R. M. of Wawken No. 93

CONSOLIDATED FINANCIAL STATEMENTS

Year Ended December 31, 2024

R. M. of Wawken No. 93

Wawota, Saskatchewan

December 31, 2024

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Management's Responsibility

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

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

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

Baker Tilly SK LLP, an independent firm of chartered professional accountants, is appointed by the council to audit the consolidated financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the council and management to discuss their audit findings.

Harrell Potter

Reeve

Administrator

Independent Auditors' Report

To the Council
R. M. of Wawken No. 93

Opinion

We have audited the consolidated financial statements of R. M. of Wawken No. 93, (the municipality), which comprise the consolidated Statement of Financial Position as at December 31, 2024 and the consolidated Statements of Operations, Change in Net Financial Assets and Cash Flow for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the municipality as at December 31, 2024, and results of its operations and its consolidated cash flow 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 consolidated 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 consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

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

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

Council is responsible for overseeing the municipality's financial reporting process.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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 a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our 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 consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the group consolidated financial statements. We are responsible for the direction, supervision and and review of the audit work performed for purposes of the group audit. We remain solely responsible for our audit opinion.

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

Baker Tilly SK LLP

Baker Tilly SK LLP

Yorkton, SK
June 13, 2025

R. M. of Wawken No. 93

Wawota, Saskatchewan — Statement 1

Consolidated Statement of Financial Position as at December 31, 2024

	2024	2023 (Note 14)
Assets		
Financial Assets		
Cash and cash equivalents - note 2	2,495,068	2,758,882
Investments - note 7	61,094	55,611
Taxes receivable - municipal - note 3	25,964	28,795
Other accounts receivable - note 4	104,189	70,161
Total Financial Assets	2,686,315	2,913,449
Liabilities		
Accounts payable	51,165	43,986
Accrued liabilities payable	228	217
Deferred revenue - note 9	62,584	25,528
Total Liabilities	113,977	69,731
Net Financial Assets	2,572,338	2,843,718
Non-Financial Assets		
Tangible capital assets - schedules 6 and 7	5,405,377	4,480,145
Prepayments and deferred charges	1,486	4,170
Stock and supplies - note 6	416,690	554,593
Total Non-Financial Assets	5,823,553	5,038,908
Accumulated Surplus	$ 8,395,891	$ 7,882,626
Accumulated surplus is comprised of:		
Accumulated surplus - schedule 8	8,395,891	7,882,626

Approved on behalf of the council:

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Reeve

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Councillor

The notes to consolidated financial statements are an integral part of these consolidated financial statements.

R. M. of Wawken No. 93

Consolidated Statement of Operations — Statement 2

For the year ended December 31, 2024

	2024 Budget [Note 1(u)]	2024 Actual	2023 Actual (Note 14)
Revenues			
Tax revenue - schedule 1	1,505,693	1,483,880	1,103,097
Other unconditional revenue - schedule 1	274,540	274,561	228,500
Fees and charges - schedules 4 and 5	37,850	101,131	74,735
Conditional grants - schedules 4 and 5	4,020	7,224	3,872
Tangible capital asset sales - gain - schedules 4 and 5	718,000	96,461	61,193
Investment income - schedules 4 and 5	176,300	120,082	149,396
Other - schedules 4 and 5		6,028	1,333
Total Revenues	2,716,403	2,089,367	1,622,126
Expenses - schedule 3			
General government services	325,674	309,639	280,341
Protective services	43,140	56,244	64,197
Transportation services	1,640,565	1,157,501	1,218,590
Environmental and public health services	56,210	56,976	54,345
Planning and development services		12,779	36,672
Recreation and cultural services	27,460	39,418	34,012
Utilities services	650	658	400
Total Expenses	2,093,699	1,633,215	1,688,557
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	622,704	456,152	(66,431)
Provincial/Federal Capital Grants and Contributions - schedules 4 and 5	119,396	57,113	55,348
Surplus (Deficit) of Revenue over Expenses	742,100	513,265	(11,083)
Accumulated Surplus, Beginning of Year	7,882,626	7,882,626	7,893,709
Accumulated Surplus, End of Year	$ 8,624,726	$ 8,395,891	$ 7,882,626

The notes to consolidated financial statements are an integral part of these consolidated financial statements.

R. M. of Wawken No. 93

Consolidated Statement of Change in Net Financial Assets | Statement 3

For the year ended December 31, 2024

	2024 Budget [Note 1(u)]	2024 Actual	2023 Actual (Note 14)
Surplus (Deficit)	742,100	513,265	(11,083)
(Acquisition) of tangible capital assets	(743,000)	(1,676,472)	(1,509,030)
Amortization of tangible capital assets		172,301	234,996
Proceeds on disposal of tangible capital assets		675,400	180,000
Loss (gain) on the disposal of tangible capital assets	(718,000)	(96,461)	(61,193)
Surplus (Deficit) of Capital Expenses over Expenditures	(1,461,000)	(925,232)	(1,155,227)
Consumption of supplies inventory		137,903	231,528
Use of prepaid expense		2,684	9,160
Surplus of Expenses of Other Non-Financial over Expenditures	0	140,587	240,688
Increase (Decrease) in Net Financial Assets	(718,900)	(271,380)	(925,622)
Net Financial Assets, beginning of year	2,843,718	2,843,718	3,769,340
Net Financial Assets, End of Year	$ 2,124,818	$ 2,572,338	$ 2,843,718

The notes to consolidated financial statements are an integral part of these consolidated financial statements.

R. M. of Wawken No. 93

Consolidated Statement of Cash Flow | Statement 4

For the year ended December 31, 2024

	2024	2023 (Note 14)
Cash Provided by (used for) the Following Activities		
Operating:		
Surplus (Deficit)	513,265	(11,083)
Amortization	172,301	234,997
Loss (gain) on disposal of tangible capital assets	(96,461)	(61,193)
	589,105	162,721
Change in Assets/Liabilities		
Taxes receivable - municipal	2,832	(13,039)
Other receivables	(34,029)	(5,211)
Accounts payable	7,178	19,322
Accrued liabilities payable	11	
Deferred revenue	37,056	25,528
Stock and supplies for use	137,903	231,528
Prepayments and deferred charges	2,685	9,160
Cash Provided by Operating Transactions	742,741	430,009
Capital:		
Acquisition of capital assets	(1,676,472)	(1,509,030)
Proceeds on sale of tangible capital assets	675,400	180,000
Cash Applied to Capital Transactions	(1,001,072)	(1,329,030)
Investing:		
Proceeds on disposal of investments		1,301,327
Acquisition in investment	(5,483)	(5,376)
Cash Provided by (Applied to) Investing Transactions	(5,483)	1,295,951
Change in Cash and Cash Equivalents During the Year	(263,814)	396,930
Cash and cash equivalents, beginning of year	2,758,882	2,361,952
Cash and Cash Equivalents, End of Year	$ 2,495,068	$ 2,758,882

The notes to consolidated financial statements are an integral part of these consolidated financial statements.

1. Significant Accounting Policies

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

(a) 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.

(b) 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.

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.

Entities included in these consolidated financial statements are as follows:

Entity	**Basis of Recording**
Municipal Building Fund	33%
Wawota District Fire Board	33%
Wawota Recreation Board	33%
Wawken/Walpole Vet Board	50%
Southeast Municipal Healthcare Corporation	2.5%

All inter-organizational transactions and balances have been eliminated.

(c) Collection of funds for other authorities

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

1. **Significant Accounting Policies** - continued

(d) 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 are 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:

(i) the transfers are authorized;
(ii) any eligibility criteria have been met; and
(iii) a reasonable estimate of the amount 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.

(e) 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 to the extent that they would be paid for on the normal operations of the municipality's activities and the fair value can be reasonably estimated.

(f) 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.

(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.

1. **Significant Accounting Policies** - continued

(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) Financial instruments

Derivative and equity instruments (or other portfolio 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 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. If there are any unrealized gains and losses, they 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 municipality's financial assets and liabilities are measured as follows:

Financial statement line item	Measurement
Cash and cash equivalents	cost or amortized cost
Investments	cost or amortized cost
Other accounts receivable	cost or amortized cost
Accounts payable and accrued liabilities	cost or amortized cost

(k) Inventories

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

1. **Significant Accounting Policies** - continued

(l) 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 inflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of contribution. The cost of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. The municipality's tangible capital assets useful lives are estimated as follows:

General Assets	
Land	Indefinite
Land improvements	10-25 years
Buildings	50 years
Vehicles	10 years
Machinery and equipment	5-15 years
Infrastructure Assets	
Linear assets	15-40 years

(m) 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.

(n) 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.

(o) Capitalization of interest

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

(p) Leases

All leases are recorded on the consolidated financial statement as either a capital or operating lease. Any lease that transfers substantially all of the benefits and risks associated with the leased asset is classified as capital leases and recorded as tangible capital assets. At the inception of a capital lease, an asset and a payment obligation are recorded at an amount equal to the present value of the minimum lease payments, excluding executory costs. Assets under capital leases are amortized on a straight-line basis over their estimated useful lives (lease term). Any other lease not meeting the before-mentioned criteria is classified as an operating lease and rental payments are expensed as incurred.

1. **Significant Accounting Policies** - continued

(q) 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.

(r) Revenue

Revenue from transactions with no performance obligations are recognized as received or as the municipality becomes aware of, provided collection is reasonably assured.

Investment income is recognized as earned.

For revenue items with related performance obligations:

Fees and charges are transactions with performance obligations. A performance obligation is a promise to provide a distinct good or service, or services, or distinct goods or services to a payor for consideration. The municipality recognizes revenue when the performance obligations are satisfied and the payor obtains control of the asset or benefits from the service provided.

For each performance obligation, the municipality must ascertain whether the obligation is satisfied over a period of time, or at a point in time. In order to do this, the characteristics of the underlying goods and/or services must be considered in order to determine when the ultimate performance obligations will be satisfied. If any of the below criteria are met, the revenue must be recognized over a period of time; otherwise, corresponding amounts are to be recognized at a point in time.

a) The payor simultaneously receives and consumes the benefits provided by the municipality's performance as they fulfill the performance obligation.
b) The municipality's performance creates or enhances an asset (for example, work in progress) that the payor controls or uses as the asset is created or enhanced.
c) The municipality's performance does not create an asset with an alternative use to itself, and the municipality has an enforceable right to payment for performance completed to date.
d) The municipality is expected to continually maintain or support the transferred good or service under the terms of the agreement.

When determining the amounts of revenue to recognize at various stages along the point of time, determinants vary but often include percentage complete.

Non-exchange transactions are transactions or events where there is no direct transfer of goods or services to a payor. The municipality receives an increase in economic resources for which the payor does not receive any direct goods or services in return. Revenue for non-exchange transactions is recognized when the municipality has the authority and identifies a past transaction or event that gives rise to an asset.

Revenue from product sales is recognized when the significant rewards of ownership of the products have passed to the buyer, usually on the delivery of products.

1. **Significant Accounting Policies** - continued

(s) Use of estimates

The preparation of financial statements in conformity with Canadian Public Sector Accounting Standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditures during the period. Accounts receivable are stated after evaluation as to their collectibility and an appropriate allowance for doubtful accounts is provided where considered necessary.

Use of estimates impacts the following financial statement areas:

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

The opening asset costs of tangible capital assets have been estimated where actual costs were not available.

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

The liabilities 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 of 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.

1. **Significant Accounting Policies** - continued

(t) 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.

(u) Budget information

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on May 9, 2024.

(v) 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.

(w) 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 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.

1. **Significant Accounting Policies** - continued

(w) Asset retirement obligation - continued

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 de-recognizes 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.

(x) New accounting policies adopted during the year

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. This section has been applied prospectively; there was no impact to these financial statements.

PSG-8, Purchased intangibles, provides guidance on accounting for and reporting on purchased intangible capital assets. It provides clarity on the recognition criteria, along with instances of assets that would not meet the definition of such. Application may be made either retroactively or prospectively in accordance with PS 2120, Accounting changes. This section has been applied prospectively; there was no impact to these financial statements.

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 may be applied either retroactively (with or without prior period restatement) or prospectively. This section has been applied prospectively; there was no impact to these financial statements.

2. Cash and Cash Equivalents

	2024	2023
Cash	$ 2,495,068	$ 2,758,882

Cash and cash equivalents include balances with banks, term deposits, marketable securities and short-term investments with maturities of three months or less.

3. Taxes and Grants In Lieu Receivable

	2024	2023
Municipal - current	21,967	24,738
Municipal - arrears	3,997	4,057
	25,964	28,795
Less: Allowance for uncollectibles	0	0
Total municipal taxes receivable	25,964	28,795
School - current	8,870	10,059
School - arrears	1,141	898
Total school taxes receivable	10,011	10,957
Other	0	1,978
Total taxes and grants in lieu receivable	35,975	41,730
Less: Taxes receivable to be collected on behalf of other organizations	10,011	12,935
Municipal and Grants In Lieu Taxes Receivable	$ 25,964	$ 28,795

4. Other Accounts Receivable

	2024	2023
Federal government	41,311	65,892
Provincial government	57,113	1,918
Trade	5,656	1,695
Other	109	656
Net Other Accounts Receivable	$ 104,189	$ 70,161

5. Assets Held for Sale

	2024	2023
Tax title property	2,026	2,026
Less: Allowance for market value adjustment	2,026	2,026
Total Assets Held for Sale	$ 0	$ 0

	2024	2023
6. Inventories		

Inventories are comprised of the following:

	2024	2023
Gravel	335,421	513,034
Culverts	77,062	37,352
Other	4,207	4,207
	$ 416,690	$ 554,593

7. **Long-Term Investments**

	2024	2023
CO-OP Equity	1,475	1,475
SARM Liability Self-Insurance Plan	59,619	54,136
	$ 61,094	$ 55,611

The municipality is contingently liable under the terms of the Saskatchewan Association of Rural Municipalities Self-Insurance Plan for its proportionate share of claims and future claims in excess of the plan's reserve fund.

8. **Bank Indebtedness**

Bank indebtedness includes an operating loan amounting to $100,000 (2023 - $100,000) and bearing interest at 7.45%.

9. **Deferred Revenue**

	Balance, Beginning of Year	Plus Amount Received	Less Amount Recognized	Balance, End of Year
Canada Community Building Fund	$ 25,528	$ 37,056	$ 0	$ 62,584

10. **Long-Term Debt**

(a) The debt limit of the municipality for 2025 is $1,708,521. 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)).

11. **Employee Benefits Plan**

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. 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.

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

All contributions by employees are matched equally by the employer. The contribution rates were updated on July 1, 2018. Employee contribution rates in effect for the year are as follows:

	2024	2023
General members	9.00 %	9.00 %
Designated members	12.50 %	12.50 %

Contributions to the plan during the year were as follows:

	2024	2023
Benefit expense	$ 26,634	$ 20,260

As per the most recently audited consolidated financial statements, dated December 31, 2023, the plan surplus is $1,161,337.

The municipality is also contingently liable for the following:

- The costs of additional improvements to Highway 48, should such be required. The municipality has a cost-sharing arrangement with Saskatchewan Ministry of Highways and Infrastructure for the construction of Highway 48.

12. **Commitments**

The municipality has committed $10,000 to be paid in the next year to the Moosomin Airport.

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 so doing, cause a loss for the other party. The financial instruments that potentially subject the municipality to credit risk consist of taxes receivable and trade receivables.

14. **Comparative Figures**

The comparative financial statements have been restated to account for the consolidated entities on the proportionate consolidation basis and to correct errors in amortization. As a result, the comparative statement of operations for the year ending December 31, 2023 has been restated as follows:

Balance of accumulated surplus, beginning of year, as previously stated	8,076,908
Adjustment to beginning balance	(183,199)
Balance of accumulated surplus, beginning of year, as restated	$ 7,893,709

Line Item	As Restated	As Previously Stated	Difference
Revenues			
Fees and charges	74,735	69,560	5,175
Expenses			
Transportation services	1,218,590	1,217,708	882
Recreation and cultural services	34,012	29,866	4,146
			5,028
Adjustment to surplus (deficit) of revenue over expenses			147
Balance of accumulated surplus, end of year as previously stated			8,065,678
Effect of adjustment to beginning balance			(183,199)
Balance of accumulated surplus, end of year, as restated			$ 7,882,626

14. **Comparative Figures** - continued

The comparative statement of financial position as at December 31, 2023 has been restated as follows:

Line Item	As Restated	As Previously Stated	Difference
Cash and cash equivalents	$ 2,758,882	$ 2,729,111	$ 29,771
Investments	55,611	54,136	1,475
Other accounts receivable	70,161	69,731	430
Accounts payable	43,986	43,912	74
Accrued liabilities	217	0	217
Tangible capital assets	4,480,145	4,563,798	(83,653)
Prepayments	4,170	4,092	78

15. **Statement of Remeasurement Gains and Losses**

There are no measurement gains or losses during the periods presented; therefore, no statement of remeasurement gains or losses is included in these financial statements.

	2024 Budget [Note 1(u)]	2024 Actual	2023 Actual (Note 14)
Taxes			
General municipal tax levy	1,578,597	1,578,597	1,171,494
Abatements and adjustments	(13,944)	(14,784)	(8,947)
Discount on current year taxes	(61,530)	(82,533)	(61,530)
Net municipal taxes	1,503,123	1,481,280	1,101,017
Penalties on tax arrears	1,000	857	510
Total Taxes	1,504,123	1,482,137	1,101,527
Unconditional Grants			
Equalization (revenue sharing)	274,540	274,561	228,500
Total Unconditional Grants	274,540	274,561	228,500
Grants In Lieu of Taxes			
Provincial			
Transgas	410	408	408
SARM Fish & Wildlife	360	417	363
Local/Other			
Treaty land entitlement	800	918	799
Total Grants In Lieu of Taxes	1,570	1,743	1,570
Total Taxes and Other Unconditional Revenue	$ 1,780,233	$ 1,758,441	$ 1,331,597

The notes to consolidated financial statements are an integral part of these consolidated financial statements.

R. M. of Wawken No. 93

Consolidated Schedule of Operating and Capital Revenue by Function Schedule 2-1
For the year ended December 31, 2024

	2024 Budget [Note 1(u)]	2024 Actual	2023 Actual (Note 14)
General Government Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Sale of supplies	800	1,253	856
Municipal Building Fund		17,167	11,974
Total Fees and Charges	800	18,420	12,830
Investment income	176,300	120,082	149,396
Other	800	860	800
Total Other Segmented Revenue	177,900	139,362	163,026
Total General Government Services	$ 177,900	$ 139,362	$ 163,026
Protective Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Policing and fire fees		9,203	7,937
Total Other Segmented Revenue	0	9,203	7,937
Total Protective Services	$ 0	$ 9,203	$ 7,937
Transportation Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Custom work	7,950	13,114	7,644
Sale of supplies	9,600	22,653	10,538
Licenses and permits	3,000	2,025	3,225
Road maintenance and restoration agreement	1,600		5,515
Total Fees and Charges	22,150	37,792	26,922
Tangible capital asset sales - gain	718,000	96,461	61,193
Other		4,928	
Total Other Segmented Revenue	740,150	139,181	88,115
Total Operating	740,150	139,181	88,115
Capital			
Conditional Grants			
Canada Community Building Fund	75,000		12,958
Designated municipal roads and bridges	44,396	57,113	42,390
Total Capital	119,396	57,113	55,348
Total Transportation Services	$ 859,546	$ 196,294	$ 143,463

The notes to consolidated financial statements are an integral part of these consolidated financial statements.

R. M. of Wawken No. 93

Consolidated Schedule of Operating and Capital Revenue by Function Schedule 2-2

For the year ended December 31, 2024

	2024 Budget [Note 1(u)]	2024 Actual	2023 Actual (Note 14)
Environmental and Public Health Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Waste and disposal fees	5,100	5,236	5,194
Sale of pest control supplies	3,000	5,270	
Total Other Segmented Revenue	8,100	10,506	5,194
Conditional Grants			
Other (Provincial Rat Control/Beaver Control)	4,020	7,224	3,872
Total Conditional Grants	4,020	7,224	3,872
Total Environmental and Public Health Services	$ 12,120	$ 17,730	$ 9,066
Planning and Development Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Rentals		2,159	2,086
Other (Veterinary Board)	300	12,036	12,182
Expense recoveries	5,000	2,500	
Other	100	240	533
Total Other Segmented Revenue	5,400	16,935	14,801
Total Planning and Development Services	$ 5,400	$ 16,935	$ 14,801
Recreation and Cultural Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Recreation Board		6,915	6,309
Total Other Segmented Revenue	0	6,915	6,309
Total Recreation and Cultural Services	$ 0	$ 6,915	$ 6,309
Utility Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Well Key Rentals	1,500	1,600	1,275
Total Other Segmented Revenue	1,500	1,600	1,275
Total Utility Services	$ 1,500	$ 1,600	$ 1,275

The notes to consolidated financial statements are an integral part of these consolidated financial statements.

	2024 Budget [Note 1(u)]	2024 Actual	2023 Actual (Note 14)
Total Operating and Capital Revenue by Function	$ 1,056,466	$ 388,039	$ 345,877
Summary			
Total Other Segmented Revenue	933,050	323,702	286,657
Total Conditional Grants	4,020	7,224	3,872
Total Capital Grants and Contributions	119,396	57,113	55,348
Total Operating and Capital Revenue by Function	$ 1,056,466	$ 388,039	$ 345,877

R. M. of Wawken No. 93

Total Expenses by Function — Schedule 3-1

For the year ended December 31, 2024

	2024 Budget [Note 1(u)]	2024 Actual	2023 Actual (Note 14)
General Government Services			
Council remuneration and travel	43,450	38,981	41,115
Wages and benefits	132,280	124,465	118,222
Professional/Contractual services	92,334	77,294	82,134
Utilities	1,300	1,267	1,262
Maintenance, materials and supplies	9,730	19,929	25,924
Grants and contributions - operating	2,500	600	2,410
Grants and contributions - capital	37,480	36,980	500
Amortization		5,392	5,392
Interest	100	184	356
Other	6,500	4,547	3,026
Total General Government Services	$ 325,674	$ 309,639	$ 280,341
Protective Services			
Police protection			
Professional/Contractual services	35,300	36,323	35,302
Fire protection			
Professional/Contractual services		6,844	6,995
Maintenance, materials and supplies			8,523
Grants and contributions - operating	5,500	4,333	4,333
Amortization		6,128	6,701
Other	2,340	2,616	2,343
Total Protective Services	$ 43,140	$ 56,244	$ 64,197
Transportation Services			
Wages and benefits	264,000	295,677	208,413
Professional/Contractual services	837,655	102,759	116,273
Utilities	10,100	8,069	9,617
Maintenance, materials and supplies	389,400	276,827	295,988
Gravel	139,410	314,043	366,034
Amortization		160,126	222,265
Total Transportation Services	$ 1,640,565	$ 1,157,501	$ 1,218,590

The notes to consolidated financial statements are an integral part of these consolidated financial statements.

R. M. of Wawken No. 93

Total Expenses by Function — Schedule 3-2

For the year ended December 31, 2024

	2024 Budget [Note 1(u)]	2024 Actual	2023 Actual (Note 14)
Environmental and Public Health Services			
Professional/Contractual services	38,160	38,970	43,593
Utilities	1,800	1,928	668
Maintenance, materials and supplies	15,150	15,016	8,985
Other	1,100	1,062	1,099
Total Environmental and Public Health Services	$ 56,210	$ 56,976	$ 54,345
Planning and Development Services			
Professional/Contractual services		12,125	36,034
Amortization		654	638
Total Planning and Development Services	$ 0	$ 12,779	$ 36,672
Recreation and Cultural Services			
Professional/Contractual services	19,720	32,745	27,939
Grants and contributions - operating	7,740	6,673	6,073
Total Recreation and Cultural Services	$ 27,460	$ 39,418	$ 34,012
Utility Services			
Professional/Contractual services	150	44	44
Utilities	500	614	356
Total Utility Services	$ 650	$ 658	$ 400
Total Expenses by Function	$ 2,093,699	$ 1,633,215	$ 1,688,557

R. M. of Wawken No. 93

Consolidated Schedule of Segment Disclosure by Function

For the year ended December 31, 2024

	General Government	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Utilities Services	Total
Revenues - schedule 2								
Fees and charges	18,420	9,203	37,792	10,506	16,695	6,915	1,600	101,131
Tangible capital asset sales - gain			96,461					96,461
Investment income	120,082							120,082
Other revenues	860		4,928		240			6,028
Grants - conditional				7,224				7,224
Grants - capital			57,113					57,113
Total Revenues	139,362	9,203	196,294	17,730	16,935	6,915	1,600	388,039
Expenses - schedule 3								
Wages and benefits	124,465		295,677					420,142
Professional/contractual services	116,275	43,167	102,759	38,970	12,125	32,745	44	346,085
Utilities	1,267		8,069	1,928			614	11,878
Maintenance materials and supplies	19,929		590,870	15,016				625,815
Grants and contributions	37,580	4,333				6,673		48,586
Amortization	5,392	6,128	160,126		654			172,300
Interest	184							184
Other	4,547	2,616		1,062				8,225
Total Expenses	309,639	56,244	1,157,501	56,976	12,779	39,418	658	1,633,215
Surplus (Deficit) by Function	$(170,277)	$(47,041)	$(961,207)	$(39,246)	$ 4,156	$(32,503)	$ 942	(1,245,176)
Taxation and other unconditional revenue - schedule 1								1,758,441
Net Surplus								$ 513,265

The notes to consolidated financial statements are an integral part of these consolidated financial statements.

R. M. of Wawken No. 93

Consolidated Schedule of Segment Disclosure by Function — Schedule 5

For the year ended December 31, 2023

	General Government	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Utilities Services	Total
Revenues - schedule 2								
Fees and charges	12,830	7,937	26,922	5,194	14,268	6,309	1,275	74,735
Tangible capital asset sales - gain			61,193					61,193
Investment income	149,396							149,396
Other revenues	800				533			1,333
Grants - conditional				3,872				3,872
Grants - capital			55,348					55,348
Total Revenues	163,026	7,937	143,463	9,066	14,801	6,309	1,275	345,877
Expenses - schedule 3								
Wages and benefits	159,337		208,413					367,750
Professional/contractual services	82,134	42,297	116,273	43,593	36,034	27,939	44	348,314
Utilities	1,262		9,617	668			356	11,903
Maintenance materials and supplies	25,924	8,523	662,022	8,985				705,454
Grants and contributions	2,910	4,333				6,073		13,316
Amortization	5,392	6,701	222,265		638			234,996
Interest	356							356
Other	3,026	2,343		1,099				6,468
Total Expenses	280,341	64,197	1,218,590	54,345	36,672	34,012	400	1,688,557
Surplus (Deficit) by Function	$(117,315)	$(56,260)	$(1,075,127)	$(45,279)	$(21,871)	$(27,703)	$ 875	(1,342,680)
Taxation and other unconditional revenue - schedule 1								1,331,597
Net Surplus (Deficit)								$(11,083)

The notes to consolidated financial statements are an integral part of these consolidated financial statements.

R. M. of Wawken No. 93

Consolidated Schedule of Tangible Capital Assets by Object

For the year ended December 31, 2024

Schedule 6

	General Assets					Infrastruct. Assets	General/ Infrastruct.	
	Land	Land Improve.	Buildings	Vehicles	Machinery & Equipment	Linear Assets	Assets under Constr.	Total
Asset Cost								
Opening Asset Cost	185,383	2,619	324,063	0	1,496,172	6,362,257	0	8,370,494
Additions during the year			15,084		1,109,840	547,732	3,816	1,676,472
Disposals and write-down during the year					(909,808)			(909,808)
Closing Asset Costs	185,383	2,619	339,147	0	1,696,204	6,909,989	3,816	9,137,158
Accumulated Amortization Cost								
Opening Accumulated Amortization Costs	0	0	221,140	0	599,554	3,069,655	0	3,890,349
Add: Amortization taken			5,741		34,536	132,024		172,301
Less: Accumulated amortization on disposals					330,869			330,869
Closing Accumulated Amortization Costs	0	0	226,881	0	303,221	3,201,679	0	3,731,781
Net Book Value	$ 185,383	$ 2,619	$ 112,266	$ 0	$ 1,392,983	$ 3,708,310	$ 3,816	$ 5,405,377

R. M. of Wawken No. 93

Consolidated Schedule of Tangible Capital Assets by Object

For the year ended December 31, 2023

Schedule 6

	General Assets					Infrastruct. Assets	General/ Infrastruct.	
	Land	**Land Improve.**	**Buildings**	**Vehicles**	**Machinery & Equipment**	**Linear Assets**	**Assets under Constr.**	**Total**
Asset Cost								
Opening Asset Cost	185,383	2,619	324,063	0	1,366,797	5,483,352	0	7,362,214
Additions during the year					630,124	878,905		1,509,029
Disposals and write-down during the year					(500,749)			(500,749)
Closing Asset Costs	185,383	2,619	324,063	0	1,496,172	6,362,257	0	8,370,494
Accumulated Amortization Cost								
Opening Accumulated Amortization Costs	0	0	215,399	0	864,676	2,957,220	0	4,037,295
Add: Amortization taken			5,741		116,820	112,435		234,996
Less: Accumulated amortization on disposals					(381,942)			(381,942)
Closing Accumulated Amortization Costs	0	0	221,140	0	599,554	3,069,655	0	3,890,349
Net Book Value	$ 185,383	$ 2,619	$ 102,923	$ 0	$ 896,618	$ 3,292,602	$ 0	$ 4,480,145

The notes to consolidated financial statements are an integral part of these consolidated financial statements.

R. M. of Wawken No. 93

Consolidated Schedule of Tangible Capital Assets by Function

For the year ended December 31, 2024

	General Government	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Water & Sewer	Total
Asset Cost								
Opening Asset Cost	204,997	130,789	7,907,156	0	114,482	0	13,070	8,370,494
Additions during the year			1,674,279		2,193			1,676,472
Disposals and write-down during the year			(909,808)					(909,808)
Closing Asset Costs	204,997	130,789	8,671,627	0	116,675	0	13,070	9,137,158
Accumulated Amortization Cost								
Opening Accumulated Amortization Costs	124,039	101,268	3,587,484	0	64,488	0	13,070	3,890,349
Add: Amortization taken	5,392	6,128	160,127		654			172,301
Less: Accumulated amortization on disposals			330,869					330,869
Closing Accumulated Amortization Costs	129,431	107,396	3,416,742	0	65,142	0	13,070	3,731,781
Net Book Value	$ 75,566	$ 23,393	$ 5,254,885	$ 0	$ 51,533	$ 0	$ 0	$ 5,405,377

The notes to consolidated financial statements are an integral part of these consolidated financial statements.

R. M. of Wawken No. 93

Consolidated Schedule of Tangible Capital Assets by Function

For the year ended December 31, 2023

Schedule 7

	General Government	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Water & Sewer	Total
Asset Cost								
Opening Asset Cost	204,997	130,789	6,899,121	0	114,237	0	13,070	7,362,214
Additions during the year			1,508,784		245			1,509,029
Disposals and write-down during the year			(500,749)					(500,749)
Closing Asset Costs	204,997	130,789	7,907,156	0	114,482	0	13,070	8,370,494
Accumulated Amortization Cost								
Opening Accumulated Amortization Costs	118,647	94,567	3,747,161	0	63,850	0	13,070	4,037,295
Add: Amortization taken	5,392	6,701	222,265		638			234,996
Less: Accumulated amortization on disposal			381,942					381,942
Closing Accumulated Amortization Costs	124,039	101,268	3,587,484	0	64,488	0	13,070	3,890,349
Net Book Value	$ 80,958	$ 29,521	$ 4,319,672	$ 0	$ 49,994	$ 0	$ 0	$ 4,480,145

The notes to consolidated financial statements are an integral part of these consolidated financial statements.

R. M. of Wawken No. 93

Consolidated Schedule of Accumulated Surplus — Schedule 8

For the year ended December 31, 2024

	2023	Changes	2024
Unappropriated Surplus	3,182,769	(411,967)	2,770,802
Appropriated Surplus			
Machinery and equipment			
Dedicated land reserve	712		712
Future expenditures/capital	219,000		219,000
	219,712	0	219,712
Total Appropriated	219,712	0	219,712
Net Investment in Tangible Capital Assets			
Tangible capital assets - schedule 6 and 7	4,480,145	925,232	5,405,377
Net Investment in Tangible Capital Assets	4,480,145	925,232	5,405,377
Accumulated Surplus	$ 7,882,626	$ 513,265	$ 8,395,891

The notes to consolidated financial statements are an integral part of these consolidated financial statements.

R. M. of Wawken No. 93

Schedule of Mill Rates and Assessments
For the year ended December 31, 2024

Schedule 9

	Property Class						
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	Total
Taxable Assessment	91,211,335	9,111,205			59,319,225		159,641,765
Regional Park Assessment							
Total Assessment							159,641,765
Mill Rate Factor(s)	0.8500	1.0000			2.0000		
Total Base/Minimum Tax (generated for each property class)							
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	596,203	70,065			912,329		1,578,597

Mill Rates:	**Mills**
Average Municipal*	9.8884
Average School*	4.6800
Potash Mill Rate	
Uniform Municipal Mill Rate	7.6900

*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).

R. M. of Wawken No. 93

Schedule of Council Remuneration — Schedule 10

For the year ended December 31, 2024

Name	Remuneration	Reimbursed Costs	Total
Hector Lamontagne	9,425		9,425
Darrell Petterson	8,052		8,052
Jill Lowe	7,602		7,602
Blaine Ehr	6,719		6,719
Dale Hewitt	8,350		8,350
Earl Bourhis	7,010		7,010
Ryley Clements	10,730		10,730
	$ 57,888	$ 0	$ 57,888

The notes to consolidated financial statements are an integral part of these consolidated financial statements.