. Entities included in these consolidated financial statements are as follows:

Entity
None

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. These consolidated financial statements contain the following partnerships:

Partnerships
None

- 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 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 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.
- 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.

District of Katepwa
Notes to the Consolidated Financial Statements
As at December 31, 2023

1. Significant Accounting Policies - continued

- k) **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:

<u>Financial Statement line item</u>	<u>Measurement</u>
Cash & Cash Equivalents	Amortized cost
Investments	Fair Value
Other Accounts Receivable	Amortized cost
Long term receivables	Amortized cost
Debt Charges Recoverable	Amortized cost
Bank Indebtedness	Amortized cost
Accounts payable and accrued liabilities	Amortized cost
Deposit liabilities	Amortized cost
Long-Term Debt	Amortized cost
Derivative Assets and Liabilities	Fair Value

- l) **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 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 asset's useful life using the straight-line method of amortization. Tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The municipality's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	5 to 20 Yrs.
Buildings	10 to 50 Yrs.
Vehicles & Equipment	
Vehicles	5 to 10 Yrs.
Machinery and Equipment	5 to 10 Yrs.
Leased capital assets	Lease term
Infrastructure Assets	
Infrastructure Assets	30 to 75 Yrs.
Water & Sewer	40 Yrs.
Road Network Assets	40 Yrs.

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

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

Capitalization of Interest: The 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 substantially all of the benefits and risk associated with the leased asset is classified as a capital leases and recorded as tangible capital assets. 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.

District of Katepwa
Notes to the Consolidated Financial Statements
As at December 31, 2023

1. Significant Accounting Policies - continued

- 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. Trust fund activities administered by the municipality would consist only of the school taxes collected and remitted.
- o) **Employee Benefit Plans:** Contributions to the municipality's multiemployer 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 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.
- 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 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.
- 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.
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 February 28, 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.

District of Katepwa
Notes to the Consolidated Financial Statements
As at December 31, 2023

1. Significant Accounting Policies - continued

- 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.

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 provides 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.

- 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.

- 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.

The District's does not own any derivative or equity instruments that are quoted in an active market. The District's investments consist only of guarantee investment certificates (GICs) which are recorded at fair value.

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.

The District does not own any tangible capital assets that require an asset retirement obligation. The landfill was decommissioned in October 2017.

District of Katepwa
Notes to the Consolidated Financial Statements
As at December 31, 2023

2. Cash and Cash Equivalents	2023	2022
Cash	8,017	150,041
Short-term investments	-	-
Restricted Cash	-	-
Total Cash and Cash Equivalents	8,017	150,041

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

3. Investments	2023	2022
Investments carried at fair value:		
Guaranteed investment certificates	1,223,847	1,221,968
Equity instruments quoted in an active market	-	-
Portfolio investments	-	-
Derivatives	-	-
Investments carried at amortized cost:		
Short-term notes and deposits	-	-
Government/government guaranteed bonds	-	-
Total investments	1,223,847	1,221,968

Guaranteed investment certificates (GICs) have interest rates between 4.38% and 5.32% (2022 - 4.07% and 4.45%) and mature between July 2024 and July 2026 (2022 - July 2023 and July 2025).

Investment Income	2023	2022
Interest	61,151	33,784
Dividends	-	-
Realized gains (losses) previously recognized in the statement of remeasurement	-	-
Realized gains (losses) on disposal	-	-
Impairment charges	-	-
Net settlement on Derivative Financial Instruments	-	-
Income from Portfolio Investments	-	-
Total investment income	61,151	33,784

Unrealized gains on equity investments carried at fair value of \$nil (2022 - \$nil) have been recognized in the statement of remeasurement gains and losses.

4. Taxes Receivable - Municipal	2023	2022
Municipal - Current	29,516	15,274
- Arrears	6,670	3,887
	36,186	19,161
- Less Allowance for Uncollectible	-	-
Total municipal taxes receivable	36,186	19,161
School - Current	30,337	15,146
- Arrears	6,946	3,462
Total taxes to be collected on behalf of School Divisions	37,283	18,608
Other	-	-
Total taxes and grants in lieu receivable or to be collected on behalf of other organizations	73,469	37,769
Deduct taxes to be collected on behalf of other organizations	(37,283)	(18,608)
Total Taxes Receivable - Municipal	36,186	19,161

District of Katepwa
Notes to the Consolidated Financial Statements
As at December 31, 2023

5. Other Accounts Receivable	2023	2022
Federal Government	35,747	170,690
Provincial Government	3,863	3,879
Local Government	-	-
Utility	-	-
Trade	21,639	6,149
Other	-	-
Total Other Accounts Receivable	61,249	180,718
Less: Allowance for Uncollectible	-	-
Net Other Accounts Receivable	61,249	180,718

6. Assets Held for Sale	2023	2022
Tax Title Property	3,268	3,268
Allowance for market value adjustment	-	-
Net Tax Title Property	3,268	3,268
Other Land	-	-
Allowance for market value adjustment	-	-
Net Other Land	-	-
Other (Describe)	-	-
Total Assets Held for Sale	3,268	3,268

7. Long-Term Receivable	2023	2022
Sask Assoc. of Rural Municipalities - Self Insurance Fund	-	-
North Valley Waste Management Authority Inc.	30,984	36,561
Total Long-Term Receivables	30,984	36,561

The long-term receivable is a loan due from North Valley Waste Management Authority for repayment of amounts to fund a new landfill cell, leachate pond and road extension. The loan does not bear any interest and is payable in quarterly payments of \$1,859.

8. Bank Indebtedness

The District has an operating line of credit totalling \$300,000 which bears interest at 7.2%. As at December 31, 2023 \$Nil (2022 - \$Nil) has been drawn.

9. Deferred Revenue	2023	2022
Prepaid taxes	7,367	7,401
Total Deferred Revenue	7,367	7,401

District of Katepwa
Notes to the Consolidated Financial Statements
As at December 31, 2023

10. Liability for Contaminated Sites

	2023	2022
Environmental Liabilities	14,000	10,218

Accrued landfill costs have been recorded at the estimated total landfill closure and post-closure care expenses.

Landfill closure and post-closure care requirements have been defined in accordance with The Environmental Management and Protection Act and include final covering and landscaping of the landfill, pumping of ground water, methane gas and leachate management, and ongoing environmental monitoring, site inspection and maintenance. The reported liability is based on estimates and assumptions with respect to a proposed plan to decommission the landfill. Future events may result in significant changes to the estimated total expense, capacity used or total capacity and the estimated liability, and would be recognized prospectively, as a change in estimate, when applicable.

The District discontinued use of the landfill in October 2017 and engaged services for removal of the municipalities waste from a third party. Due to the short term expected for the closure of the landfill, the estimated liability has not been recorded at the discounted present value but rather at the actual expected outlays over the period of closure. As at yearend \$77,537 (2022 - \$77,537) has been denoted in the restricted funds of the District but no specific assets have been designated for settling the liability.

The landfill closure was completed in 2019 at which time monitoring of the site was required for at least the next 3 years at an expected annual cost of \$23,000 unless the soil conditions changed. As of the most recent engineering report, for this site to close permanently and obtain signoff, downgradient concentrations of groundwater need to be consistent with naturally occurring background levels or have decreased below the Saskatchewan Environmental Quality Guidelines (SEQG) for 3 consecutive monitoring events. As we are unable to determine when the geochemistry may stabilize and begin to decrease, no estimated future costs can be predicted and the accrued landfill costs were adjusted to the 2024 budgeted figures.

11. Long-Term Debt

The debt limit of the municipality is \$1,014,434. 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)).

Debenture debt bears interest at 1.40% per annum, repayable in five annual blended instalments of \$104,239. The debenture matures on August 2, 2026.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Year Total	Prior Year Principal
2024	99,981	4,258	104,239	104,239
2025	101,380	2,859	104,239	104,239
2026	102,800	1,439	104,239	104,239
2027	-	-	-	-
2028	-	-	-	-
Thereafter	-	-	-	-
Balance	304,161	8,556	312,717	312,717

12. Contractual Obligations

The District is under an indefinite contract with the Town of Balcarres for fire protection services that can be terminated by either party with 60 days notice.

The District has a long term lease with respect to equipment with De Lage Landen Financial Services. The future minimum lease payments are included

The District entered into a contract with Watermark Consulting Ltd. for annual monitoring and decommissioning of the landfill site. As of the most recent engineering report, for this site to close permanently and obtain signoff, downgradient concentrations of groundwater need to be consistent with naturally occurring background levels or have decreased below the Saskatchewan Environmental Quality Guidelines (SEQG) for 3 consecutive monitoring events. As we are unable to determine when the geochemistry may stabilize and begin to decrease, no estimated future costs can be predicted and the accrued landfill costs were adjusted to the 2024 budgeted figures.

The District is a member of the North Valley Waste Management Authority Inc. (NVWMA). The District is required to pay a fee equal to 5% of the NVWMA's annual operating budget in order to utilize their landfill facilities. Information was not available for NVWMA's expected operating budget. As a result, the NVWMA fee has been excluded from the future minimum payments below.

The District entered in a contract in 2019 with Professional Building Inspections Inc. for all Class 1, 2, and 3 building inspections within the District. The contract can be terminated by either party with 60 days notice. These services are on an as needed basis, and therefore could not be predicted and were excluded from the future minimum payments below.

Future minimum payments are as follows:

Year	Amount
2024	33,200
2025	19,551
2026	19,910
2027	20,276
2028	20,649
	113,586

District of Katepwa
Notes to the Consolidated Financial Statements
As at December 31, 2023

13. Contingent Liabilities

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.

14. 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 \$21,460 (2022 - \$19,147). 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.

Total current service contributions by the municipality to the MEPP in 2023 were \$10,863. Total current service contributions by the employees of the municipality to the MEPP in 2023 were \$10,863.

As the District has a defined benefit plan, they do not hold the fund so do not have an actuarial deficiency/surplus.

Defined Contribution Plans: The municipality does not hold any defined contribution plans.

15. Related Parties

The District is related to Council, management, and their close family members. Transactions with these related parties are in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

There are no balances owing to, or from, related parties at year end. The following is a summary of the District's related party transactions:

	Amount
Recreational Infrastructure - Capital	\$ 61,668
GG - Water Utilities	2,360
TS - Maintenance, materials, and supplies	1,128
EH - Maintenance, materials, and supplies	182
TS - Wages and benefits	4,808
	\$ 70,146

16. Loan Guarantees

The District has provided a limited guarantee of \$37,181 loan taken out by the North Valley Waste Management Authority Inc. for the cost of completing a new landfill cell, leachate pond and road extension. As at December 31, 2023 the municipalities share of this loan guarantee is approximately \$30,984. While the District monitors the status of this loan and the financial position of the organization, it is not possible to determine the amount of the liability, if any, that may result from the guarantee. Therefore no liability has been accrued as no payments are expected to be made.

17. Risk Management

Through its financial assets and liabilities, the municipality is exposed to various risks.

Credit Risk

Credit risk is the risk that one party to a financial instrument will fail to discharge their responsibilities with respect to the financial instrument, and in so doing, cause a loss for the other party. The financial instruments that potentially subject the municipality to credit risk consist of accounts receivable. An allowance for doubtful accounts is established based upon factors surrounding the credit risk of specific accounts, historical trends and other information. The District has a significant number of ratepayers which minimizes concentration of credit risk.

Liquidity Risk

Liquidity risk is the risk that the entity will encounter difficulty in meeting financial obligations as they fall due. The District undertakes regular cash flow analyses to ensure that there are sufficient cash resources to meet all obligations. The financial instruments that potentially subject the municipality to liquidity risk consist of receipt of funds from customers and payment of accounts payable, payment of accounts payable and long-term debt.

Interest Rate Risk

Interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate due to changes in market interest rates. In seeking to minimize the risks from interest rate fluctuations, the District manages exposure through its normal operating and financing activities. The District is exposed to interest rate risk primarily through its line of credit and long-term debt that has a fixed rate. The interest rate and maturity date of the debt is disclosed in Note 11.

18. Budget Information

Budget figures approved by Council have been included for information purposes only and were not subject to audit.

19. Comparative Figures

Prior year comparative figures have been restated to conform to the current year's presentation. There was no impact on total assets, total liabilities, accumulated surplus (deficit), total revenues, total expenses or surplus (deficit) of revenues over expenses for the year as a result of the classification.

District of Katepwa
 Schedule of Taxes and Other Unconditional Revenue
 As at December 31, 2023

Schedule 1

	2023 Budget	2023	2022
TAXES			
General municipal tax levy	1,028,000	1,039,933	1,026,374
Abatements and adjustments	(800)	(9,203)	(10,150)
Discount on current year taxes	(134,990)	(137,658)	(134,994)
Net Municipal Taxes	892,210	893,072	881,230
Potash tax share	-	-	-
Trailer license fees	18,300	18,225	18,225
Penalties on tax arrears	2,900	2,874	7,024
Special tax levy	-	-	-
Other	-	-	-
Total Taxes	913,410	914,171	906,479
UNCONDITIONAL GRANTS			
Revenue Sharing (Organized Hamlet)	116,670	132,249	116,670
Safe Restart	-	-	-
Other	-	-	-
Total Unconditional Grants	116,670	132,249	116,670
GRANTS IN LIEU OF TAXES			
Federal	-	-	-
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	-	-	-
Central Services	-	-	-
SaskTel	800	762	762
Other	-	-	-
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other	-	-	-
Other Government Transfers			
S.P.C. Surcharge	55,900	59,261	54,230
Sask Energy Surcharge	-	-	-
Other	-	-	-
Total Grants in Lieu of Taxes	56,700	60,023	54,992
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	1,086,780	1,106,443	1,078,141

District of Katepwa
Schedule of Operating and Capital Revenue by Function
As at December 31, 2023

Schedule 2 - 1

	2023 Budget	2023	2022
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	4,380	1,588	6,877
- Sales of supplies	-	-	10,875
- Building permits	24,000	31,899	26,768
- Other (tax certificates, general office services, fire fees, license plates)	1,100	9,189	7,934
Total Fees and Charges	29,480	42,676	52,454
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain	-	-	-
- Investment income	48,000	61,151	33,784
- Commissions	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	77,480	103,827	86,238
Conditional Grants			
- Student Employment	-	3,640	3,310
- MEEP	-	-	-
- Other (SGI, Canada Heritage, Community Initiatives Fund, Prairie Economic Development Canada)	10,000	18,869	163,851
Total Conditional Grants	10,000	22,509	167,161
Total Operating	87,480	126,336	253,399
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	18,700	21,029	9,641
- ICIP	-	431,012	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Capital	18,700	452,041	9,641
Restructuring Revenue	-	-	-
Total General Government Services	106,180	578,377	263,040

PROTECTIVE SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Other	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-

Capital

Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Protective Services	-	-	-

District of Katepwa
Schedule of Operating and Capital Revenue by Function
As at December 31, 2023

Schedule 2 - 2

	2023 Budget	2023	2022
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	-	-	-
- Sales of supplies	-	-	-
- Road Maintenance and Restoration Agreements	-	-	-
- Frontage	-	-	-
- Other	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- RIRG (CTP)	-	-	-
- Student Employment	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- RIRG (CTP, Bridge and Large Culvert, Road Const.)	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Transportation Services	-	-	-

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	13,500	15,800	12,071
- Other	-	-	-
Total Fees and Charges	13,500	15,800	12,071
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	13,500	15,800	12,071
Conditional Grants			
- Student Employment	-	-	-
- TAPD	-	-	-
- Local government	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	13,500	15,800	12,071
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- TAPD	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Environmental and Public Health Services	13,500	15,800	12,071

District of Katepwa
Schedule of Operating and Capital Revenue by Function
As at December 31, 2023

Schedule 2 - 3

	2023 Budget	2023	2022
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges	-	-	-
- Other	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Planning and Development Services	-	-	-

RECREATION AND CULTURAL SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Other (Rental Fees)	2,000	1,736	2,002
Total Fees and Charges	2,000	1,736	2,002
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (Donations)	-	93,540	25,256
Total Other Segmented Revenue	2,000	95,276	27,258
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- MEEP	-	-	-
- Other (Sask Lotteries)	2,930	3,330	2,930
Total Conditional Grants	2,930	3,330	2,930
Total Operating	4,930	98,606	30,188
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Recreation and Cultural Services	4,930	98,606	30,188

District of Katepwa
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2023

Schedule 2 - 4

	2023 Budget	2023	2022
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	-	-	-
- Sewer	-	-	-
- Other	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- New Building Canada Fund (SCF, NRP)	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue	-	-	-
Total Utility Services	-	-	-
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	124,610	692,783	305,299

SUMMARY

Total Other Segmented Revenue	92,980	214,903	125,567
Total Conditional Grants	12,930	25,839	170,091
Total Capital Grants and Contributions	18,700	452,041	9,641
Restructuring Revenue	-	-	-
TOTAL REVENUE BY FUNCTION	124,610	692,783	305,299

District of Katepwa

Total Expenses by Function

As at December 31, 2023

Schedule 3 - 1

	2023 Budget	2023	2022
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	26,600	18,760	24,200
Wages and benefits	167,900	223,941	147,544
Professional/Contractual services	57,860	50,213	61,394
Utilities	7,400	8,048	6,765
Maintenance, materials and supplies	39,400	44,867	29,886
Grants and contributions - operating	900	58,047	695
- capital	-	-	-
Amortization	6,950	7,559	7,347
Accretion of asset retirement obligation	-	-	-
Interest	1,500	4,672	1,153
Other (Advertising, memberships, training, travel and meals)	13,800	15,185	11,932
General Government Services	322,310	431,292	290,916
Restructuring	-	-	-
Total General Government Services	322,310	431,292	290,916

PROTECTIVE SERVICES

Police protection

Wages and benefits	-	-	-
Professional/Contractual services	27,130	31,164	26,232
Utilities	-	-	-
Maintenance, material and supplies	-	-	-
Accretion of asset retirement obligation	-	-	-
Grants and contributions - operating	500	500	500
- capital	-	-	-
Other	-	-	-

Fire protection

Wages and benefits	-	-	-
Professional/Contractual services	22,750	26,319	28,973
Utilities	1,730	1,758	1,485
Maintenance, material and supplies	1,000	549	313
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	1,900	1,805	1,805
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other (Travel and meals)	1,000	-	-

Protective Services	56,010	62,095	59,308
Restructuring	-	-	-
Total Protective Services	56,010	62,095	59,308

TRANSPORTATION SERVICES

Wages and benefits	153,820	194,428	148,918
Professional/Contractual Services	33,500	23,285	25,108
Utilities	41,000	38,916	37,422
Maintenance, materials, and supplies	89,900	116,553	104,666
Gravel	7,000	4,280	10,655
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	59,000	98,025	83,512
Interest	4,200	5,639	7,000
Accretion of asset retirement obligation	-	-	-
Other (Travel and meals)	2,000	258	694

Transportation Services	390,420	481,384	417,975
Restructuring	-	-	-
Total Transportation Services	390,420	481,384	417,975

District of Katepwa
 Total Expenses by Function
 As at December 31, 2023

Schedule 3 - 2

	2023 Budget	2023	2022
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	-	-	-
Professional/Contractual services	42,030	43,185	42,032
Utilities	-	-	-
Maintenance, materials and supplies	18,580	11,341	10,784
Grants and contributions - operating	-	-	-
o Waste disposal	-	-	-
o Public Health	-	-	-
- capital	-	-	-
o Waste disposal	-	-	-
o Public Health	-	-	-
Amortization	66,500	65,091	66,208
Interest	2,800	-	-
Accretion of asset retirement obligation	-	-	-
Other	-	-	-
Environmental and Public Health Services	129,910	119,617	119,024
Restructuring	-	-	-
Total Environmental and Public Health Services	129,910	119,617	119,024
PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	-	-	-
Professional/Contractual Services	26,670	26,092	23,581
Maintenance, materials and supplies	21,500	6,394	4,913
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other	-	-	-
Planning and Development Services	48,170	32,486	28,494
Restructuring	-	-	-
Total Planning and Development Services	48,170	32,486	28,494
RECREATION AND CULTURAL SERVICES			
Wages and benefits	9,700	17,638	3,747
Professional/Contractual services	-	-	-
Utilities	3,500	3,007	2,543
Maintenance, materials and supplies	38,600	39,424	26,186
Grants and contributions - operating	-	-	-
- capital	5,000	128,328	190,104
Amortization	4,100	7,102	5,029
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other (Summer program, Canada Day, fireworks)	24,500	37,990	24,655
Recreation and Cultural Services	85,400	233,489	252,264
Restructuring	-	-	-
Total Recreation and Cultural Services	85,400	233,489	252,264

District of Katepwa
Total Expenses by Function
As at December 31, 2023

Schedule 3 - 3

	2023 Budget	2023	2022
UTILITY SERVICES			
Wages and benefits	-	-	-
Professional/Contractual services	-	-	-
Utilities	-	-	-
Maintenance, materials and supplies	4,500	786	6,553
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other	-	-	-
Utility Services	4,500	786	6,553
Restructuring	-	-	-
Total Utility Services	4,500	786	6,553
TOTAL EXPENSES BY FUNCTION	1,036,720	1,361,149	1,174,534

District of Katepwa
Consolidated Schedule of Segment Disclosure by Function
As at December 31, 2023

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	42,676	-	-	15,800	-	1,736	-	60,212
Tangible Capital Asset Sales - Gain	-	-	-	-	-	-	-	-
Land Sales - Gain	-	-	-	-	-	-	-	-
Investment Income	61,151	-	-	-	-	-	-	61,151
Commissions	-	-	-	-	-	-	-	-
Other Revenues	-	-	-	-	-	93,540	-	93,540
Grants - Conditional	22,509	-	-	-	-	3,330	-	25,839
- Capital	452,041	-	-	-	-	-	-	452,041
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	578,377	-	-	15,800	-	98,606	-	692,783
Expenses (Schedule 3)								
Wages & Benefits	242,701	-	194,428	-	-	17,638	-	454,767
Professional/ Contractual Services	50,213	57,483	23,285	43,185	26,092	-	-	200,258
Utilities	8,048	1,758	38,916	-	-	3,007	-	51,729
Maintenance Materials and Supplies	44,867	549	120,833	11,341	6,394	39,424	786	224,194
Grants and Contributions	58,047	500	-	-	-	128,328	-	186,875
Amortization	7,559	1,805	98,025	65,091	-	7,102	-	179,582
Interest	4,672	-	5,639	-	-	-	-	10,311
Accretion of asset retirement obligation	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	15,185	-	258	-	-	37,990	-	53,433
Total Expenses	431,292	62,095	481,384	119,617	32,486	233,489	786	1,361,149
Surplus (Deficit) by Function	147,085	(62,095)	(481,384)	(103,817)	(32,486)	(134,883)	(786)	(668,366)

Taxes and other unconditional revenue (Schedule 1)

1,106,443

Net Surplus (Deficit)

438,077

District of Katepwa
Consolidated Schedule of Segment Disclosure by Function
As at December 31, 2022

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	52,454	-	-	12,071	-	2,002	-	66,527
Tangible Capital Asset Sales - Gain	-	-	-	-	-	-	-	-
Land Sales - Gain	-	-	-	-	-	-	-	-
Investment Income	33,784	-	-	-	-	-	-	33,784
Commissions	-	-	-	-	-	-	-	-
Other Revenues	-	-	-	-	-	25,256	-	25,256
Grants - Conditional	167,161	-	-	-	-	2,930	-	170,091
- Capital	9,641	-	-	-	-	-	-	9,641
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	263,040	-	-	12,071	-	30,188	-	305,299
Expenses (Schedule 3)								
Wages & Benefits	171,744	-	148,918	-	-	3,747	-	324,409
Professional/ Contractual Services	61,394	55,205	25,108	42,032	23,581	-	-	207,320
Utilities	6,765	1,485	37,422	-	-	2,543	-	48,215
Maintenance Materials and Supplies	29,886	313	115,321	10,784	4,913	26,186	6,553	193,956
Grants and Contributions	695	500	-	-	-	190,104	-	191,299
Amortization	7,347	1,805	83,512	66,208	-	5,029	-	163,901
Interest	1,153	-	7,000	-	-	-	-	8,153
Accretion of asset retirement obligation	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	11,932	-	694	-	-	24,655	-	37,281
Total Expenses	290,916	59,308	417,975	119,024	28,494	252,264	6,553	1,174,534
Surplus (Deficit) by Function	(27,876)	(59,308)	(417,975)	(106,953)	(28,494)	(222,076)	(6,553)	(869,235)

Taxes and other unconditional revenue (Schedule 1) 1,078,141

Net Surplus (Deficit) **208,906**

District of Katepwa
 Consolidated Schedule of Tangible Capital Assets by Object
 As at December 31, 2023

Schedule 6

		2023						2022		
		General Assets					Infrastructure Assets	General/ Infrastructure		
		Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear assets	Assets Under Construction	Total	Total
Assets	Asset cost									
	Opening Asset costs	319,515	-	268,743	339,606	289,608	4,263,301	-	5,480,773	5,095,907
	Additions during the year	-	-	-	11,660	203,565	8,303	682,212	905,740	384,866
	Disposals and write-downs during the year	-	-	-	-	-	-	-	-	-
	Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
	Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
	Closing Asset Costs	319,515	-	268,743	351,266	493,173	4,271,604	682,212	6,386,513	5,480,773
Amortization	Accumulated Amortization Cost									
	Opening Accumulated Amortization Costs	-	-	101,284	132,280	145,800	1,154,613	-	1,533,977	1,370,076
	Add: Amortization taken	-	-	6,176	26,039	46,589	100,778	-	179,582	163,901
	Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	-
	Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
		Closing Accumulated Amortization	-	-	107,460	158,319	192,389	1,255,391	-	1,713,559
	Net Book Value	319,515	-	161,283	192,947	300,784	3,016,213	682,212	4,672,954	3,946,796

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

District of Katepwa
Consolidated Schedule of Tangible Capital Assets by Function
As at December 31, 2023

Schedule 7

		2023							2022	
		General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
Assets	Asset cost									
	Opening Asset costs	604,108	18,051	2,086,067	2,648,313	-	124,234	-	5,480,773	5,095,907
	Additions during the year	2,120	-	179,956	-	-	723,664	-	905,740	384,866
	Disposals and write-downs during the year	-	-	-	-	-	-	-	-	-
	Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
	Closing Asset Costs	606,228	18,051	2,266,023	2,648,313	-	847,898	-	6,386,513	5,480,773
Amortization	Accumulated									
	Opening Accumulated Amortization Costs	108,906	14,440	636,742	695,597	-	78,292	-	1,533,977	1,370,076
	Add: Amortization taken	7,559	1,805	98,025	65,091	-	7,102	-	179,582	163,901
	Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	-
	Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
	Closing Accumulated Amortization Costs	116,465	16,245	734,767	760,688	-	85,394	-	1,713,559	1,533,977
	Net Book Value	489,763	1,806	1,531,256	1,887,625	-	762,504	-	4,672,954	3,946,796

District of Katepwa
 Consolidated Schedule of Accumulated Surplus
 As at December 31, 2023

Schedule 8

	2022	Changes	2023
UNAPPROPRIATED SURPLUS	229,241	(288,081)	(58,840)
APPROPRIATED RESERVES			
Machinery and Equipment	25,000	-	25,000
Public Reserve	12,569	-	12,569
Capital Trust	470,000	-	470,000
Other:			
- Drainage	48,000	-	48,000
- Emergency	35,537	-	35,537
- Fire	6,000	-	6,000
- Lagoon	84,083	-	84,083
- Landfill	77,537	-	77,537
- Recreation - Capital	10,800	-	10,800
- Recreation - Get Active Glenwood	191	-	191
- Roads	143,043	-	143,043
- Environmental Improvement	10,000	-	10,000
- Office Equipment/Computers	2,500	-	2,500
Total Appropriated	925,260	-	925,260
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6, 7)	3,946,796	726,158	4,672,954
Less: Related debt	-	-	-
Net Investment in Tangible Capital Assets	3,946,796	726,158	4,672,954
Accumulated Surplus (Deficit) excluding remeasurement gains (losses)	5,101,297	438,077	5,539,374

District of Katepwa
 Schedule of Mill Rates and Assessments
 As at December 31, 2023

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	14,080	115,627,600	4,573,840	118,075,200	2,605,165	-	240,895,885
Regional Park Assessment							
Total Assessment							240,895,885
Mill Rate Factor(s)	3.3300	3.3300	3.3300	3.3300	3.3300		
Total Base/Minimum Tax (generated for each property class)	500	113,888	4,505	116,357	2,500		237,750
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	547	498,928	19,736	509,547	11,175		1,039,933

MILL RATES:	MILLS
Average Municipal*	4.32
Average School*	4.49
Potash Mill Rate	-
Uniform Municipal Mill Rate	3.33

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

District of Katepwa
 Schedule of Council Remuneration
 As at December 31, 2023

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Mayor	Rick Pattison	-	-	-
Councillor	Stephen Alport	2,000	800	2,800
Councillor	Scott Baber	1,800	-	1,800
Councillor	Darren Cyca	1,800	-	1,800
Councillor	Corey Hodson	2,200	800	3,000
Councillor	Garry Huntington	2,200	-	2,200
Councillor	Murdoch MacPherson	2,000	1,960	3,960
Councillor	David Thauberger	1,800	1,400	3,200
Total		13,800	4,960	18,760

District of Katepwa
 Schedule of Restructuring
 As at December 31, 2023

Schedule 11

	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)	-