

Management's Responsibility

To the Ratepayers of Rural Municipality of Mervin No. 499

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 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.

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


Reeve


Administrator

June 13, 2023



INDEPENDENT AUDITORS' REPORT

Reeve and Council
Rural Municipality of Mervin No. 499
Turtleford, Saskatchewan

Qualified Opinion

We have audited the accompanying consolidated financial statements of the Rural Municipality of Mervin No. 499, which comprise the consolidated statement of financial position as at December 31, 2022, the consolidated statements of operations, change in net financial assets and cash flow for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Rural Municipality of Mervin No. 499 as at December 31, 2022, and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified Opinion

The municipality has interests in the Turtleford and District Fire Association, St. Walburg and District Fire Association and Town of Turtleford/R.M. of Mervin Dr. House which are government partnerships. The municipality has not recorded in its financial statements these interests using the proportionate consolidation method, which constitutes a departure from Canadian Public Sector Accounting Standards for fiscal 2022 and 2021. The effect on the financial statements has not been determined. The municipality controls Sunset View Public Utility Board, Crystal Bay Sunset Public Utility Board and Clover Lake Public Utility Board. The municipality has not consolidated in its financial statements these interests, which constitutes a departure from Canadian Public Sector Accounting Standards for fiscal 2022 and 2021. The effect on the financial statements has not been determined.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Rural Municipality of Mervin No. 499 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 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 Rural Municipality of Mervin No. 499's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the municipality or to cease operations, or has no realistic alternative but to do so.

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

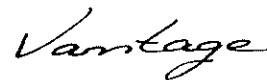
Auditors' Responsibilities for the Audit of the Financial Statements

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 judgement 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 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 financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

The logo for Vantage Chartered Professional Accountants, featuring the word "Vantage" in a stylized, cursive script.

Chartered Professional Accountants

North Battleford, Saskatchewan
June 13, 2023

Rural Municipality of Mervin No. 499
Consolidated Statement of Financial Position
As at December 31, 2022

Statement 1

	2022	2021
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	12,832,704	12,292,532
Taxes Receivable - Municipal (Note 3)	420,195	392,228
Other Accounts Receivable (Note 4)	174,818	105,889
Assets Held for Sale (Note 5)	45,257	55,380
Long-Term Investments (Note 6)	204,856	168,493
Debt Charges Recoverable		
Other (<i>Specify</i>)		
Total Financial Assets	13,677,830	13,014,522
LIABILITIES		
Bank Indebtedness (Note 7)		
Accounts Payable	451,584	411,183
Accrued Liabilities Payable		
Deposits	109,682	55,000
Deferred Revenue	240	2,500
Accrued Landfill Costs (Note 8)	202,216	148,650
Liability for Contaminated Sites		
Other Liabilities		
Long-Term Debt		
Lease Obligations		
Total Liabilities	763,722	617,333
NET FINANCIAL ASSETS (DEBT)	12,914,108	12,397,189
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	26,999,411	26,487,180
Prepayments and Deferred Charges		
Stock and Supplies	1,247,608	812,298
Other		
Total Non-Financial Assets	28,247,019	27,299,478
ACCUMULATED SURPLUS (DEFICIT) (Schedule 8)	41,161,127	39,696,667

Rural Municipality of Mervin No. 499
 Consolidated Statement of Operations
 For the year ended December 31, 2022

Statement 2

	2022 Budget	2022	2021
REVENUES			
Taxes and Other Unconditional Revenue (Schedule 1)	6,461,358	6,421,902	5,992,714
Fees and Charges (Schedule 4, 5)	613,200	866,142	781,632
Conditional Grants (Schedule 4, 5)	3,500	16,295	20,824
Tangible Capital Asset Sales - Gain (Loss) (Schedule 4, 5)	140,000	(160,245)	136,250
Land Sales - Loss (Schedule 4, 5)	(12,414)	(20,503)	(12,685)
Investment Income and Commissions (Schedule 4, 5)	102,607	217,351	184,824
Restructurings (Schedule 4,5)			
Other Revenues (Schedule 4, 5)	188,500	323,934	254,796
Total Revenues	7,496,751	7,664,876	7,358,355
EXPENSES			
General Government Services (Schedule 3)	1,098,773	1,139,730	995,800
Protective Services (Schedule 3)	354,250	367,648	197,897
Transportation Services (Schedule 3)	4,796,060	3,813,976	4,015,812
Environmental and Public Health Services (Schedule 3)	562,630	436,260	406,988
Planning and Development Services (Schedule 3)	291,150	294,957	280,710
Recreation and Cultural Services (Schedule 3)	314,642	83,091	87,663
Utility Services (Schedule 3)	94,878	120,504	149,790
Restructurings (Schedule 3)			
Total Expenses	7,512,383	6,256,166	6,134,660
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	(15,632)	1,408,710	1,223,695
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	80,000	55,750	168,797
Surplus (Deficit) of Revenues over Expenses	64,368	1,464,460	1,392,492
Accumulated Surplus (Deficit), Beginning of Year	39,696,667	39,696,667	38,304,175
Accumulated Surplus (Deficit), End of Year	39,761,035	41,161,127	39,696,667

Rural Municipality of Mervin No. 499
 Consolidated Statement of Change in Net Financial Assets
 For the year ended December 31, 2022

Statement 3

	2022 Budget	2022	2021
Surplus (Deficit)	64,368	1,464,460	1,392,492
(Acquisition) of tangible capital assets		(2,352,008)	(3,115,240)
Amortization of tangible capital assets		1,445,432	1,400,030
Proceeds on disposal of tangible capital assets		234,100	250,000
Loss (gain) on the disposal of tangible capital assets		160,245	(136,250)
Transfer of assets/liabilities in restructuring transactions			
Surplus (Deficit) of capital expenses over expenditures		(512,231)	(1,601,460)
(Acquisition) of supplies inventories		(435,310)	
(Acquisition) of prepaid expense			
Consumption of supplies inventory			197,732
Use of prepaid expense			
Surplus (Deficit) of expenses of other non-financial over expenditures		(435,310)	197,732
Increase/Decrease in Net Financial Assets	64,368	516,919	(11,236)
Net Financial Assets (Debt) - Beginning of Year	12,397,189	12,397,189	12,408,425
Net Financial Assets (Debt) - End of Year	12,461,557	12,914,108	12,397,189

Rural Municipality of Mervin No. 499
 Consolidated Statement of Cash Flow
 For the year ended December 31, 2022

Statement 4

	2022	2021
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	1,464,460	1,392,492
Amortization	1,445,432	1,400,030
Loss (gain) on disposal of tangible capital assets	160,245	(136,250)
	3,070,137	2,656,272
Change in assets/liabilities		
Taxes Receivable - Municipal	(27,967)	103,918
Other Receivables	(68,929)	13,858
Assets Held for Sale	10,123	(18,265)
Other Financial Assets		
Accounts and Accrued Liabilities Payable	40,401	(313,421)
Deposits	54,682	55,000
Deferred Revenue	(2,260)	
Accrued Landfill Costs	53,566	51,505
Liability for Contaminated Sites		
Other Liabilities		
Stock and Supplies	(435,310)	197,732
Prepayments and Deferred Charges		
Other (<i>Specify</i>)		
Cash provided by operating transactions	2,694,443	2,746,599
Capital:		
Cash used to acquire tangible capital assets	(2,352,008)	(3,115,240)
Proceeds on sale of tangible capital assets	234,100	250,000
Other capital		
Cash applied to capital transactions	(2,117,908)	(2,865,240)
Investing:		
Proceeds on disposal of investments	(36,363)	(12,834)
Acquisition in investment		
Cash provided by (applied to) investing transactions	(36,363)	(12,834)
Financing:		
Debt charges recovered		
Proceeds from debt issues		
Debt repayment		
Other financing (please specify)		
Cash provided by (applied to) financing transactions		
Change in Cash and Temporary Investments during the year	540,172	(131,475)
Cash and Temporary Investments - Beginning of Year	12,292,532	12,424,007
Cash and Temporary Investments - End of Year	12,832,704	12,292,532

Rural Municipality of Mervin No. 499
Notes to the Consolidated Financial Statements
For the year ended December 31, 2022

1. Significant Accounting Policies

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

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

- a) **Reporting Entity:** The consolidated financial statements consolidate the assets, liabilities and flow of resources of the municipality. The entity is comprised of all of the organizations that are owned or controlled by the municipality and are, therefore, accountable to the Council for the administration of their financial affairs and resources. Entities included in these consolidated financial statements are as follows:

Entity

North Saskatchewan River Municipal Health Holdings

All inter-organizational transactions and balances have been eliminated.

- b) **Collection of Funds for Other Authorities:** Collection of funds by the municipality for school boards, municipal hail and conservation and development authorities are collected and remitted in accordance with relevant legislation.
- c) **Government Transfers:** Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return. Government transfers are recognized as revenue in the period that the events giving rise to the transfer occur, providing:
- a) the transfers are authorized
 - b) any eligibility criteria have been met; and
 - c) reasonable estimates of the amounts can be made.

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

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

- d) **Other (Non-Government Transfer) Contributions:** Unrestricted contributions are recognized as revenue in the year received or in the year the funds are committed to the municipality if the amount can be reasonably estimated and collection is reasonably assured. Externally restricted contributions are contributions for which the contributor has placed restrictions on the use of the resources. Externally restricted contributions are deferred until the resources are used for the purpose specified, at which time the contributions are recognized as revenue. In-kind contributions are recorded at their fair value when they are received.
- e) **Deferred Revenue:** Fees and charges: Certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred or services performed.
- f) **Local Improvement Charges:** Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed.
- g) **Net Financial Assets:** Net Financial Assets at the end of an accounting period are the net amount of financial assets less liabilities outstanding. Financial assets represent items such as cash and those other assets on hand which could provide resources to discharge existing liabilities or finance future operations. These include realizable assets which are convertible to cash and not intended for consumption in the normal course of operations.
- h) **Non-Financial Assets:** Tangible capital and other non-financial assets are accounted for as assets by the government because they can be used to provide government services in future periods. These assets do not normally provide resources to discharge the liabilities of the government unless they are sold.
- i) **Appropriated Reserves:** Reserves are established at the discretion of Council to designate surplus for future operating and capital transactions. Amounts so designated are described on Schedule 8.
- j) **Property Tax Revenue:** Property tax revenue is based on assessments determined in accordance with Saskatchewan Legislation and the formulas, principles, and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually by council following the guidance of the Government of Saskatchewan. 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) **Investments:** Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment. Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment. The long term investments in the Saskatchewan Association of Rural Municipalities - Self Insurance Fund are accounted for on the equity basis.

Rural Municipality of Mervin No. 499
Notes to the Consolidated Financial Statements
For the year ended December 31, 2022

1. Significant Accounting Policies - continued

- l) **Inventories:** Inventories of materials and supplies expected to be used by the municipality are valued at the lower of cost or replacement cost. Inventories of land, materials and supplies held for resale are valued at the lower of cost or net realizable value. Cost is determined by the average cost method. Net realizable value is the estimated selling price in the ordinary course of business.
- m) **Tangible Capital Assets:** All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Initial costs for tangible capital assets that were acquired and developed prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant deflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of contribution. The cost of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. Tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The municipality's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
<i>General Assets</i>	
Land	Indefinite
Land Improvements	5 to 20 Yrs
Buildings	10 to 50 Yrs
Vehicles and Equipment	
Vehicles	5 to 10 Yrs
Machinery and Equipment	5 to 10 Yrs
Leased Capital Assets	Lease term
<i>Infrastructure Assets</i>	
Infrastructure Assets	30 to 75 Yrs

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

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

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

Leases: All leases are recorded on the consolidated financial statements as either a capital or operating lease. Any lease that transfers substantially all of the benefits and risk associated with the leased asset is classified as a capital 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 lease term. Any other lease not meeting the before mentioned criteria is classified as an operating lease and rental payments are expensed as incurred.

- n) **Landfill Liability:** The municipality maintains a dry waste disposal site. The annual provision is reported as an expense and the accumulated provision is reported on the statement of financial position.
- o) **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. The municipality does not hold funds in trust for others.
- p) **Employee Benefit Plans:** Contributions to the municipality's defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the municipality's obligations are limited to their contributions.
- q) **Liability for Contaminated Sites:** Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all the following criteria are met:
 - a) an environmental standard exists;
 - b) contamination exceeds the environmental standard;
 - c) the municipality:
 - i. is directly responsible; or
 - ii. accepts responsibility;
 - d) it is expected that future economic benefits will be given up; and
 - e) a reasonable estimate of the amount can be made.

1. Significant Accounting Policies - continued

- r) **Measurement Uncertainty:** The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditures during the period. 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 is 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.

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.

- s) **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.

- t) **Budget Information:** Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on July 19, 2022.
- u) **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.

New Standards and Amendments to Standards:

- v) **Effective for Fiscal Years Beginning On or After April 1, 2022:**

PS 1201 Financial Statement Presentation, replaces PS 1200 with revised general reporting principles and standards of presentation and disclosure in government financial statements. Requires a new statement of re-measurement gains and losses separate from the statement of operations arising from the re-measurement of financial instruments and items denominated in foreign currencies, as well as the government's proportionate share of other comprehensive income that arises when a government includes the results of government business enterprises and partnerships. Effective in the period PS 3450 and PS 2601 are adopted.

PS 2601 Foreign Currency Translation, replaces PS 2600 with revised guidance on the recognition, presentation and disclosure of transactions that are denominated in a foreign currency. Requires that monetary assets and liabilities denominated in a foreign currency and non-monetary items included in the fair value category, denominated in a foreign currency, be adjusted to reflect the exchange rates in effect at the financial statement date. Unrealized gains and losses are to be presented in the statement of re-measurement gains and losses.

PS 3041 Portfolio Investments, replaces PS 3040 with revised guidance on accounting for, and presentation and disclosure of portfolio investments. Removes the distinction between temporary and portfolio investments. Upon adoption of PS 3450 and PS 3041, PS 3030, Temporary Investments, will no longer apply. Effective in the period PS 3450, PS 2601 and PS 1201 are adopted.

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.

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.

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

Rural Municipality of Mervin No. 499
Notes to the Consolidated Financial Statements
For the year ended December 31, 2022

2. Cash and Temporary Investments

	2022	2021
Cash	4,962,543	4,616,093
Temporary Investments	106,872	106,872
Restricted Cash	7,763,289	7,569,567
Total Cash and Temporary Investments	12,832,704	12,292,532

Cash and temporary investments include balances with banks, term deposits, marketable securities and short-term investments 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

	2022	2021
Municipal - Current	334,150	294,017
- Arrears	86,045	98,211
- Less Allowance for Uncollectible	420,195	392,228
Total municipal taxes receivable	420,195	392,228
School - Current	208,798	172,334
- Arrears	34,551	41,777
Total school taxes receivable	243,349	214,111
Other	4,107	2,391
Total taxes and grants in lieu receivable	667,651	608,730
Deduct taxes receivable to be collected on behalf of other organizations	(247,456)	(216,502)
Total Taxes Receivable - Municipal	420,195	392,228

4. Other Accounts Receivable

	2022	2021
Federal Government	109,141	
Provincial Government		
Local Government		
Utility		
Trade	65,677	105,868
Other (<i>Specify</i>)		21
Total Other Accounts Receivable	174,818	105,889
Less: Allowance for Uncollectible		
Net Other Accounts Receivable	174,818	105,889

Rural Municipality of Mervin No. 499
Notes to the Consolidated Financial Statements
For the year ended December 31, 2022

5. Assets Held for Sale

	2022	2021
Tax Title Property	49,663	60,957
Allowance for market value adjustment	(4,406)	(5,577)
Net Tax Title Property	45,257	55,380
Other Land		
Allowance for market value adjustment		
Net Other Land		
Total Assets Held for Sale	45,257	55,380

6. Long-Term Investments

	2022	2021
Sask Association of Rural Municipalities - Self Insurance Fund	129,339	168,473
Co-op Equity	75,497	
Other credit union shares	20	20
Total Long-Term Investments	204,856	168,493

The long term investments in the Saskatchewan Association of Rural Municipalities - Self Insurance Fund are accounted for on the equity basis.

7. Bank Indebtedness

The municipality has an approved \$1 million line of credit with a balance drawn of Nil (2021 - Nil) secured by municipal borrowing resolution.

8. Accrued Landfill Costs

	2022	2021
Environmental Liabilities	202,216	148,650

In 2022 the municipality has accrued an overall liability for environmental matters in the amount of \$202,216 (2021 - \$148,650) which represents management's best estimate of this liability. By their nature, these estimates are subject to measurement uncertainty and the effect on the consolidated financial statements of changes in such estimates in future periods could be significant.

Included in environmental liabilities is \$202,216 (prior year - \$148,650) of the estimated total landfill closure and post-closure care expenses. The estimated liability for these expenses is recognized as the landfill site's capacity is used and the reported liability represents the portion of the estimated total expenses recognized as at December 31, 2022 based on the cumulative capacity used at that date, compared to the total estimated landfill capacity. Estimated total expenditures represent the sum of the discounted future cash flows for closure and post-closure care activities discounted at the municipality's average long-term borrowing rate of 4% (prior year - 3%).

Landfill closure and post-closure care requirements have been defined in accordance with The Environmental Management and Protection Act and include final covering and landscaping of the landfill, pumping of ground water, methane gas and leachate management, and ongoing environmental monitoring, site inspection and maintenance. The reported liability is based on estimates and assumptions with respect to events extending over a 32-year period 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, when applicable.

The estimated remaining capacity of the landfill is 99% (prior year - 99%) of its total estimated capacity and its estimated remaining life is 31 years (prior year - 32 years). The period for post-closure care is estimated to be 10 years (prior year - 10 years).

The unfunded liability for the landfill will be paid for through current operations.

Rural Municipality of Mervin No. 499
Notes to the Consolidated Financial Statements
For the year ended December 31, 2022

9. Long-Term Debt

The debt limit of the municipality is \$6,883,237. 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)).

10. Contingent Liabilities

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

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 2022 was \$140,019. 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.

At December 31, 2021, the MEPP disclosed an actuarial surplus of \$312,928,000. Fiscal 2022 information was not available at the report date.

12. Comparative Figures

Certain comparative figures may have been restated to conform to the current year's presentation.

13. Contractual Rights

The municipality is a beneficiary of the Rural Municipality Tax Loss Compensation Trust Fund and is entitled to on-going annual payments from the trust under terms of the Rural Municipal Tax Loss Compensation Agreement dated October 6, 1993. The municipality's revenue from this fund in 2022 was \$11,626 with an entitlement balance of \$182,064 remaining at December 31, 2022.

14. Government Partnership

North Saskatchewan River Municipal Health Holdings

The municipality has entered into an agreement representing a government partnership with the several other municipalities regarding the "North Saskatchewan River Health Holdings". The mandate of the agreement is to provide medical services for the benefit of the residents of the Rural Municipality of Mervin No. 499 and the associated municipalities. The partnership is reported on a proportionate consolidation basis with each party sharing 8.33%. Included in the total revenues are contributions made by the R.M. of Mervin #499 in the amount of \$47,052.

The following schedule details balances and transactions of the North Saskatchewan River Municipal Health Holdings government partnership.

	2022	2021
Total Financial Assets	181,000	200,866
Total Liabilities	3,804	35,420
NET FINANCIAL ASSETS	177,196	165,446
Total Non-Financial Assets		
ACCUMULATED SURPLUS	177,196	165,446
Total Revenue	515,610	477,524
Total Expense	503,880	453,704
SURPLUS (DEFICIT)	11,730	23,820

Rural Municipality of Mervin No. 499
 Schedule of Taxes and Other Unconditional Revenue
 For the year ended December 31, 2022

Schedule I

	2022 Budget	2022	2021
TAXES			
General municipal tax levy	8,723,090	8,536,819	8,034,822
Abatements and adjustments	(2,581,809)	(2,522,560)	(2,362,062)
Discount on current year taxes	(147,025)	(152,945)	(147,025)
Net Municipal Taxes	5,994,256	5,861,314	5,525,735
Potash tax share			
Trailer license fees			
Penalties on tax arrears	31,438	24,302	31,439
Special tax levy			
Other (<i>Specify</i>)			
Total Taxes	6,025,694	5,885,616	5,557,174
UNCONDITIONAL GRANTS			
Revenue Sharing	345,000	379,538	343,737
Organized Hamlet and Restart Program	72,000	105,446	72,328
Total Unconditional Grants	417,000	484,984	416,065
GRANTS IN LIEU OF TAXES			
Federal			
Provincial			
S.P.C. Electrical			
SaskEnergy Gas			
TransGas			
Central Services			
SaskTel	8,664	39,676	8,245
Other (<i>Specify</i>)			
Local/Other			
Housing Authority			
C.P.R. Mainline			
Treaty Land Entitlement	10,000	11,626	11,230
Other (<i>Specify</i>)			
Other Government Transfers			
S.P.C. Surcharge			
Sask Energy Surcharge			
Other (<i>Specify</i>)			
Total Grants in Lieu of Taxes	18,664	51,302	19,475
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	6,461,358	6,421,902	5,992,714

Rural Municipality of Mervin No. 499
 Schedule of Operating and Capital Revenue by Function
 For the year ended December 31, 2022

Schedule 2 - 1

	2022 Budget	2022	2021
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work			
- Sales of supplies	2,000	2,163	1,978
- Other (<i>Specify</i>)		75,498	
Total Fees and Charges	2,000	77,661	1,978
- Tangible capital asset sales - gain (loss)			
- Land sales - gain	(12,414)	(20,503)	(12,685)
- Investment income and commissions	102,607	217,351	184,824
- Other (<i>Specify</i>)	188,500	323,934	254,796
Total Other Segmented Revenue	280,693	598,443	428,913
Conditional Grants			
- Student Employment			
- Other (<i>Specify</i>)			
Total Conditional Grants			
Total Operating	280,693	598,443	428,913
Capital			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other (<i>Specify</i>)			
Total Capital			
Restructuring Revenue (<i>Specify, if any</i>)			
Total General Government Services	280,693	598,443	428,913

PROTECTIVE SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Other (<i>Specify</i>)			
Total Fees and Charges			
- Tangible capital asset sales - gain (loss)			
- Other (<i>Specify</i>)			
Total Other Segmented Revenue			
Conditional Grants			
- Student Employment			
- Local government			
- Other (<i>Specify</i>)			
Total Conditional Grants			
Total Operating			

Capital

Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Local government			
- Other (<i>Specify</i>)			
Total Capital			
Restructuring Revenue (<i>Specify, if any</i>)			
Total Protective Services			

Rural Municipality of Mervin No. 499
 Schedule of Operating and Capital Revenue by Function
 For the year ended December 31, 2022

Schedule 2 - 2

	2022 Budget	2022	2021
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	100,000	55,727	102,430
- Sales of supplies	54,000	64,455	83,591
- Road Maintenance and Restoration Agreements			
- Frontage			
- Other (<i>Specify</i>)			
Total Fees and Charges	154,000	120,182	186,021
- Tangible capital asset sales - gain (loss)	140,000	(160,245)	136,250
- Other (<i>Specify</i>)			
Total Other Segmented Revenue	294,000	(40,063)	322,271
Conditional Grants			
- MREP (CTP)			
- Student Employment			
- Other (<i>SGI Radar Sign</i>)		28,616	
Total Conditional Grants		28,616	
Total Operating	294,000	(11,447)	322,271
Capital			
Conditional Grants			
- Federal Gas Tax	80,000	38,810	153,044
- MREP (Heavy Haul, CTP, Municipal Bridges)			
- Provincial Disaster Assistance			
- Other (<i>Sask. Water</i>)		16,940	15,753
Total Capital	80,000	55,750	168,797
Restructuring Revenue (<i>Specify, if any</i>)			
Total Transportation Services	374,000	44,303	491,068

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	175,000	300,451	229,314
- Other (<i>Specify</i>)	66,000	51,650	106,975
Total Fees and Charges	241,000	352,101	336,289
- Tangible capital asset sales - gain (loss)			
- Other (<i>Specify</i>)			
Total Other Segmented Revenue	241,000	352,101	336,289
Conditional Grants			
- Student Employment			
- TAPD			
- Local government			
- Other (<i>Specify</i>)	3,500	(12,321)	20,824
Total Conditional Grants	3,500	(12,321)	20,824
Total Operating	244,500	339,780	357,113
Capital			
Conditional Grants			
- Federal Gas Tax			
- TAPD			
- Provincial Disaster Assistance			
- Other (<i>Specify</i>)			
Total Capital			
Restructuring Revenue (<i>Specify, if any</i>)			
Total Environmental and Public Health Services	244,500	339,780	357,113

Rural Municipality of Mervin No. 499
 Schedule of Operating and Capital Revenue by Function
 For the year ended December 31, 2022

Schedule 2 - 3

	2022 Budget	2022	2021
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges	91,200	105,466	89,963
- Other (<i>Specify</i>)	15,000	101,010	58,060
Total Fees and Charges	106,200	206,476	148,023
- Tangible capital asset sales - gain (loss)			
- Other (<i>Specify</i>)			
Total Other Segmented Revenue	106,200	206,476	148,023
Conditional Grants			
- Student Employment			
- Other (<i>Specify</i>)			
Total Conditional Grants			
Total Operating	106,200	206,476	148,023
Capital			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other (<i>Specify</i>)			
Total Capital			
Restructuring Revenue (<i>Specify, if any</i>)			
Total Planning and Development Services	106,200	206,476	148,023

RECREATION AND CULTURAL SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Other (<i>Specify</i>)			
Total Fees and Charges			
- Tangible capital asset sales - gain (loss)			
- Other (<i>Specify</i>)			
Total Other Segmented Revenue			
Conditional Grants			
- Student Employment			
- Local government			
- Other (<i>Specify</i>)			
Total Conditional Grants			
Total Operating			
Capital			
Conditional Grants			
- Federal Gas Tax			
- Local government			
- Provincial Disaster Assistance			
- Other (<i>Specify</i>)			
Total Capital			
Restructuring Revenue (<i>Specify, if any</i>)			
Total Recreation and Cultural Services			

Rural Municipality of Mervin No. 499
 Schedule of Operating and Capital Revenue by Function
 For the year ended December 31, 2022

Schedule 2 - 4

	2022 Budget	2022	2021
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	110,000	109,722	109,321
- Sewer			
- Other (<i>Specify</i>)			
Total Fees and Charges	110,000	109,722	109,321
- Tangible capital asset sales - gain (loss)			
- Other (<i>Specify</i>)			
Total Other Segmented Revenue	110,000	109,722	109,321
Conditional Grants			
- Student Employment			
- Other (<i>Specify</i>)			
Total Conditional Grants			
Total Operating	110,000	109,722	109,321
Capital			
Conditional Grants			
- Federal Gas Tax			
- New Building Canada Fund (SCF, NRP)			
- Clean Water and Wastewater Fund			
- Provincial Disaster Assistance			
- Other (<i>Specify</i>)			
Total Capital			
Restructuring Revenue (<i>Specify, if any</i>)			
Total Utility Services	110,000	109,722	109,321
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	1,115,393	1,298,724	1,534,438

SUMMARY

Total Other Segmented Revenue	1,031,893	1,226,679	1,344,817
Total Conditional Grants	3,500	16,295	20,824
Total Capital Grants and Contributions	80,000	55,750	168,797
Restructuring Revenue			
TOTAL REVENUE BY FUNCTION	1,115,393	1,298,724	1,534,438

Rural Municipality of Mervin No. 499
 Total Expenses by Function
 For the year ended December 31, 2022

Schedule 3 - 1

	2022 Budget	2022	2021
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	77,500	78,677	63,243
Wages and benefits	416,000	391,763	373,442
Professional/Contractual services	450,485	409,269	400,221
Utilities	22,600	20,119	16,984
Maintenance, materials and supplies	132,188	118,297	122,222
Grants and contributions - operating			
- capital			
Amortization		19,793	19,688
Interest			
Allowance for uncollectible			
Other (<i>Car Wash</i>)		101,812	
General Government Services	1,098,773	1,139,730	995,800
Restructuring (<i>Specify, if any</i>)			
Total General Government Services	1,098,773	1,139,730	995,800

PROTECTIVE SERVICES

Police protection

Wages and benefits	38,200	26,399	
Professional/Contractual services	90,000	86,456	68,089
Utilities			
Maintenance, material and supplies	23,000	22,344	
Grants and contributions - operating			
- capital	25,000		
Other (<i>Specify</i>)			

Fire protection

Wages and benefits			
Professional/Contractual services	178,050	189,256	129,808
Utilities			
Maintenance, material and supplies			
Grants and contributions - operating			
- capital		5,406	
Amortization		37,787	
Interest			
Other (<i>Specify</i>)			

Protective Services	354,250	367,648	197,897
Restructuring (<i>Specify, if any</i>)			
Total Protective Services	354,250	367,648	197,897

TRANSPORTATION SERVICES

Wages and benefits	956,220	924,495	958,961
Professional/Contractual services	682,500	512,116	446,205
Utilities	25,500	32,770	22,384
Maintenance, materials and supplies	753,095	634,339	509,437
Gravel	604,600	94,678	319,754
Grants and contributions - operating			
- capital			
Amortization	1,337,600	1,280,531	1,281,569
Interest			
Other (<i>Specify</i>)	436,545	335,047	477,502

Transportation Services	4,796,060	3,813,976	4,015,812
Restructuring (<i>Specify, if any</i>)			
Total Transportation Services	4,796,060	3,813,976	4,015,812

Rural Municipality of Mervin No. 499
 Total Expenses by Function
 For the year ended December 31, 2022

Schedule 3 - 2

	2022 Budget	2022	2021
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits			
Professional/Contractual services	511,732	387,637	345,507
Utilities	1,500	1,535	1,195
Maintenance, materials and supplies	8,500	6,923	21,095
Grants and contributions - operating	7,448	8,422	7,448
o Waste disposal			
o Public Health			
- capital			
o Waste disposal			
o Public Health			
Amortization	33,450	31,743	31,743
Interest			
Other (<i>Specify</i>)			
Environmental and Public Health Services	562,630	436,260	406,988
Restructuring (Specify, if any)			
Total Environmental and Public Health Services	562,630	436,260	406,988
PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	59,000	43,262	30,895
Professional/Contractual services	230,750	250,828	248,518
Grants and contributions - operating	1,400	867	1,297
- capital			
Amortization			
Interest			
Other (<i>Specify</i>)			
Planning and Development Services	291,150	294,957	280,710
Restructuring (Specify, if any)			
Total Planning and Development Services	291,150	294,957	280,710
RECREATION AND CULTURAL SERVICES			
Wages and benefits			
Professional/Contractual services	16,000	11,640	15,838
Utilities			
Maintenance, materials and supplies	211,990		7,173
Grants and contributions - operating	52,000	30,000	30,000
- capital			
Amortization	34,652	41,451	34,652
Interest			
Allowance for uncollectible			
Other (<i>Specify</i>)			
Recreation and Cultural Services	314,642	83,091	87,663
Restructuring (Specify, if any)			
Total Recreation and Cultural Services	314,642	83,091	87,663

Rural Municipality of Mervin No. 499
Total Expenses by Function
 For the year ended December 31, 2022

Schedule 3 - 3

	2022 Budget	2022	2021
UTILITY SERVICES			
Wages and benefits			
Professional/Contractual services			
Utilities			
Maintenance, materials and supplies	62,500	86,377	117,412
Grants and contributions - operating - capital			
Amortization	32,378	34,127	32,378
Interest			
Allowance for uncollectible			
Other (<i>Specify</i>)			
Utility Services	94,878	120,504	149,790
Restructuring (Specify, if any)			
Total Utility Services	94,878	120,504	149,790
 TOTAL EXPENSES BY FUNCTION	 7,512,383	 6,256,166	 6,134,660

Rural Municipality of Mervin No. 499
 Consolidated Schedule of Segment Disclosure by Function
 For the year ended December 31, 2022

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental and Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	77,661		120,182	352,101	206,476		109,722	866,142
Tangible Capital Asset Sales - Loss	(20,503)		(160,245)					(160,245)
Land Sales - Loss	217,351							(20,503)
Investment Income and Commissions	323,934							217,351
Other Revenues			28,616	(12,321)				323,934
Grants - Conditional - Capital Restructurings			55,750					16,295
Total Revenues	598,443		44,303	339,780	206,476		109,722	1,298,724
Expenses (Schedule 3)								
Wages and Benefits	470,440	26,399	924,495		43,262			1,464,596
Professional/Contractual Services	409,269	275,712	512,116	387,637	250,828	11,640		1,847,202
Utilities	20,119		32,770	1,535				54,424
Maintenance Materials and Supplies	118,297	22,344	729,017	6,923			86,377	962,958
Grants and Contributions		5,406		8,422	867	30,000		44,695
Amortization	19,793	37,787	1,280,531	31,743		41,451		1,445,432
Interest								
Allowance for Uncollectible Restructurings								
Other	101,812		335,047					436,859
Total Expenses	1,139,730	367,648	3,813,976	436,260	294,957	83,091	120,504	6,256,166
Surplus (Deficit) by Function	(541,287)	(367,648)	(3,769,673)	(96,480)	(88,481)	(83,091)	(10,782)	(4,957,442)
Taxes and other unconditional revenue (Schedule 1)								6,421,902
Net Surplus (Deficit)								1,464,460

Rural Municipality of Mervin No. 499
 Consolidated Schedule of Segment Disclosure by Function
 For the year ended December 31, 2021

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental and Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	1,978		186,021	336,289	148,023		109,321	781,632
Tangible Capital Asset Sales - Gain			136,250					136,250
Land Sales - Loss	(12,685)							(12,685)
Investment Income and Commissions	184,824							184,824
Other Revenues	254,796							254,796
Grants - Conditional				20,824				20,824
- Capital			168,797					168,797
Restructurings								
Total Revenues	428,913		491,068	357,113	148,023		109,321	1,534,438
Expenses (Schedule 3)								
Wages and Benefits	436,685		958,961		30,895			1,426,541
Professional/Contractual Services	400,221	197,897	446,205	345,507	248,518	15,838		1,654,186
Utilities	16,984		22,384	1,195				40,563
Maintenance Materials and Supplies	122,222		829,191	21,095		7,173	117,412	1,097,093
Grants and Contributions				7,448	1,297	30,000		38,745
Amortization	19,688		1,281,569	31,743		34,652		1,400,030
Interest								
Allowance for Uncollectible								
Restructurings								
Other			477,502					477,502
Total Expenses	995,800	197,897	4,015,812	406,988	280,710	87,663	149,790	6,134,660
Surplus (Deficit) by Function	(566,887)	(197,897)	(3,524,744)	(49,875)	(132,687)	(87,663)	(40,469)	(4,600,222)
Taxes and other unconditional revenue (Schedule 1)								5,992,714
Net Surplus (Deficit)								1,392,492

Rural Municipality of Mervin, No. 499
 Consolidated Schedule of Tangible Capital Assets by Object
 For the year ended December 31, 2022

Schedule 6

	2022						2021	
	Land	Land Improvements	Buildings	Vehicles	Machinery and Equipment	Infrastructure Assets	General/ Infrastructure Assets Under Construction	Total
Asset costs								
Opening Asset Costs	229,019	8,703	2,721,517	366,211	4,178,797	44,413,374	15,022	49,158,653
Additions during the year			62,972	197,478	925,208	1,150,705	15,645	3,115,240
Disposals and write-downs during the year					(573,768)		(15,022)	(341,250)
Transfers (from) assets under construction						15,022		Nil
Transfer of capital assets related to restructuring (Schedule 11)								
Closing Asset Costs	229,019	8,703	2,784,489	563,689	4,530,237	45,579,101	15,645	51,932,643
Accumulated Amortization Costs								
Opening Accumulated Amortization Costs			496,428	177,631	1,483,777	23,287,627		24,272,933
Add: Amortization taken		580	66,432	45,172	217,130	1,116,118		1,400,030
Less: Accumulated amortization on disposals					(179,423)			(227,500)
Transfer of capital assets related to restructuring (Schedule 11)								
Closing Accumulated Amortization Costs		580	562,860	222,803	1,521,484	24,403,745		25,445,463
Net Book Value	229,019	8,123	2,221,629	340,886	3,008,753	21,175,356	15,645	26,487,180

1. Total contributed/donated assets received in 2022
 Nil
 2. List of assets recognized at nominal value in 2022
 are:
 - Infrastructure Assets Nil
 - Vehicles Nil
 - Machinery and Equipment Nil
 3. Amount of interest capitalized in Schedule 6
 Nil

Rural Municipality of Mervin No. 499
 Consolidated Schedule of Tangible Capital Assets by Function
 For the year ended December 31, 2022

Schedule 7

	2022						2021		
	General Government	Protective Services	Transportation Services	Environmental and Public Health	Planning and Development	Recreation and Culture	Water and Sewer	Total	Total
Assets									
Asset costs									
Opening Asset Costs	778,642	1,508,247	46,735,195	587,023		573,380	1,750,156	51,932,643	49,158,653
Additions during the year		14,560	1,929,728			93,025	314,695	2,352,008	3,115,240
Disposals and write-downs during the year			(573,768)					(573,768)	(341,250)
Transfer of capital assets related to restructuring (Schedule 11)									
Closing Asset Costs	778,642	1,522,807	48,091,155	587,023		666,405	2,064,851	53,710,883	51,932,643
Amortization									
Accumulated Amortization Costs									
Opening Accumulated Amortization Costs	307,824		23,643,211	218,303		248,599	1,027,526	25,445,463	24,272,933
Add: Amortization taken	19,793	37,787	1,280,531	31,743		41,451	34,127	1,445,432	1,400,030
Less: Accumulated amortization on disposals			(179,423)					(179,423)	(227,500)
Transfer of capital assets related to restructuring (Schedule 11)									
Closing Accumulated Amortization Costs	327,617	37,787	24,744,319	250,046		290,050	1,061,653	26,711,472	25,445,463
Net Book Value	451,025	1,485,020	23,346,836	336,977		376,355	1,003,198	26,999,411	26,487,180

Rural Municipality of Mervin No. 499
 Consolidated Schedule of Accumulated Surplus
 For the year ended December 31, 2022

Schedule 8

	2021	Changes	2022
UNAPPROPRIATED SURPLUS	4,683,255	1,181,793	5,865,048
APPROPRIATED RESERVES			
Machinery and Equipment	5,966,581	25,000	5,991,581
Public Reserve			
Capital Trust	107,372	(500)	106,872
Utility			
Other (<i>Specify</i>)	382,209		382,209
Total Appropriated	6,456,162	24,500	6,480,662
ORGANIZED HAMLETS (add lines if required)			
Organized Hamlets	1,882,992	(212,484)	1,670,508
Un-Organized Hamlets	187,078	(41,580)	145,498
Total Organized Hamlets	2,070,070	(254,064)	1,816,006
INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6, 7)	26,487,180	512,231	26,999,411
Less: Related debt			
Net Investment in Tangible Capital Assets	26,487,180	512,231	26,999,411
Total Accumulated Surplus	39,696,667	1,464,460	41,161,127

Rural Municipality of Mervin No. 499
 Schedule of Mill Rates and Assessments
 For the year ended December 31, 2022

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial and Industrial	Potash Mine(s)	
Taxable Assessment	151,392,125	238,228,508		207,422,445	77,945,390		674,988,468
Regional Park Assessment							
Total Assessment							674,988,468
Mill Rate Factor(s)							
Total Base/Minimum Tax (generated for each property class)	243,500	1,005,000			3,078,400		4,326,900
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	915,937	1,419,010		714,155	5,487,717		8,536,819

MILL RATES: MILLS

Average Municipal*	12.6400
Average School*	4.3900
Potash Mill Rate	
Uniform Municipal Mill Rate	10.0000

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

Rural Municipality of Mervin No. 499
Schedule of Council Remuneration
For the year ended December 31, 2022

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Reeve	Gerry Ritz	15,454	7,321	22,775
Councillor	Jim Range	5,153	1,121	6,274
Councillor	John Vinek	450	490	940
Councillor	Gordon Spencer	6,336	917	7,253
Councillor	Ken Hergott	732	448	1,180
Councillor	Dave Krywchuk	9,217	3,403	12,620
Councillor	Victor Hamm	6,672	2,217	8,889
Councillor	Ron Gramlich	8,517	4,310	12,827
Councillor	Lyle McKee	5,468	451	5,919
Total		57,999	20,678	78,677