

TOWN OF ROCANVILLE
Consolidated Financial Statements
December 31, 2023

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Management's Responsibility

The municipality's management is responsible for the preparation and presentation of the accompanying financial statements in accordance with Canadian public sector accounting standards (PSAS). The preparation of the statements necessarily includes selecting appropriate accounting policies 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 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 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.

Dudley & Company LLP, an independent firm of Chartered Professional Accountants, is appointed by the Council to audit the financial statements and report directly to them; their report is attached to the financial statements. The external auditors have full and free access to both the Council and management to communicate their audit findings.

A handwritten signature in black ink, appearing to be 'P. Paul', written over a horizontal line.

Council

A handwritten signature in blue ink, appearing to be 'J. Strandlund', written over a horizontal line.

Administration

INDEPENDENT AUDITORS' REPORT

To the Mayor and Councillors
Town of Rocanville

Opinion

We have audited the financial statements of the **TOWN OF ROCANVILLE**, which comprise the statement of financial position as at December 31, 2023 and the statements of operations, changes in net financial assets 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 its financial performance and its 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 *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the municipality in accordance with the 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 Canadian public sector accounting standards, 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 intends to dissolve 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.

Auditors' 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 auditors' 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 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.

Independent Auditors' Report (continued)

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 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 auditors' 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 auditors' 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.

Emphasis of Matter

The prior period's financials have been restated. We direct your attention to Schedule 11 of these financial statements, which outlines the details of this restatement.

Regina, Saskatchewan
April 24, 2024



Dudley & Company LLP
Chartered Professional Accountants

TOWN OF ROCANVILLE
Statement of Financial Position
As at December 31, 2023

Statement 1

	2023	2022 (Restated)
FINANCIAL ASSETS		
Cash & Cash Equivalents (Note 2)	\$ 1,770,202	\$ 1,292,948
Investments	-	-
Taxes Receivable - Municipal (Note 3)	30,154	12,609
Other Accounts Receivable (Note 4)	141,254	150,153
Assets Held for Sale	-	-
Long-Term Receivable	-	-
Other Long-Term Investments (Note 5)	60,884	162,624
Debt Charges Recoverable	-	-
Derivative Assets	-	-

Total Financial Assets	2,002,494	1,618,334
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LIABILITIES

Bank Indebtedness	-	-
Accounts Payable (Note 6)	70,794	79,830
Accrued Liabilities Payable	-	-
Derivative Liabilities	-	-
Deposits	-	-
Deferred Revenue (Note 7)	12,618	25,236
Asset Retirement Obligation (Note 8)	87,183	83,031
Liability for Contaminated Sites	-	-
Long-Term Debt (Note 9)	115,701	237,416
Lease Obligations	-	-

Total Liabilities	286,296	425,513
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NET FINANCIAL ASSETS	1,716,198	1,192,821
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Non-Financial Assets

Tangible Capital Assets (Schedules 6, 7)	10,481,852	10,676,164
Prepayment and Deferred Charges	-	20,893
Stock and Supplies	33,341	33,036
Other (Note 10)	61,127	61,127

Total Non-Financial Assets	10,576,320	10,791,220
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Accumulated Surplus (Deficit) (Schedule 8)	\$ 12,292,518	\$ 11,984,041
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Accumulated surplus (deficit) is comprised of:

Accumulated surplus (deficit) excluding rereasurement gains (losses)	\$ 12,292,518	\$ 11,984,041
Accumulated rereasurement gains (losses) (Statement 5)	\$ -	\$ -

The accompanying notes form an integral part of these financial statements.

TOWN OF ROCANVILLE
Statement of Operations
For the year ended December 31, 2023

Statement 2

		2023 Budget	2023	2022 (Restated)
Revenues				
Tax Revenue	(Schedule 1)	\$ 967,180	\$ 965,072	\$ 921,691
Other Unconditional Revenue	(Schedule 1)	311,967	317,164	287,600
Fees and Charges	(Schedule 4, 5)	679,512	981,074	1,321,927
Conditional Grants	(Schedule 4, 5)	350,523	278,002	192,796
Tangible Capital Assets - Gain (Loss)	(Schedule 4, 5)	-	(4,331)	1,750
Land Sales - Gain	(Schedule 4, 5)	-	-	-
Investment Income and Commissions	(Schedule 4, 5)	19,707	61,149	22,392
Other Revenues	(Schedule 4, 5)	3,611	4,411	6,178
Restructurings	(Schedule 4, 5)	-	-	-
Provincial/Federal Capital Grants	(Schedule 4, 5)	30,464	328,820	284,716
Total Revenues		2,362,964	2,931,361	3,039,050
Expenses				
General Government Services	(Schedule 3)	250,538	242,762	300,179
Protective Services	(Schedule 3)	159,995	155,966	179,990
Transportation Services	(Schedule 3)	585,300	744,913	630,726
Environmental and Public Health Services	(Schedule 3)	178,589	175,399	174,967
Planning and Development Services	(Schedule 3)	37,892	93,678	95,573
Recreation and Cultural Services	(Schedule 3)	563,865	835,757	973,492
Utility Services	(Schedule 3)	323,489	374,409	458,513
Total Expenses		2,099,668	2,622,884	2,813,440
Surplus (Deficit) of Revenues over Expenses		263,296	308,477	225,610
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), Beginning of Year		11,984,041	11,984,041	11,758,431
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), End of Year		\$ 12,247,337	\$ 12,292,518	\$ 11,984,041

The accompanying notes form an integral part of these financial statements.

TOWN OF ROCANVILLE
Statement of Changes in Net Financial Assets
For the year ended December 31, 2023

Statement 3

	2023 Budget	2023	2022 (Restated)
Annual Surplus (Deficit)	\$ 263,296	\$ 308,477	\$ 225,610
(Acquisition) of tangible capital assets	(52,000)	(277,196)	(530,503)
Amortization of tangible capital assets	-	467,177	460,724
Proceeds of disposal of tangible capital assets	-	-	4,500
Loss (gain) on disposal of tangible capital assets	-	4,331	(1,750)
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (Deficit) of capital expenses over expenditures	(52,000)	194,312	(67,029)
(Acquisition) of supplies inventories	-	(305)	-
(Acquisition) of prepaid expense	-	-	(892)
(Increase) to other non-financial assets	-	-	-
Consumption of supplies inventory	-	-	2,622
Use of prepaid expense	-	20,893	-
Decrease to other non-financial assets	-	-	-
Surplus (Deficit) of other non-financial expenses over expenditures	-	20,588	1,730
Unrealized remeasurement gains (losses)	-	-	-
Increase/Decrease in Net Financial Assets	211,296	523,377	160,311
Net Financial Assets - Beginning of Year	1,192,821	1,192,821	1,032,510
Net Financial Assets - End of Year	\$ 1,404,117	\$ 1,716,198	\$ 1,192,821

The accompanying notes form an integral part of these financial statements.

TOWN OF ROCANVILLE
Statement of Cash Flows
For the year ended December 31, 2023

Statement 4

	2023	2022 (Restated)
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	\$ 308,477	\$ 225,610
Amortization	467,177	460,724
Loss (gain) on disposal of tangible capital assets	4,331	(1,750)
	<u>779,985</u>	<u>684,584</u>
Changes in assets / liabilities		
Taxes Receivable - Municipal	(17,545)	5,031
Other Receivables	8,899	56,944
Assets Held for Sale	-	-
Accounts and Accrued Liabilities Payable	(9,036)	(5,872)
Derivative Liabilities	-	-
Deposits	-	-
Deferred Revenue	(12,618)	(12,617)
Other Liabilities	-	-
Asset Retirement Obligation	4,152	3,954
Liability for Contaminated Sites	-	-
Stock and Supplies for Use	(305)	2,622
Prepayments and Deferred Charges	20,893	(892)
Other Non-Financial Assets	-	-
Net cash from (used for) operations	774,425	733,754
Capital:		
Cash Used to Acquire Tangible Capital Assets	(277,196)	(530,503)
Proceeds on Sale of Tangible Capital Assets	-	4,500
Net cash from (used for) capital	(277,196)	(526,003)
Investing:		
Proceeds on Disposal (Acquisition) of Investments	101,740	(101,550)
Other Investments	-	-
Net cash from (used for) investing	101,740	(101,550)
Financing:		
Debt Charges Recovered	-	-
Long-Term Debt Issued	-	-
Long-Term Debt Repaid	(121,715)	(278,282)
Other Financing	-	-
Net cash from (used for) financing	(121,715)	(278,282)
Increase (Decrease) in cash resources	477,254	(172,081)
Cash and Cash Equivalents - Beginning of Year	1,292,948	1,465,029
Cash and Cash Equivalents - End of Year	\$ 1,770,202	\$ 1,292,948

The accompanying notes form an integral part of these financial statements.

TOWN OF ROCANVILLE
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	\$ -	\$ -

TOWN OF ROCANVILLE
Notes to the Financial Statements
For the year ended December 31, 2023

1. SUMMARY OF 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 report 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.

A partnership represents a contractual arrangement between the municipality and a party 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 operation of the partnership.

Entities and partnerships included in these Consolidated financial statements are as follows:

<u>Entity</u>	<u>Basis of recording</u>
Rocanville Dial A Van Committee	Consolidated
Rocanville Community Hall Board	Consolidated
Southeast Municipal Healthcare Corporation	Modified equity method

All inter-organizational transactions and balances have been eliminated.

(b) Collection of Funds for Other Authorities:

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

TOWN OF ROCANVILLE
Notes to the Financial Statements
For the year ended December 31, 2023

(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 either expenses or revenues in the period that the events giving rise to the transfer occur, providing:

- a) the transfer is authorized;
- b) eligibility criteria have been met by the recipient; and
- c) a reasonable estimate of the amount can be made.

Unearned government transfer amounts received will be recorded as deferred revenue.

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

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 the taxes as capital revenue in the period the project is undertaken and the prepayments are accepted. Any frontage taxes not prepaid are reported as a long-term asset to be reduced by the principle portion of each annual frontage tax levy.

(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 municipality because they can be used to provide municipal services in future periods. These assets do not normally provide resources to discharge the liabilities of the municipality 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.

TOWN OF ROCANVILLE
Notes to the Financial Statements
For the year ended December 31, 2023

(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 from other taxing authorities operate as a flow through and are excluded from municipal revenue.

(k) Investments:

Portfolio investments are valued in accordance with the policy noted on financial instruments, less any provision for other than temporary impairment. Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment.

The long term investments in the Southeast Municipal Healthcare Corporation are accounted for on the modified equity basis.

TOWN OF ROCANVILLE
Notes to the Financial Statements
For the year ended December 31, 2023

(l) Financial Instruments:

Derivative and equity investments 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 methods. Impairment losses are recognized in the statement of operations when there is an other than temporary decline in value.

The municipality has elected to measure other specific instruments at fair value, to correspond with how they are evaluated and managed. As follows:

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.

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

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 municipality's financial assets and liabilities are measured as follows:

<u>Financial Statement Line Item</u>	<u>Measurement</u>
Cash and cash equivalents	Cost
Investments	Cost
Other accounts receivable	Amortized cost
Accounts payable and accrued liabilities	Amortized cost
Deposit liabilities	Amortized cost
Long term debt	Amortized cost
SMHC investment	Modified equity

(m) 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 and net realizable value. Cost is determined by the actual cost. Net realizable value is the estimated selling price in the ordinary course of business.

TOWN OF ROCANVILLE
Notes to the Financial Statements
For the year ended December 31, 2023

(n) 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; these, and the tangible capital assets that are recognized at a nominal value, are disclosed on Schedule 6. The cost of tangible capital assets less any estimated residual value are amortized over the asset's estimated useful life using the straight-line method of amortization. The municipality's tangible capital asset useful lives are estimated as follows:

<u>Assets</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	5 to 20 years
Buildings	10 to 50 years
Vehicles and Equipment	
Vehicles	10 to 20 years
Machinery and Equipment	5 to 15 years
Infrastructure Assets	
Infrastructure Assets	10 to 75 years
Water and Sewer	75 years
Road Network Assets	10 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 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 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 lease are amortized on a straight line basis, over their estimated useful lives (or over their lease term if the asset ownership isn't passing, or likely to pass, to the municipality at the end of its term). Any other lease not meeting the before mentioned criteria is classified as an operating lease and rental payments are expensed as incurred.

TOWN OF ROCANVILLE
Notes to the Financial Statements
For the year ended December 31, 2023

(o) 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 use, and 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.

(p) Employee Benefit Plans:

Contributions to the municipality's defined benefit plans are expensed when contributions are due and payable. Under the defined benefit multiemployer plans, the municipality's obligations are limited to their contributions.

TOWN OF ROCANVILLE
Notes to the Financial Statements
For the year ended December 31, 2023

(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 revenues and expenses during the period.

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 stock and supplies inventories are based on estimates of volume and quality.

The "Opening Assets Costs" of tangible capital assets have been estimated where actual costs were not available.

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.

Amortization is based on the estimated useful lives of tangible capital assets.

Measurement financial instruments at the 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.

TOWN OF ROCANVILLE
Notes to the Financial Statements
For the year ended December 31, 2023

(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: The General Government segment provides for the administration of the municipality.

Protective Services: The Protective Services segment is comprised of items for Police and Fire protection.

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

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

Planning and Development: The Planning and Development segment provides for neighbourhood development and sustainability.

Recreation and Culture: The Recreation and Culture segment provides for community services through the provision of recreation and leisure services.

Utility Services: The Utility Services segment 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 except for amortization, which was not included in the budget. The budget was approved by Council on April 5, 2023.

TOWN OF ROCANVILLE
Notes to the Financial Statements
For the year ended December 31, 2023

(t) 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.

(u) 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 instruments that are quoted in an active market; all other financial instruments can be measured at cost/amortized cost or fair value at the election of the municipality. 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 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 municipality or municipal 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.

TOWN OF ROCANVILLE
Notes to the Financial Statements
For the year ended December 31, 2023

Retroactive Application: During the year, the municipality adopted a new accounting policy with respect to asbestos removal obligations from Town-owned buildings. The municipality now accounts for such transactions as an asset retirement obligation asset, with value discounted to the date of legal obligation, and an asset retirement obligation liability, with value discounted to the current year. Prior to this, the municipality did not account for these transactions. The municipality believes the new policy provides a fair presentation of the results and the financial position of the municipality. This adoption of this policy has been applied retroactively with restatement of prior period comparative amounts. The impact on the municipality's consolidated financial statements is as follows:

The impact on prior period amounts is reported on Schedule 11 of these financial statements.

TOWN OF ROCANVILLE
Notes to the Financial Statements
For the year ended December 31, 2023

2. Cash and Cash Equivalents

	2023	2022
Cash	\$ 363,583	\$ 221,752
Cash held on behalf of recreation boards	430,375	246,211
Town-held term deposits	532,201	432,453
Term deposits dedicated to recreation boards	53,841	54,180
Dial-A-Van cash and term deposits	68,366	69,394
Community Hall-held cash and term deposits	321,836	268,958
Total Cash and Cash Equivalents	\$ 1,770,202	\$ 1,292,948

Cash and cash equivalents include balances with banks, redeemable term deposits, and marketable securities and other short-term investments with maturities of one year or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

3. Taxes Receivable

	2023	2022
Municipal - Current	\$ 21,272	\$ 12,789
- Arrears	8,882	4,921
	30,154	17,710
- Less Allowance for Uncollectables	-	(5,101)
Total Municipal Taxes Receivable	30,154	12,609

School - Current	5,903	3,144
- Arrears	1,504	849
Total School Taxes Receivable	7,407	3,993

Other	-	-
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Total Taxes Receivable	<u>37,561</u>	<u>16,602</u>
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Deduct taxes to be collected on behalf of other organizations	<u>(7,407)</u>	<u>(3,993)</u>
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Total Taxes Receivable - Municipal	\$ 30,154	\$ 12,609
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TOWN OF ROCANVILLE
Notes to the Financial Statements
For the year ended December 31, 2023

4. Other Accounts Receivable	2023	2022
Trade receivables	\$ 30,343	\$ 22,472
Provincial government	17,936	33,987
GST receivable	60,093	64,275
Local government	3,790	7,849
Community Hall & Dial-A-Van receivables	10,267	6,455
Utility accounts receivable	8,992	11,087
Accrued interest	9,833	4,028
Total Other Accounts Receivable	141,254	150,153
Less Allowance for Uncollectables	-	-
Net Other Accounts Receivable	\$ 141,254	\$ 150,153

5. Other Long-Term Investments	2023	2022
Term deposits maturing beyond 1 year	\$ -	\$ 101,221
Borderland Co-op equity	300	300
Southeast Medical Healthcare Corporation	60,584	61,103
Total Other Long-Term Investments	\$ 60,884	\$ 162,624

The long term investment in the Southeast Municipal Healthcare Corporation is accounted for on the modified equity basis.

6. Accounts Payable	2023	2022
Trade payables	\$ 33,044	\$ 32,943
Accrued interest	1,255	2,489
Prepaid taxes	4,916	5,595
School taxes payable	20,121	29,240
Provincial government	3,543	2,553
Payables to recreation organizations	7,915	7,010
Total Accounts Payable	\$ 70,794	\$ 79,830

7. Deferred Revenue	2023	2022
Prepaid local improvements	\$ 12,618	\$ 25,236
Total Deferred Revenue	\$ 12,618	\$ 25,236

TOWN OF ROCANVILLE
Notes to the Financial Statements
For the year ended December 31, 2023

8. Asset Retirement Obligation

	2023	2022
Balance, beginning of the year	\$ 83,031	\$ 79,077
Accretion expense	4,152	3,954
Estimated Total Liability	\$ 87,183	\$ 83,031

Asbestos

The municipality owns a asset type which contains asbestos, and therefore, the municipality is legally required to perform abatement activities upon renovation or demolition of this asset. Abatement activities include handling and disposing of the asbestos in a prescribed manner when it is disturbed. Undiscounted future cash flows expected are an abatement cost between 2030 and 2050 of \$208,892. The estimated total liability of \$87,183 (2022 - \$83,031) is based on the sum of discounted future cash flows for abatement activities using a discount rate of 5% and assuming annual inflation of 5%. The municipality has not designated funds for settling the abatement activities.

9. Long-Term Debt

a) The debt limit of the municipality is \$2,164,562. 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)).

b) The Town has two debentures repayable at \$41,666 and \$61,058 annually, principal and interest. They bear interest at 2.75% and 2.45% per annum and mature in 2025 and 2023, respectively. The debenture for 2014 paving matured in the year.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2023	\$ -	\$ -	\$ -	\$ 98,007
2024	39,466	2,200	41,666	39,466
2025	40,551	1,115	41,666	40,554
2026	-	-	-	-
2027	-	-	-	-
2028	-	-	-	-
Thereafter	-	-	-	-
Balance	\$ 80,017	\$ 3,315	\$ 83,332	\$ 178,027

c) Bank Loans and other Non-Debenture long-term debt: The Town has one loan through Conexus Credit Union for the purchase of a 2022 New Holland Boomer payable in monthly instalments of

\$2,178, principal and interest. Interest is payable at 5.00% per annum.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2023	\$ -	\$ -	\$ -	\$ 23,705
2024	24,918	1,218	26,136	24,918
2025	10,766	135	10,901	10,766
2026	-	-	-	-
2027	-	-	-	-
2028	-	-	-	-
Thereafter	-	-	-	-
Balance	\$ 35,684	\$ 1,353	\$ 37,037	\$ 59,389

TOWN OF ROCANVILLE
Notes to the Financial Statements
For the year ended December 31, 2023

10. Other Non-Financial Assets

	2023	2022
Land held for sale	\$ 67,048	\$ 67,048
Less: Allowance for market value	(5,921)	(5,921)
Total Other Non-Financial Assets	\$ 61,127	\$ 61,127

11. 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. Employees and employers each make plan contributions of 9% of salary (subject to an annually adjusted maximum pensionable earnings amount). The municipality's pension expense in 2023 was \$32,292 (2022 - \$34,191). 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.

Every three years, an actuarial valuation is performed to assess the financial position of the plan and the adequacy of plan funding. Any actuarially determined deficiency is the responsibility of the participating employers and employees, which could affect future contribution rates and/or benefits. Contributions to MEPP are not segregated in separate accounts or restricted to provide benefits to the employees of a particular employer. As a result, individual employers are not able to identify their share of the underlying assets and liabilities, and the net pension assets or liabilities for the plan are not recognized in these financial statements. Rather, the plan is accounted for as a defined contribution plan where the contributions are expensed when made.

The most recent available information reports, in total, plan assets of \$3,275,495,000, plan liabilities, including pension obligations, of \$2,254,194,000, and a resulting surplus of \$1,021,301,000.

12. Related Parties

The financial statements include transactions with related parties. The municipality is related to key management personnel (council and senior management) and their close family members. Transactions with these related parties are in the normal course of operations and are settled on normal trade terms.

TOWN OF ROCANVILLE
Notes to the Financial Statements
For the year ended December 31, 2023

13. 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 doing so, cause a loss for the other party. The municipality is exposed to credit risk on the accounts receivable. The municipality does not have significant exposure to any individual creditor.

Liquidity Risk

Liquidity risk is the risk that the entity will encounter difficulty in meeting financial obligations as they fall due. The municipality undertakes regular cash flow analyses to ensure that there are sufficient cash resources to meet all obligations. The municipality does not feel that it has any financial instruments subject to liquidity risk.

Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk is comprised of three types of risk: interest rate risk, currency risk, and price risk.

Interest Rate Risk

Interest rate risk is the risk that future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The municipality is not exposed to significant interest rate risk of its monetary current assets and current liabilities due to their short term maturity.

Currency Risk

Currency risk is the risk that the future cash flows of a financial instrument will fluctuate due to changes in currency fluctuations. The municipality does not feel that it has any financial instruments subject to currency risk as the majority of its transactions are in Canadian currency.

Other Price Risk

Other price risk is the risk that the future cash flows of a financial instrument will fluctuate due to changes in fair value of equity instruments. The municipality does not have any financial instruments that are affected by other price risk.

TOWN OF ROCANVILLE
Schedule of Taxes and Other Unconditional Revenue
For the year ended December 31, 2023

Schedule 1

	2023 Budget	2023	2022
TAXES			
General municipal tax levy	\$ 767,550	\$ 767,500	\$ 727,050
Abatements and adjustments	(14,338)	(13,413)	(13,125)
Discount on current year taxes	(29,500)	(31,400)	(28,890)
Net Municipal Taxes	723,712	722,687	685,035
Potash tax share	159,566	158,465	151,420
Trailer license fees	40,320	40,320	42,000
Penalties on tax arrears	4,259	4,277	3,913
Special tax levy	39,323	39,323	39,323
Other -	-	-	-
Total Taxes	967,180	965,072	921,691
UNCONDITIONAL GRANTS			
Revenue Sharing	216,717	216,810	191,114
Organized Hamlet	-	-	-
Other -	-	-	-
Total Unconditional Grants	216,717	216,810	191,114
GRANTS IN LIEU OF TAXES			
Federal	1,750	1,850	1,750
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	-	-	-
Central Services	1,750	1,850	1,750
SaskTel	1,750	1,850	1,750
Other -	-	-	-
Local/Other			
Housing Authority	3,500	3,700	3,500
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other -	-	-	-
Other Government Transfers			
S.P.C. Surcharge	61,500	65,215	61,905
SaskEnergy Surcharge	25,000	25,889	25,831
Other -	-	-	-
Total Grants in Lieu of Taxes	95,250	100,354	96,486
TOTAL OTHER UNCONDITIONAL REVENUE	311,967	317,164	287,600
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 1,279,147	\$ 1,282,236	\$ 1,209,291

TOWN OF ROCANVILLE
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2023

Schedule 2-1

	2023 Budget	2023	2022
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ -	\$ -	\$ -
- Sales of supplies	1,000	7,765	1,208
- Other - Rentals, fines, and permits	13,200	12,749	14,736
Total Fees and Charges	14,200	20,514	15,944
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain	-	-	-
- Investment income and commissions	19,707	61,149	22,392
- Other -	-	-	-
Total Other Segmented Revenue	33,907	81,663	38,336
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	33,907	81,663	38,336
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total General Government Services	\$ 33,907	\$ 81,663	\$ 38,336

PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Other -	\$ 3,700	\$ 6,078	\$ -
Total Fees and Charges	3,700	6,078	-
- Tangible capital asset sales - gain (loss)	-	-	1,750
- Other -	-	-	-
Total Other Segmented Revenue	3,700	6,078	1,750
Conditional Grants			
- Student Employment	-	-	-
- Local Government	93,298	65,217	44,275
- MEEP	-	-	-
- Other - Donations	-	3,649	11,598
Total Conditional Grants	93,298	68,866	55,873
Total Operating	96,998	74,944	57,623
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Local Government	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total Protective Services	\$ 96,998	\$ 74,944	\$ 57,623

TOWN OF ROCANVILLE
 Schedule of Operating and Capital Revenue by Function
 For the year ended December 31, 2023

Schedule 2-2

	2023 Budget	2023	2022
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ -	\$ -	\$ -
- Sales of supplies	2,500	235	2,457
- Road maintenance, restoration agreements	-	-	-
- Frontage	-	-	-
- Other -	-	-	-
Total Fees and Charges	2,500	235	2,457
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	2,500	235	2,457
Conditional Grants			
- RIRG (CTP)	-	-	-
- Student Employment	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	2,500	235	2,457
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- RIRG (CTP, Bridge/ Large Culvert, Rd Const)	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total Transportation Services	\$ 2,500	\$ 235	\$ 2,457

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Waste and disposal fees	\$ 6,000	\$ 8,897	\$ 6,203
- Other -	-	-	-
Total Fees and Charges	6,000	8,897	6,203
- Tangible capital asset sales - gain (loss)	-	-	-
- Other - Housing surplus and SMHC revenues	3,611	4,411	6,178
Total Other Segmented Revenue	9,611	13,308	12,381
Conditional Grants			
- Recycling	-	-	-
- Pest Control	-	-	-
- Medical Centre Contributions	12,825	4,843	5,611
- Local Government	-	-	-
- Other - Cemetery donations	-	7,451	5,040
Total Conditional Grants	12,825	12,294	10,651
Total Operating	22,436	25,602	23,032

Capital

Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- TAPD	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total Environmental and Public Health Services	\$ 22,436	\$ 25,602	\$ 23,032

TOWN OF ROCANVILLE
 Schedule of Operating and Capital Revenue by Function
 For the year ended 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 - Fundraising	11,690	725	21,680
Total Fees and Charges	11,690	725	21,680
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	11,690	725	21,680
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	11,690	725	21,680
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total Planning and Development Services	\$ 11,690	\$ 725	\$ 21,680

RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Other - Recreation fees	\$ 176,754	\$ 463,486	\$ 870,926
Total Fees and Charges	176,754	463,486	870,926
- Tangible capital asset sales - gain (loss)	-	(4,331)	-
- Other -	-	-	-
Total Other Segmented Revenue	176,754	459,155	870,926
Conditional Grants			
- Canada Day	-	-	-
- Local Government	16,564	83,037	65,173
- Donations	-	-	-
- MEEP	-	-	-
- Other - Sask Lotteries, other, and donations	227,836	113,805	61,099
Total Conditional Grants	244,400	196,842	126,272
Total Operating	421,154	655,997	997,198
Capital			
Conditional Grants			
- Canada Community Building Fund (CCBF)	30,464	58,166	-
- ICIP	-	76,330	12,376
- Local Government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other - Pool donations	-	194,324	245,673
- Other - Community Initiative Fund	-	-	-
Total Capital	30,464	328,820	258,049
Restructuring Revenues/Expenses	-	-	-
Total Recreation and Cultural Services	\$ 451,618	\$ 984,817	\$ 1,255,247

TOWN OF ROCANVILLE
 Schedule of Operating and Capital Revenue by Function
 For the year ended December 31, 2023

Schedule 2-4

	2023 Budget	2023	2022
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	\$ 295,470	\$ 313,800	\$ 237,717
- Sewer	-	-	-
- Other -	169,198	167,339	167,000
Total Fees and Charges	464,668	481,139	404,717
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	464,668	481,139	404,717
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	464,668	481,139	404,717
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	26,667
- ICIP	-	-	-
- New Building Canada Fund (SCF, NRP)	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	-	-	26,667
Restructuring Revenues/Expenses	-	-	-
Total Utility Services	\$ 464,668	\$ 481,139	\$ 431,384

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 1,083,817	\$ 1,649,125	\$ 1,829,759
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SUMMARY

Total Other Segmented Revenue	\$ 702,830	\$ 1,042,303	\$ 1,352,247
Total Conditional Grants	350,523	278,002	192,796
Total Capital Grants and Contributions	30,464	328,820	284,716
Restructuring Revenue	-	-	-

TOTAL REVENUE BY FUNCTION	\$ 1,083,817	\$ 1,649,125	\$ 1,829,759
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TOWN OF ROCANVILLE
Schedule of Total Expenses by Function
For the year ended December 31, 2023

Schedule 3-1

GENERAL GOVERNMENT SERVICES	2023 Budget	2023	2022
Council remuneration and travel	\$ 33,375	\$ 35,535	\$ 40,156
Wages and benefits	100,483	97,435	116,659
Professional/Contractual services	77,303	74,119	94,135
Utilities	12,157	11,011	9,843
Maintenance, materials, and supplies	15,550	16,691	18,540
Grants and contributions - operating	1,000	100	100
- capital	-	-	-
Amortization	-	5,031	5,411
Interest	10,670	7,551	10,110
Accretion of asset retirement obligations	-	130	124
Allowance for uncollectables (recovery)	-	(4,841)	5,101
Other -	-	-	-
Total General Government Services	\$ 250,538	\$ 242,762	\$ 300,179

PROTECTIVE SERVICES

Police Protection

Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	48,000	51,113	47,432
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Other -	-	-	-

Fire Protection

Wages and benefits	20,220	12,341	12,923
Professional/Contractual services	21,635	13,343	19,952
Utilities	7,440	5,419	6,000
Maintenance, materials, and supplies	62,250	24,307	49,903
Grants and contributions - operating	450	200	200
- capital	-	3,824	-
Amortization	-	45,419	43,580
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other -	-	-	-

Total Protective Services	\$ 159,995	\$ 155,966	\$ 179,990
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TRANSPORTATION SERVICES

Wages and benefits	\$ 224,980	\$ 195,945	\$ 244,519
Council remuneration and travel	-	-	-
Professional/Contractual services	243,550	276,608	65,697
Utilities	37,530	37,654	32,607
Maintenance, materials, and supplies	66,000	50,506	88,633
Gravel	10,000	10,405	18,011
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	170,572	178,187
Interest	3,240	2,338	2,229
Accretion of asset retirement obligation	-	885	843
Other -	-	-	-

Total Transportation Services	\$ 585,300	\$ 744,913	\$ 630,726
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TOWN OF ROCANVILLE
Schedule of Total Expenses by Function
For the year ended December 31, 2023

Schedule 3-2

	2023 Budget	2023	2022
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	\$ 6,826	\$ 6,837	\$ 6,282
Professional/Contractual services	142,370	141,644	141,484
Utilities	6,665	6,350	5,541
Maintenance, materials, and supplies	13,650	1,974	4,476
Grants and contributions - operating	-	-	-
- Waste disposal	-	-	-
- Public health	5,778	5,778	5,778
- capital	-	-	-
- Waste disposal	-	-	-
- Public health	-	-	-
Amortization	-	8,124	8,124
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other - SMHC expenses	3,300	4,692	3,282
Total Environmental and Public Health Services	\$ 178,589	\$ 175,399	\$ 174,967

PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	19,250	1,443	7,240
Maintenance, material, and supplies	9,670	6,792	7,641
Grants and contributions - operating	-	77,162	72,411
- capital	-	-	-
Amortization	-	8,281	8,281
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other -	8,972	-	-
Total Planning and Development Services	\$ 37,892	\$ 93,678	\$ 95,573

RECREATION AND CULTURAL SERVICES			
Wages and benefits	\$ 114,620	\$ 96,898	\$ 160,484
Professional/Contractual services	142,001	260,460	380,016
Utilities	45,454	63,278	63,782
Maintenance, materials, and supplies	80,743	121,355	140,914
Grants and contributions - operating	166,333	82,979	17,343
- capital	8,000	1,281	-
Amortization	-	197,341	196,106
Interest	-	-	1,686
Accretion of asset retirement obligation	-	2,864	2,728
Allowance for uncollectables	-	-	-
Other - Water discounts	6,714	9,301	10,433
Total Recreation and Cultural Services	\$ 563,865	\$ 835,757	\$ 973,492

TOWN OF ROCANVILLE
 Schedule of Total Expenses by Function
 For the year ended December 31, 2023

Schedule 3-3

UTILITY SERVICES	2023 Budget	2023	2022
Wages and benefits	\$ 71,500	\$ 105,804	\$ 70,377
Professional/Contractual services	153,215	154,694	266,984
Utilities	36,024	33,703	32,742
Maintenance, materials, and supplies	41,750	20,033	54,292
Grants and contributions - operating	-	-	-
- capital	-	8,318	-
Amortization	-	32,409	21,035
Interest	-	-	-
Accretion of asset retirement obligation	-	272	259
Allowance for uncollectables	-	-	-
Other -	21,000	19,176	12,824
Total Utility Services	\$ 323,489	\$ 374,409	\$ 458,513
TOTAL EXPENSES BY FUNCTION	\$ 2,099,668	\$ 2,622,884	\$ 2,813,440

TOWN OF ROCANVILLE
Schedule of Segment Disclosure by Function
For the year ended December 31, 2023

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 20,514	\$ 6,078	\$ 235	\$ 8,897	\$ 725	\$ 463,486	\$ 481,139	\$ 981,074
Tangible Capital Asset Sales-Gain (Loss)	-	-	-	-	-	(4,331)	-	(4,331)
Investment Income and Commissions	61,149	-	-	-	-	-	-	61,149
Other Revenues	-	-	-	4,411	-	-	-	4,411
Grants - Conditional	-	68,866	-	12,294	-	196,842	-	278,002
- Capital	-	-	-	-	-	328,820	-	328,820
Total Revenues	81,663	74,944	235	25,602	725	984,817	481,139	1,649,125
Expenses (Schedule 3)								
Wages and Benefits	132,970	12,341	195,945	6,837	-	96,898	105,804	550,795
Professional / Contractual Services	74,119	64,456	276,608	141,644	1,443	260,460	154,694	973,424
Utilities	11,011	5,419	37,654	6,350	-	63,278	33,703	157,415
Maintenance, Materials, and Supplies	16,691	24,307	60,911	1,974	6,792	121,355	20,033	252,063
Grants and Contributions	100	4,024	-	5,778	77,162	84,260	8,318	179,642
Amortization	5,031	45,419	170,572	8,124	8,281	197,341	32,409	467,177
Interest	7,551	-	2,338	-	-	-	-	9,889
Accretion of Asset Retirement Obligations	130	-	885	-	-	2,864	272	4,151
Allowance for Uncollectables	(4,841)	-	-	-	-	-	-	(4,841)
Other	-	-	-	4,692	-	9,301	19,176	33,169
Total Expenses	242,762	155,966	744,913	175,399	93,678	835,757	374,409	2,622,884
Surplus (Deficit) by Function	\$ (161,099)	\$ (81,022)	\$ (744,678)	\$ (149,797)	\$ (92,953)	\$ 149,060	\$ 106,730	\$ (973,759)

Taxation and Other Unconditional Revenue (Schedule 1)

\$ 1,282,236

Net Surplus (Deficit)

\$ 308,477

TOWN OF ROCANVILLE
 Schedule of Segment Disclosure by Function
 For the year ended December 31, 2022

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 15,944	\$ -	\$ 2,457	\$ 6,203	\$ 21,680	\$ 870,926	\$ 404,717	\$ 1,321,927
Tangible Capital Asset Sales-Gain (Loss)	-	1,750	-	-	-	-	-	1,750
Investment Income and Commissions	22,392	-	-	-	-	-	-	22,392
Other Revenues	-	-	-	6,178	-	-	-	6,178
Grants - Conditional	-	55,873	-	10,651	-	126,272	-	192,796
- Capital	-	-	-	-	-	258,049	26,667	284,716
Total Revenues	38,336	57,623	2,457	23,032	21,680	1,255,247	431,384	1,829,759
Expenses (Schedule 3)								
Wages and Benefits	156,815	12,923	244,519	6,282	-	160,484	70,377	651,400
Professional / Contractual Services	94,135	67,384	65,697	141,484	7,240	380,016	266,984	1,022,940
Utilities	9,843	6,000	32,607	5,541	-	63,782	32,742	150,515
Maintenance, Materials, and Supplies	18,540	49,903	106,644	4,476	7,641	140,914	54,292	382,410
Grants and Contributions	100	200	-	5,778	72,411	17,343	-	95,832
Amortization	5,411	43,580	178,187	8,124	8,281	196,106	21,035	460,724
Interest	10,110	-	2,229	-	-	1,686	-	14,025
Allowance for Uncollectables	5,101	-	-	-	-	-	-	5,101
Other	-	-	-	3,282	-	10,433	12,824	26,539
Accretion of Asset Retirement Obligation	124	-	843	-	-	2,728	259	3,954
Total Expenses	300,179	179,990	630,726	174,967	95,573	973,492	458,513	2,813,440
Surplus (Deficit) by Function	\$ (261,843)	\$ (122,367)	\$ (628,269)	\$ (151,935)	\$ (73,893)	\$ 281,755	\$ (27,129)	\$ (983,681)

Taxation and Other Unconditional Revenue (Schedule 1) \$ 1,209,291

Net Surplus (Deficit) \$ 225,610

TOWN OF ROCANVILLE
 Schedule of Tangible Capital Assets by Object
 For the year ended December 31, 2023

Schedule 6
 (Restated)

2023

2022

	General Assets					Infrastructure Assets	General / Infrastructure Assets Under Construction	Total	Total
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets			
Asset Cost									
Opening Asset Costs	\$ 214,930	\$ 160,708	\$ 7,430,446	\$ 573,094	\$ 2,630,159	\$ 6,135,144	\$ 336,174	\$ 17,480,655	\$ 16,963,904
Additions during the year	-	-	-	15,900	154,574	-	106,722	277,196	530,503
Disposals and write downs during the year	-	-	-	(15,000)	(7,219)	-	-	(22,219)	(13,752)
Transfers (from) assets under construction	-	215,565	-	-	-	-	(215,565)	-	-
Closing Asset Costs	\$ 214,930	\$ 376,273	\$ 7,430,446	\$ 573,994	\$ 2,777,514	\$ 6,135,144	\$ 227,331	\$ 17,735,632	\$ 17,480,655
Accumulated Amortization									
Opening Accum. Amort. Cost	\$ -	\$ 16,648	\$ 2,511,355	\$ 332,580	\$ 1,533,284	\$ 2,410,624	\$ -	\$ 6,804,491	\$ 6,354,769
Add: Amortization taken	-	7,497	152,711	32,525	162,905	111,539	-	467,177	460,724
Less: Accum. Amort. on Disposals	-	-	-	(15,000)	(2,888)	-	-	(17,888)	(11,002)
Closing Accumulated Amort.	\$ -	\$ 24,145	\$ 2,664,066	\$ 350,105	\$ 1,693,301	\$ 2,522,163	\$ -	\$ 7,253,780	\$ 6,804,491
Net Book Value	\$ 214,930	\$ 352,128	\$ 4,766,380	\$ 223,889	\$ 1,084,213	\$ 3,612,981	\$ 227,331	\$ 10,481,852	\$ 10,676,164

- | | | | |
|--|----|---|--|
| 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 2023: | \$ | - | |

TOWN OF ROCANVILLE
 Schedule of Tangible Capital Assets by Function
 For the year ended December 31, 2023

Schedule 7
(Restated)

	2023							Total	2022
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer		Total
Asset Cost									
Opening Asset Costs	\$ 184,561	\$ 1,299,756	\$ 6,659,614	\$ 429,035	\$ 223,452	\$ 7,302,534	\$ 1,381,703	\$ 17,480,655	\$ 16,963,904
Additions during the year	-	14,390	75,300	-	-	133,236	54,270	277,196	530,503
Disposals and write-downs during the year	-	(15,000)	-	-	-	(7,219)	-	(22,219)	(13,752)
Closing Asset Costs	\$ 184,561	\$ 1,299,146	\$ 6,734,914	\$ 429,035	\$ 223,452	\$ 7,428,551	\$ 1,435,973	\$ 17,735,632	\$ 17,480,655
Accumulated Amortization									
Opening Accum. Amort. Costs	\$ 73,246	\$ 646,049	\$ 2,758,848	\$ 168,772	\$ 97,078	\$ 2,632,364	\$ 428,134	\$ 6,804,491	\$ 6,354,769
Add: Amortization taken	5,031	45,419	170,572	8,124	8,281	197,341	32,409	467,177	460,724
Less: Accum. Amort. on Disposals	-	(15,000)	-	-	-	(2,888)	-	(17,888)	(11,002)
Closing Accumulated Amortization	\$ 78,277	\$ 676,468	\$ 2,929,420	\$ 176,896	\$ 105,359	\$ 2,826,817	\$ 460,543	\$ 7,253,780	\$ 6,804,491
Net Book Value	\$ 106,284	\$ 622,678	\$ 3,805,494	\$ 252,139	\$ 118,093	\$ 4,601,734	\$ 975,430	\$ 10,481,852	\$ 10,676,164

TOWN OF ROCANVILLE
 Schedule of Accumulated Surplus
 For the year ended December 31, 2023

Schedule 8

	2022	Changes	2023
UNAPPROPRIATED SURPLUS	\$ 570,581	\$ 127,307	\$ 697,888
APPROPRIATED RESERVES			
Curb / Pavement Reserve	25,458	-	25,458
Future Capital Reserve	50,200	-	50,200
Fire Dept Capital Reserve	11,907	-	11,907
Utility	75,000	(5,000)	70,000
Aquatic Centre Reserve	112,119	1,947	114,066
Recreation Activity Reserve	27,810	54,913	82,723
Pool Refurbishment Reserve	211,036	162,113	373,149
Dedicated Land Reserve	7,000	-	7,000
Trailer Court Trees Reserve	600	-	600
Redo Reserve	10,000	123	10,123
Recreation Surplus Reserves	443,582	39,671	483,253
Total Appropriated	974,712	253,767	1,228,479
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible Capital Assets (Schedule 6, 7)	10,676,164	(194,312)	10,481,852
Less: Related debt	(237,416)	121,715	(115,701)
Net Investment in Tangible Capital Assets	10,438,748	(72,597)	10,366,151
OTHER	-	-	-
Total Accumulated Surplus	\$ 11,984,041	\$ 308,477	\$ 12,292,518

TOWN OF ROCANVILLE
 Schedule of Mill Rates and Assessments
 For the year ended December 31, 2023

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	\$ 118,485	\$ 59,720,560	\$ -	\$ -	\$ 10,895,725	\$ -	\$ 70,734,770
Regional Park Assessment							-
Total Assessment							70,734,770
Mill Rate Factor(s)	1.000	1.000	-	-	1.000		
Total Minimum Tax	2,600	684,100	-	-	80,800		767,500
Total Municipal Tax Levy	\$ 2,600	\$ 684,100	\$ -	\$ -	\$ 80,800		\$ 767,500

MILL RATES:	MILLS
Average Municipal*	10.850
Average School*	4.892
Potash Mill Rate	-
Uniform Municipal Mill Rate	1.000

* Average Mill Rates (multiply the total tax levy for each taxing authority by 1,000 and divide by the total assessment for the taxing authority).

TOWN OF ROCANVILLE
 Schedule of Council Remuneration
 For the year ended December 31, 2023

Schedule 10

Name	Remuneration	Reimbursed Costs	Total
Tristan Bell	\$ 3,950	\$ -	\$ 3,950
Paul Bunz	3,150	-	3,150
Ron Reed	7,750	908	8,658
Owen Wilson	3,950	-	3,950
Glen Nixon	5,050	-	5,050
Irene McLean	4,600	-	4,600
Chad Selby	4,100	-	4,100
Total	\$ 32,550	\$ 908	\$ 33,458

TOWN OF ROCANVILLE
 Schedule of Financial Statement Adjustments
 For the year ended December 31, 2023

Schedule 11

The municipality has restated the prior year figures on its financial statements to retroactively adjust items as follows.

Effect of Changes on 2022 Statement of Financial Position	
2022 Opening Accumulated Surplus / Deficit as previously reported	\$ 11,835,024
Add: Asset retirement obligation assets, net of amortization	2,484
Less: Asset retirement obligation liability	(79,077)
Restated Opening 2022 Accumulated Surplus / Deficit	\$ 11,758,431

Effect of Changes to 2022 Statement of Operations	
Previously reported Surplus (Deficit) of Revenues over Expenses	\$ 229,692
Add:	-
Less:	
Asset retirement obligation asset amortization	(128)
Asset retirement obligation liability accretion	(3,954)
	-
Restated Surplus (Deficit) of Revenues over Expenses	\$ 225,610