

TOWN OF KINISTINO
Financial Statements
Year Ended December 31, 2023

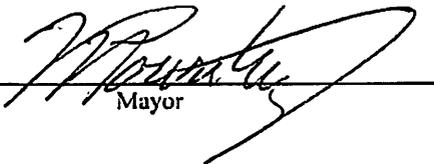
Management's Responsibility

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

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

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

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



Mayor



Administrator

INDEPENDENT AUDITOR'S REPORT

To the Mayor and Council of Town of Kinistino

Opinion

We have audited the financial statements of Town of Kinistino (the organization), which comprise the consolidated statement of financial position statement 1 as at December 31, 2023, and the consolidated statements of operations, change in net financial assets, remeasurement gains and losses and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

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

Basis for Opinion

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

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

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

In preparing the financial statements, management is responsible for assessing the organization's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the organization or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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TOWN OF KINISTINO
Consolidated Statement of Financial Position
Statement 1
December 31, 2023

	2023	2022
FINANCIAL ASSETS		
Cash (Note 2)	\$ 2,307,035	\$ 2,331,691
Taxes Receivable - Municipal (Note 3)	35,642	30,459
Other Accounts Receivable (Note 5)	535,525	707,548
Assets Held for Sale (Note 6)	219,911	237,325
Total Financial Assets	3,098,113	3,307,023
LIABILITIES		
Accounts payable	38,845	892,147
Deferred Revenue (Note 8)	79,317	59,851
Liability for Contaminated Sites (Note 9)	384,768	390,000
Long term debt (Note 10)	386,528	434,063
Total Liabilities	889,458	1,776,061
NET FINANCIAL ASSETS (DEBT)	2,208,655	1,530,962
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	13,530,992	13,222,758
Prepayments and Deferred Charges	5,797	9,957
Stock and Supplies	-	-
	13,536,789	13,232,715
Accumulated Surplus (Deficit) (Schedule 8)	\$ 15,745,446	\$ 14,763,679
ACCUMULATED SURPLUS CONSISTS OF:		
Accumulated operating surplus	\$ 15,745,446	\$ 14,763,679
Accumulated remeasurement gains (losses)	-	-
	\$ 15,745,446	\$ 14,763,679

CONTRACTUAL OBLIGATIONS AND COMMITMENTS (Note 12)

TOWN OF KINISTINO
Consolidated Statement of Operations
Statement 2
As at December 31, 2023

	Budget 2023	2023	2022
REVENUES			
Tax Revenue (Schedule 1)	\$ 777,140	\$ 775,941	\$ 778,247
Unconditional Revenue (Schedule 1)	164,000	164,141	144,746
Fees and Charges (Schedule 4, 5)	602,700	606,526	596,423
Investment Income (Note 3) (Schedule 4, 5)	10,000	32,602	14,206
Land Sales - Gain (Schedule 4, 5)	(12,670)	(12,664)	(12,664)
Conditional Grants (Schedule 4, 5)	50,190	59,437	28,787
Capital Conditional Grants (Schedule 4, 5)	43,300	228,634	4,048,335
Tangible Capital Assets Sales - Gain (Schedule 4, 5)	1,500	(48,446)	(2,550)
Other revenues (Schedule 4, 5)	562,900	765,103	1,353,232
Total Revenues	<u>2,199,060</u>	<u>2,571,274</u>	<u>6,948,762</u>
	2,199,060	2,571,274	6,948,762
EXPENSES			
General Government Services (Schedule 3)	273,240	257,560	182,077
Protective Services (Schedule 3)	118,870	153,611	107,009
Transportation Services (Schedule 3)	527,250	507,381	483,099
Environment & Public Health Services (Schedule 3)	252,820	138,669	387,745
Planning & Development Services (Schedule 3)	3,300	4,332	4,357
Recreation & Cultural Services (Schedule 3)	110,350	99,350	95,308
Utility Services (Schedule 3)	435,150	428,603	426,810
	<u>1,720,980</u>	<u>1,589,506</u>	<u>1,686,405</u>
Surplus (Deficit) of Revenues over Expenses	478,080	981,768	5,262,357
ACCUMULATED SURPLUS - BEGINNING OF YEAR	<u>8,887,815</u>	<u>14,763,678</u>	<u>9,501,322</u>
ACCUMULATED SURPLUS - END OF YEAR	<u>\$ 9,365,895</u>	<u>\$ 15,745,446</u>	<u>\$ 14,763,679</u>

TOWN OF KINISTINO**Consolidated Statement of Change in Net Financial Assets****Statement 3****Year Ended December 31, 2023**

	Budget 2023	2023	2022
ANNUAL SURPLUS	\$ 478,080	\$ 981,768	\$ 5,262,357
(Acquisition) of tangible capital assets	(945,010)	(692,228)	(5,345,750)
Amortization of tangible capital assets	321,270	321,262	314,563
Proceeds on disposal of tangible capital assets	-	14,286	-
Loss (gain) on the disposal of tangible capital assets	-	48,446	2,550
Surplus (deficit) of capital expenses over expenditures	(623,740)	(308,234)	(5,028,637)
Use (acquisition) of prepaid expenses	-	4,160	(594)
Rounding	-	(1)	(2)
Surplus (Deficit) of expenses of other non-financial over expenditures	-	4,159	(596)
	(623,740)	(304,075)	(5,029,233)
INCREASE (DECREASE) IN NET FINANCIAL ASSETS	(145,660)	677,693	233,124
NET FINANCIAL ASSETS - BEGINNING OF YEAR	-	1,530,962	1,297,838
NET FINANCIAL ASSETS (DEBT) - END OF YEAR	\$ (145,660)	\$ 2,208,655	\$ 1,530,962

See notes to financial statements

TOWN OF KINISTINO
Consolidated Statement of Cash Flows
Statement 4
For the Year Ended December 31, 2023

	2023	2022
OPERATING:		
Annual surplus	\$ 981,768	\$ 5,262,357
Items not affecting cash:		
Amortization	321,262	314,563
Loss (gain) on disposal of tangible capital assets	48,446	2,550
	<u>1,351,476</u>	<u>5,579,470</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	(5,183)	7,093
Other Accounts Receivable	172,023	(469,810)
Assets Held for Sale	17,414	17,414
Accounts payable	(853,302)	421,286
Deferred Revenue	19,466	(555)
Liability for Contaminated Sites	(5,232)	248,672
Prepayments and Deferred Charges	4,160	(594)
	<u>(650,654)</u>	<u>223,506</u>
Cash provided by operating transactions	<u>700,822</u>	<u>5,802,976</u>
CAPITAL AND INVESTING		
Additions to capital assets	(692,228)	(5,345,750)
Proceeds on disposal of capital assets	14,286	-
Decrease (increase) in restricted cash or cash equivalents	-	-
Proceeds on disposal of investments	-	-
	<u>(677,942)</u>	<u>(5,345,750)</u>
Cash flows used by capital and investing	<u>(677,942)</u>	<u>(5,345,750)</u>
FINANCING:		
Repayment of long term debt	(47,534)	(45,861)
Rounding	(2)	(1)
	<u>(47,536)</u>	<u>(45,862)</u>
Cash flow used by financing:	<u>(47,536)</u>	<u>(45,862)</u>
INCREASE (DECREASE) IN CASH FLOW	(24,656)	411,364
Cash - beginning of year	<u>2,331,691</u>	<u>1,920,327</u>
CASH - END OF YEAR	\$ 2,307,035	\$ 2,331,691
CASH CONSISTS OF:		
Cash	<u>\$ 2,307,035</u>	<u>\$ 2,331,691</u>

TOWN OF KINISTINO
Statement of Remeasurement Gains and Losses
Year Ended December 31, 2023

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

See notes to financial statements

TOWN OF KINISTINO

Notes to Financial Statements

For the Year Ended December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES

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

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

a) Reporting Entity:

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

There are no entities consolidated in these financial statements.

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

There are no partnerships in these financial statements.

b) Collection of Funds for Other Authorities:

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

c) Government Transfer:

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

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

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

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

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

d) Other (Non-Government Transfer) Contributions:

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

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TOWN OF KINISTINO

Notes to Financial Statements

For the Year Ended December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

e) Deferred Revenue:

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

f) Local Improvement Charges:

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

g) Net Financial Assets:

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

h) Non-financial Assets:

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

i) Appropriated Reserves:

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

j) Property Tax Revenue:

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

k) Financial Instruments:

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

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

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

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

Measurement of Financial Instruments:

The municipalities financial assets and liabilities are measured as follows:

Cash & Cash Equivalents = Cost and amortized cost

Investments = Fair value and cost/amortized cost

Other Accounts Receivable = Cost and amortized cost

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TOWN OF KINISTINO

Notes to Financial Statements

For the Year Ended December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Long term receivables = Amortized cost

Debt Charges Recoverable = Amortized cost

Bank Indebtedness = Amortized cost

Accounts payable and accrued liabilities = Cost

Deposit liabilities = Cost

Long-Term Debt = Amortized cost

Derivative Assets and Liabilities = Fair value

l) Inventory

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

m) Tangible Capital Assets:

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

General Assets

Land: useful life = indefinite

Land Improvements: useful life = 5 to 20 years

Buildings: useful life = 10 to 50 years

Vehicles: useful life = 5 to 10 years

Machinery and Equipment: useful life = 5 to 10 years

Infrastructure Assets

Water and Sewer: useful life = 75 years

Road Network Assets: useful life = 15 to 40 years

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

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

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

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TOWN OF KINISTINO

Notes to Financial Statements

For the Year Ended December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Leases: All leases are recorded on the consolidated financial statements as either a capital or operating lease. Any lease that transfers substantially all of the benefits and risk associated with the leased asset is classified as a capital lease and recorded as 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.

n) Trust funds

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

There are no trust funds administered by the municipality.

o) Employee Benefit Plans

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

p) Liability for Contaminated Sites

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

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

q) Measurement uncertainty:

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

Measurement uncertainty impacts the following financial statement areas:

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

The measurement of materials and supplies are based on estimates of volume and quality.

The 'Opening Asset costs' of tangible capital assets have been estimated where actual costs were not available.

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

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TOWN OF KINISTINO

Notes to Financial Statements

For the Year Ended December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

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

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

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

r) Basis of Segmentation/Segment Report:

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

The segments (functions) are as follows:

General Government: Provides for the administration of the municipality.

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

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

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

Planning and Development: Provides for neighbourhood development and sustainability.

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

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

s) Budget Information:

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on May 10, 2023.

t) Assets Held for Sale:

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

u) Asset Retirement Obligation:

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

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TOWN OF KINISTINO

Notes to Financial Statements

For the Year Ended December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

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

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

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

v) Loan Guarantees:

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

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

w) New Standards and Amendments to Standards:

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

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

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

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

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

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TOWN OF KINISTINO

Notes to Financial Statements

For the Year Ended December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

x) New Accounting Policies Adopted During the Year:

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

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

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

2. CASH AND CASH EQUIVALENTS

	<u>2023</u>	<u>2022</u>
Cash	\$ 2,307,035	\$ 2,331,691

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

3. TAXES RECEIVABLE - MUNICIPAL

	<u>2023</u>	<u>2022</u>
Municipal - tax receivable - current	\$ 29,896	\$ 24,610
Municipal - tax receivable - arrears	8,746	8,849
Total municipal taxes receivable	<u>\$ 38,642</u>	<u>\$ 33,459</u>

4. TAXES RECEIVABLE - OTHER

	<u>2023</u>	<u>2022</u>
<u>School</u>		
School taxes receivable - current	2,450	2,238
School taxes receivable - arrears	218	671
Total taxes to be collected on behalf of School Divisions	<u>2,668</u>	<u>2,909</u>
Total taxes and grants in lieu receivable to be collected on behalf of other organizations	<u>\$ 2,668</u>	<u>\$ 2,909</u>

TOWN OF KINISTINO
Notes to Financial Statements
For the Year Ended December 31, 2023

5. OTHER ACCOUNTS RECEIVABLE

	<u>2023</u>	<u>2022</u>
Federal Government	\$ 13,864	\$ 97,581
Provincial Government	496,274	573,576
Utility	8,873	6,926
Trade	17,078	30,029
Subtotal	<u>536,089</u>	<u>708,112</u>
Allowance for Uncollectible	(564)	(564)
Net Other Accounts Receivable	<u>\$ 535,525</u>	<u>\$ 707,548</u>

6. ASSETS HELD FOR SALE

	<u>2023</u>	<u>2022</u>
Tax Title Property	\$ 29,337	\$ 29,337
TTP allowance	(29,337)	(29,337)
Net Tax Title Property	-	-
Other Land for Resale	<u>219,911</u>	<u>237,325</u>
Net Other Land	<u>219,911</u>	<u>237,325</u>
Total Assets Held for Sale	<u>\$ 219,911</u>	<u>\$ 237,325</u>

7. BANK INDEBTEDNESS

Credit Arrangements

The municipality has available an operating line of credit in the amount of \$772,000 and bearing interest at prime plus 0.5%. Prime was 7.2% on December 31, 2023. The municipality did not utilize the available overdraft in 2023.

8. DEFERRED REVENUE

	<u>2023</u>	<u>2022</u>
Prepaid taxes	\$ 19,573	\$ 14,064
Prepaid utilities	3,256	-
Deposits received	45,238	32,250
Deferred bulk water revenue	<u>11,250</u>	<u>13,537</u>
Total deferred revenue	<u>\$ 79,317</u>	<u>\$ 59,851</u>

9. LIABILITY FOR CONTAMINATED SITES

The municipality recognizes and estimates a liability of \$384,768 (\$390,000 in 2022) for remediation of the Town of Kinistino Landfill using costing from ICIP grant. The nature of the liability includes the cost of remediation of the landfill and post clean up. The estimated liability is based on a engineering report conducted in conjunction with the ICIP grant application. The ICIP grant was approved and the closure must be completed by March 31, 2026.

(continues)

TOWN OF KINISTINO

Notes to Financial Statements

For the Year Ended December 31, 2023

9. LIABILITY FOR CONTAMINATED SITES *(continued)*

Landfill closure and post-closure care requirements have been defined in accordance with the Environmental Act and include final covering and landscaping of the landfill, pumping of ground, 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 events extending into the next fiscal year using the best information available to management. 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.

10. LONG TERM DEBT

a) The debt limit of the municipality is \$1,244,823. The debt limit for a municipality is the total amount of the municipality's own source revenues for the preceding year (the Municipalities Act section 161(1)).

	<u>2023</u>	<u>2022</u>
Debenture bearing interest at 3.25% per annum, repayable in annual blended payments of \$34,389. The loan matures on December 1, 2036 and is secured by borrowing resolution and assignment of taxes.	\$ 359,951	\$ 381,928
CMHC loan bearing interest at 3.99% per annum, repayable in annual blended payments of \$27,638. The loan matures on November 1, 2024 and is secured by borrowing resolution and assignment of taxes.	<u>26,577</u>	<u>52,135</u>
	<u>\$ 386,528</u>	<u>\$ 434,063</u>

Principal repayment terms are approximately:

2024	\$ 49,268
2025	23,428
2026	24,190
2027	24,976
2028	25,788
Thereafter	<u>238,878</u>
	<u>\$ 386,528</u>

TOWN OF KINISTINO

Notes to Financial Statements

For the Year Ended December 31, 2023

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. The municipality's pension expense in 2023 was \$22,038. The benefits accrued to the municipality's employees from MEPP are calculated using the following: Pensionable Years of Service, Highest Average Salary, and the plan accrual rate.

The employees of the municipality contribute 9% (2022 - 9%) of their wages to the plan, and the municipality matches all employee contributions. Total current service contributions by the municipality to the MEPP in 2023 were \$22,038 (2022 - \$19,118). Total current service contributions by the employees of the municipality to the MEPP in 2023 were \$22,038 (2022 - \$19,118).

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

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

12. CONTRACTUAL OBLIGATIONS AND COMMITMENTS

The Town of Kinistino has entered into Municipal Fire Service Agreements with the Rural Municipality of Invergordon, the Rural Municipality of Kinistino and the Village of Weldon.

The Town of Kinistino been approved for the ICIP grant for \$285,987 for the closure of the landfill; this project will be completed by March 31, 2026.

The municipality has committed to the following:

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

The municipality has committed \$25,000 to ball diamond upgrades in 2024.

The municipality has committed to donating \$100,000 over 10 years to the Kinistino Health Foundation for the Jubilee Lodge expansion, ending in 2033.

Summary of annual commitments:

2024	\$	37,956
2025		12,956
2026		12,956
2027		12,956
2028		12,956
Thereafter		69,163
	\$	<u>158,943</u>

13. RISK MANAGEMENT

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

Interest rate risk

(continues)

TOWN OF KINISTINO
Notes to Financial Statements
For the Year Ended December 31, 2023

13. RISK MANAGEMENT *(continued)*

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

The municipality holds an available line of credit at prime plus .5%. Prime rate was 6.45% at January 1, 2023 and was 7.2% at Dececeber 31, 2023. The municipality did not utilize this line of credit during the year.

14. ICIP GRANT INCOME

Investing in Canada Infrastructure Program grant was recorded as receivable when the contract was finalized and grant income was receivable to the Municipality. The following grant payments were received and applied to grant receivable.

	2023
ICIP Kinistino Civic Center Payment Received	\$ 177,484
Applied to ICIP Grant Receivable	(177,484)
ICIP Kinistino Civic Center final grant receivable	104,019
ICIP Landfill	3,837
Applied to ICIP Grant Receivable	(3,837)
	-
	\$ 104,019

TOWN OF KINISTINO**Schedule of Taxes and Other Unconditional Revenue****(Schedule 1)****As at December 31, 2023**

	Budget 2023	2023	2022
TAXES			
GG - General Municipal Levy	671,300	671,068	667,598
GG - Abatements and Adjustments	(10,690)	(10,735)	(4,622)
GG -Discount on Municipal Tax - Property	(3,000)	(3,003)	(2,014)
Net municipal taxes	657,610	657,330	660,962
Penalties on tax arrears	7,000	4,982	6,766
Total Taxes	664,610	662,312	667,728
UNCONDITIONAL GRANTS			
Unconditional - (Revenue Sharing)	164,000	164,141	144,746
GRANTS IN LIEU OF TAXES			
Federal			
GIL - Federal	1,940	1,940	1,942
Provincial			
GIL - Prov - Sask Energy	21,460	21,482	20,440
GIL - Prov - Sask Tel	1,040	1,038	664
Local/Other			
GIL - Local - Housing Author.	49,590	49,593	49,593
Other Government Transfers			
GIL - Other - SPC Surcharge	38,500	39,575	37,878
Total Grants in Lieu of Taxes	112,530	113,628	110,517
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE			
	\$ 941,140	\$ 940,081	\$ 922,991

TOWN OF KINISTINO

Schedule of Operating and Capital Revenue by Function

(Schedule 2)

As at December 31, 2023

	Budget 2023	2023	2022
GENERAL GOVERNMENT			
Operating			
Custom Work	9,760	9,794	10,184
Sale of supplies	1,550	3,425	1,795
Other income: rent	6,450	21,983	1,242
TCA sales - gain (loss)	-	(55,348)	-
Land sales - gain (loss)	(12,670)	(12,664)	(12,664)
Investment income	10,000	32,602	14,206
Other: SGI	21,710	21,706	-
Capital			
Other: Contributed Capital	-	80,535	-
Total General Government Services	36,800	102,033	14,763
PROTECTIVE SERVICES			
Operating			
Fees and charges	49,000	46,970	48,186
Sale of supplies	50	70	70
Other:	690	688	6,343
Local government	19,500	19,500	19,500
Capital			
	69,240	67,228	74,099
Total Protective Services	69,240	67,228	74,099
TRANSPORTATION SERVICES			
Operating			
Custom work	2,900	4,918	11,767
Sale of supplies	2,500	3,680	2,775
RIRG (CTP)	480	560	880
Capital			
Grant: CCBF (New Deal Gas Tax)	43,300	44,080	20,209
Total Transportation Services	49,180	53,238	35,631
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Sale of supplies	12,070	9,867	11,143
Grant: SARM	8,500	17,671	8,407
Capital			
ICIP	-	-	285,987
Total Environmental and Public Health Services	20,570	27,538	305,537
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Sale of supplies	1,500	3,639	1,731
Capital			
Total Planning and Development Services	1,500	3,639	1,731
RECREATION AND CULTURAL SERVICES			

(continues)

TOWN OF KINISTINO

Schedule of Operating and Capital Revenue by Function *(continued)*

(Schedule 2)

As at December 31, 2023

	Budget 2023	2023	2022
Operating			
Custom work	71,530	47,071	57,651
Other: Donations	515,000	716,991	1,305,100
Capital			
ICIP	-	104,019	3,644,639
Other: CCRF	-	-	97,500
Total Recreation and Cultural Services	586,530	868,081	5,104,890
UTILITY SERVICES			
Operating			
Water charges	355,700	367,017	354,474
Sewer charges	87,000	85,397	87,118
Other: Late payment fees	2,000	2,008	1,945
TCA sales - gain (loss)	1,500	6,902	(2,550)
Other: Infrastructure levy and penalties	47,900	48,112	48,132
Capital			
Total Utility Services	494,100	509,436	489,119
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 1,257,920	\$ 1,631,192	\$ 6,025,769
SUMMARY			
Total Other Segmented Revenue	\$ 1,164,430	\$ 1,343,121	\$ 1,948,647
Total Operating Conditional Grants	50,190	59,437	28,787
Capital Conditional Grants	43,300	228,634	4,048,335
TOTAL REVENUE BY FUNCTION	\$ 1,257,920	\$ 1,631,192	\$ 6,025,769

	Budget 2023	2023	2022
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	14,500	15,029	13,600
Wages and benefits	94,610	95,415	78,738
Professional/Contractual services	80,800	71,623	60,844
Utilities	33,100	15,211	3,721
Maintenance, materials and supplies	28,300	35,783	11,061
Grants and contributions - operating	7,000	4,806	9,526
Amortization	2,430	2,432	2,432
Other:	12,500	17,261	2,155
	<u>273,240</u>	<u>257,560</u>	<u>182,077</u>
Total General Government Services	<u>273,240</u>	<u>257,560</u>	<u>182,077</u>
PROTECTIVE SERVICES			
Police Protection:	-	-	-
Professional/Contractual services	40,000	38,579	35,833
Police Protection	<u>40,000</u>	<u>38,579</u>	<u>35,833</u>
Fire Protection:	-	-	-
Wages and benefits	18,500	27,110	17,537
Professional/Contractual services	16,030	41,129	16,203
Utilities	4,470	4,851	4,258
Maintenance, materials and supplies	27,520	29,589	21,586
Amortization	12,350	12,353	11,592
Fire Protection	<u>78,870</u>	<u>115,032</u>	<u>71,176</u>
Total Protective Services	<u>118,870</u>	<u>153,611</u>	<u>107,009</u>
TRANSPORTATION SERVICES			
Wages and benefits	104,100	100,734	101,066
Professional/Contractual services	83,910	86,822	67,681
Utilities	28,600	27,307	26,006
Maintenance, materials and supplies	91,950	73,978	63,499
Gravel	10,000	9,853	16,160
Amortization	208,690	208,687	208,687
Transportation Services	<u>527,250</u>	<u>507,381</u>	<u>483,099</u>
Total Transportation Services	<u>527,250</u>	<u>507,381</u>	<u>483,099</u>
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	46,620	43,415	44,397
Professional/Contractual services	81,790	74,288	71,176
Maintenance, materials and supplies	5,500	3,287	3,105
Other:	118,910	17,679	269,067
Environmental and Public Health Services	<u>252,820</u>	<u>138,669</u>	<u>387,745</u>
Total Environmental and Public Health Services	<u>252,820</u>	<u>138,669</u>	<u>387,745</u>

TOWN OF KINISTINO
Total Expenses by Function
Year Ended December 31, 2023

Continued - Schedule 3

PLANNING AND DEVELOPMENT SERVICES

Professional/Contractual services	1,500	2,422	1,460
Interest	1,800	1,910	2,897
Planning and Development Services	<u>3,300</u>	<u>4,332</u>	<u>4,357</u>
Total Planning and Development Services	<u>3,300</u>	<u>4,332</u>	<u>4,357</u>

RECREATION AND CULTURAL SERVICES

Professional/Contractual services	19,740	20,173	21,988
Utilities	70,100	58,053	57,081
Grants and contributions - operating	14,250	14,867	14,166
Amortization	6,260	6,257	2,073
Recreation and Cultural Services	<u>110,350</u>	<u>99,350</u>	<u>95,308</u>
Total Recreation and Cultural Services	<u>110,350</u>	<u>99,350</u>	<u>95,308</u>

UTILITY SERVICES

Wages and benefits	65,250	64,337	61,227
Professional/Contractual services	48,830	39,839	53,576
Utilities	199,200	209,330	189,512
Maintenance, materials and supplies	17,330	10,233	19,046
Amortization	91,540	91,533	89,779
Interest	13,000	13,331	13,670
Total Utility Services	<u>435,150</u>	<u>428,603</u>	<u>426,810</u>
Total Utility Services	<u>435,150</u>	<u>428,603</u>	<u>426,810</u>

TOTAL EXPENSES BY FUNCTION	\$ 1,720,980	\$ 1,589,506	\$ 1,686,406
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TOWN OF KINISTINO

Consolidated Schedule of Segment Disclosure by Function

(Schedule 4)

As at December 31, 2023

	General Government	Protective Services	Transportation Services	Environmental and Public Health Services	Planning and Development	Recreation and Culture	Utility Services	Total 2023
Revenues (Schedule 2)								
Total Other Segmented Revenue	\$ 35,202	\$ 47,728	\$ 8,598	\$ 9,867	\$ 3,639	\$ 47,071	\$ 454,422	\$ 606,527
Tangible Capital Assets sales - gain	(55,348)	-	-	-	-	-	6,902	(48,446)
Land sales - gain	(12,664)	-	-	-	-	-	-	(12,664)
Investment income	32,602	-	-	-	-	-	-	32,602
Other revenues	-	-	-	-	-	716,991	48,112	765,103
Total Operating Conditional Grants	21,706	19,500	560	17,671	-	-	-	59,437
Capital Conditional Grants	80,535	-	44,080	-	-	104,019	-	228,634
Total Revenues	102,033	67,228	53,238	27,538	3,639	868,081	509,436	1,631,193
Expenses (Schedule 3)								
Salaries and wages	110,444	27,110	100,734	43,415	-	-	64,337	346,040
Professional/Contractual services	71,623	79,708	86,822	74,288	2,422	20,173	39,839	374,875
Utilities	15,211	4,851	27,307	-	-	58,053	209,330	314,752
Maintenance, materials and supplies	35,783	29,589	83,831	3,287	-	-	10,233	162,723
Grants and contributions	4,806	-	-	-	-	14,867	-	19,673
Amortization	2,432	12,353	208,687	-	-	6,257	91,533	321,262
Interest	-	-	-	-	1,910	-	13,331	15,241
Other	17,261	-	-	17,679	-	-	-	34,940
Total Expenses	257,560	153,611	507,381	138,669	4,332	99,350	428,603	1,589,506
Surplus (Deficit) by Function	\$ (155,527)	\$ (86,383)	\$ (454,143)	\$ (111,131)	\$ (693)	\$ 768,731	\$ 80,833	\$ 41,687

2023

Surplus (Deficit) by Function as at December 31, 2023	\$ 41,687
Taxes and other unconditional revenue (Schedule 1)	940,082
Rounding	(1)
Net Surplus (Deficit)	\$ 981,768

See notes to financial statements

TOWN OF KINISTINO

Consolidated Schedule of Segment Disclosure by Function

(Schedule 5)

As at December 31, 2022

	General Government	Protective Services	Transportation Services	Environmental and Public Health Services	Planning and Development	Recreation and Culture	Utility Services	Total 2022
Revenues (Schedule 2)								
Total Other Segmented Revenue	\$ 13,221	\$ 54,598	\$ 14,542	\$ 11,143	\$ 1,731	\$ 57,651	\$ 443,537	\$ 596,423
Tangible Capital Assets sales - gain	-	-	-	-	-	-	(2,550)	(2,550)
Land sales - gain	(12,664)	-	-	-	-	-	-	(12,664)
Investment income	14,206	-	-	-	-	-	-	14,206
Other revenues	-	-	-	-	-	1,305,100	48,132	1,353,232
Total Operating Conditional Grants	-	19,500	880	8,407	-	-	-	28,787
Capital Conditional Grants	-	-	20,209	285,987	-	3,742,139	-	4,048,335
Total Revenues	14,763	74,098	35,631	305,537	1,731	5,104,890	489,119	6,025,769
Expenses (Schedule 3)								
Salaries and wages	92,338	17,537	101,066	44,397	-	-	61,227	316,565
Professional/Contractual services	60,844	52,037	67,681	71,176	1,460	21,988	53,576	328,762
Utilities	3,721	4,258	26,006	-	-	57,081	189,512	280,578
Maintenance, materials and supplies	11,061	21,586	79,659	3,105	-	-	19,046	134,457
Grants and contributions	9,526	-	-	-	-	14,166	-	23,692
Amortization	2,432	11,592	208,687	-	-	2,073	89,779	314,563
Interest	-	-	-	-	2,897	-	13,670	16,567
Other	2,155	-	-	269,067	-	-	-	271,222
Total Expenses	182,077	107,010	483,099	387,745	4,357	95,308	426,810	1,686,406
Surplus (Deficit) by Function	\$ (167,314)	\$ (32,912)	\$ (447,468)	\$ (82,208)	\$ (2,626)	\$ 5,009,582	\$ 62,309	\$ 4,339,363

	2022
Surplus (Deficit) by Function as at December 31, 2022	\$ 4,339,363
Taxes and other unconditional revenue (Schedule 1)	922,993
Rounding	1
Net Surplus (Deficit)	\$ 5,262,357

See notes to financial statements

TOWN OF KINISTINO

Consolidated Schedule of Tangible Capital Assets by Object

(Schedule 6)

As at December 31, 2023

	General Assets					Infrastructure Assets	General/ Infrastructure	2022	
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets	Assets Under Construction	Total	Total
Asset cost									
Opening Asset costs	\$ 21,138	\$ -	\$ 482,421	\$ 157,383	\$ 667,767	\$ 8,938,229	\$ 6,965,698	\$ 17,232,636	\$ 11,892,511
Additions during the year	17,300	-	21,500	10,000	123,596	-	519,832	692,228	5,345,749
Disposals and write-downs during the year	(1,835)	-	(121,620)	-	(73,850)	-	-	(197,305)	(5,625)
Rounding	-	-	-	-	-	-	-	-	1
Closing Asset Costs	36,603	-	382,301	167,383	717,513	8,938,229	7,485,530	17,727,559	17,232,636
Accumulated Amortization Cost									
Opening Accumulated Amortization costs	-	-	146,677	25,585	324,429	3,513,187	-	4,009,878	3,698,390
Add: Amortization taken	-	-	11,677	7,869	38,170	263,546	-	321,262	314,563
Less: Accumulated amortization on disposals	-	-	(68,107)	-	(66,466)	-	-	(134,573)	(3,075)
Closing Accumulated	-	-	90,247	33,454	296,133	3,776,733	-	4,196,567	4,009,878
Net Book Value	\$ 36,603	\$ -	\$ 292,054	\$ 133,929	\$ 421,380	\$ 5,161,496	\$ 7,485,530	\$ 13,530,992	\$ 13,222,758

1. Total contributed/donated assets received in 2023 = \$80,535
2. List of assets recognized at nominal value in 2023 are:
 - Infrastructure Assets = \$nil
 - Vehicles = \$nil
 - Machinery and Equipment = \$nil
3. Amount of interest capitalized in Schedule 6 = \$nil

See notes to financial statements

TOWN OF KINISTINO

Consolidated Schedule of Tangible Capital Assets by Function

(Schedule 7)

As at December 31, 2023

	General Government 2023	Protective Services 2023	Transportation Services 2023	Environmental & Public Health 2023	Planning & Development 2023	Recreation & Culture 2023	Water & Sewer 2023	Total 2023	Total 2022
Asset cost									
Opening Asset costs	\$ 124,163	\$ 209,202	\$ 5,144,707	\$ 27,285	\$ -	\$ 7,197,644	\$ 4,529,635	\$ 17,232,636	\$ 11,892,511
Additions during the year	-	10,000	123,596	-	-	558,632	-	692,228	5,345,749
Disposals and write-downs during the year	(123,455)	-	(73,850)	-	-	-	-	(197,305)	(5,625)
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Rounding	-	-	-	-	-	-	-	-	1
Closing Asset Costs	708	219,202	5,194,453	27,285	-	7,756,276	4,529,635	17,727,559	17,232,636
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	65,674	84,313	2,820,923	27,285	-	6,219	1,005,464	4,009,878	3,698,390
Add: Amortization taken	2,432	12,353	208,687	-	-	6,257	91,533	321,262	314,563
Less: Accumulated amortization on disposals	(68,107)	-	(66,466)	-	-	-	-	(134,573)	(3,075)
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Accumulated Amortization Cost total	(1)	96,666	2,963,144	27,285	-	12,476	1,096,997	4,196,567	4,009,878
Net Book Value	\$ 709	\$ 122,536	\$ 2,231,309	\$ -	\$ -	\$ 7,743,800	\$ 3,432,638	\$ 13,530,992	\$ 13,222,758

See notes to financial statements

TOWN OF KINISTINO

Consolidated Schedule of Accumulated Surplus

(Schedule 8)

As at December 31, 2023

	2022	Changes	2023
UNAPPROPRIATED SURPLUS	\$ 1,062,270	\$ (221,334)	\$ 840,935
APPROPRIATED RESERVES			
Future Expenditure/Capital	101,400	300,000	401,400
Reserve - Landfill	100,000	-	100,000
Reserve - Utility	662,136	347,334	1,009,470
Funded Reserves-Dedicated Land	10,690	-	10,690
Reserve - Fire Department	38,487	200,000	238,487
Total Appropriated	912,713	847,334	1,760,047
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6, 7)	13,222,758	308,234	13,530,992
Less: Related debt	(434,062)	47,534	(386,528)
Net Investment in Tangible Capital Assets	12,788,696	355,768	13,144,464
Accumulated Surplus (Deficit)			
excluding remeasurement gains (losses)	\$ 14,763,679	\$ 981,768	\$ 15,745,446

TOWN OF KINISTINO
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	283,735	25,161,360	-	-	6,542,790	-	31,987,885
Regional Park Assessment	-	-	-	-	-	-	-
Total Assessment	283,735	25,161,360	-	-	6,542,790	-	31,987,885
Mill Rate Factors:							
Agriculture = 0.67							
Residential = 1.38							
Commercial = 1.69							
Total Base/Minimum Tax							
(generated for each property class)	-	310,500	-	-	4,050	-	314,550
Ad valorem and special levies	7,803	138,387	-	-	210,328	-	356,518
Total Municipal Tax Levy	7,803	448,887	-	-	214,378	-	671,068
(include base and/or minimum tax and special levies)							

MILL RATES:

Average Municipal * = 20.98 mills
 Average School * = 4.99 mills
 Potash Mill Rate = n/a
 Uniform Municipal Mill Rate = 5.5 mills

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

See notes to financial statements

TOWN OF KINISTINO
Schedule of Council Remuneration
As at December 31, 2023

(Schedule 10)

	Remuneration	Reimbursed Costs	Total
Mayor - Mark Powalinsky	4,400	29	4,429
Councillor - Gina Klamot	3,000	-	3,000
Councillor - Steven Jack	1,400	-	1,400
Councillor - Jadie Fenning	900	-	900
Councillor - Brennan Smith	1,800	-	1,800
Councillor - Andrew Helm	1,650	-	1,650
Councillor - Kelley Sharkey	1,850	-	1,850
Total	15,000	29	15,029

TOWN OF KINISTINO
Schedule of Restructuring
As at December 31, 2023

(Schedule 11)

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