

RURAL MUNICIPALITY OF BROKENSHELL NO. 68
Consolidated Financial Statements
December 31, 2024

INDEX

Pages 1- 2	Independent Auditors' Report
Page 3	Statement of Consolidated Financial Position
Page 4	Statement of Consolidated Operations
Page 5	Statement of Consolidated Changes in Net Financial Assets
Page 6	Statement of Consolidated Cash Flows
Page 7	Statement of Consolidated Remeasurement Gains and Losses
Pages 8 - 20	Notes to the Consolidated Financial Statements
Page 21	Schedule of Consolidated Taxes and Other Unconditional Revenue
Pages 22 - 25	Schedule of Consolidated Operating and Capital Revenue by Function
Pages 26 - 28	Schedule of Consolidated Total Expenses by Function
Pages 29 - 30	Schedule of Consolidated Segment Disclosure by Function
Page 31	Schedule of Consolidated Tangible Capital Assets by Object
Page 32	Schedule of Consolidated Tangible Capital Assets by Function
Page 33	Schedule of Consolidated Intangible Capital Assets by Object
Page 34	Schedule of Consolidated Intangible Capital Assets by Function
Page 35	Schedule of Consolidated Accumulated Surplus
Page 36	Schedule of Consolidated Mill Rates and Assessments
Page 37	Schedule of Consolidated Council Remuneration

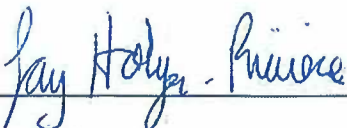
Management's Responsibility

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

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

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

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



Council



Administration

INDEPENDENT AUDITORS' REPORT

To the Reeve and Councillors
Rural Municipality of Brokenshell No. 68

Opinion

We have audited the consolidated financial statements of the **RURAL MUNICIPALITY OF BROKENSHELL NO. 68**, which comprise the consolidated statement of financial position as at December 31, 2024 and the consolidated statements of operations, changes in net financial assets and cash flows 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 financial position of the municipality as at December 31, 2024, and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the 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 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 intends to dissolve the municipality or to cease operations, or has no realistic alternative but to do so.

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

Auditors' Responsibilities for the Audit of the 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 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.

Independent Auditors' Report (continued)

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

- Identify and assess the risks of material misstatement of the 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 over-ride 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.

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.



Dudley & Company LLP
Chartered Professional Accountants

Regina, Saskatchewan
March 26, 2025

RURAL MUNICIPALITY OF BROKENSHELL NO. 68

Statement of Consolidated Financial Position

As at December 31, 2024

Statement 1

	2024	2023
FINANCIAL ASSETS		
Cash & Cash Equivalents (Note 2)	\$ 1,546,855	\$ 1,175,873
Investments	-	-
Taxes Receivable - Municipal (Note 3)	79,381	96,904
Other Accounts Receivable (Note 4)	58,120	202,459
Assets Held for Sale	-	-
Long-Term Receivable (Note 6)	26,830	25,083
Other Long-Term Investments (Note 5)	500	500
Debt Charges Recoverable	-	-
Derivative Assets	-	-
Total Financial Assets	1,711,686	1,500,819
LIABILITIES		
Bank Indebtedness	-	-
Accounts Payable (Note 8)	111,067	164,751
Accrued Liabilities Payable	-	-
Derivative Liabilities	-	-
Deposits	-	-
Deferred Revenue (Note 9)	9,652	9,556
Asset Retirement Obligation (Note 10)	63,098	62,301
Liability for Contaminated Sites	-	-
Infrastructure Liability	-	-
Long-Term Debt (Note 11)	-	-
Lease Obligations	-	-
Total Liabilities	183,817	236,608
NET FINANCIAL ASSETS	1,527,869	1,264,211
Non-Financial Assets		
Tangible Capital Assets (Schedules 6, 7)	2,160,989	2,168,323
Intangible Capital Assets (Schedules 8, 9)	-	-
Prepayment and Deferred Charges	186	106
Stock and Supplies	32,092	40,826
Other (Note 12)	-	-
Total Non-Financial Assets	2,193,267	2,209,255
Accumulated Surplus (Deficit) (Schedule 10)	\$ 3,721,136	\$ 3,473,466

Accumulated surplus (deficit) is comprised of:

Accumulated surplus (deficit) excluding remeasurement gains (losses)	\$ 3,721,136	\$ 3,473,466
Accumulated remeasurement gains (losses) (Statement 5)	\$ -	\$ -

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

RURAL MUNICIPALITY OF BROKENSHELL NO. 68
Statement of Consolidated Operations
For the year ended December 31, 2024

Statement 2

	2024 Budget	2024	2023
Revenues			
Tax Revenue (Schedule 1)	\$ 888,070	\$ 875,639	\$ 862,809
Other Unconditional Revenue (Schedule 1)	249,700	252,334	227,155
Fees and Charges (Schedule 4, 5)	55,770	65,398	68,371
Conditional Grants (Schedule 4, 5)	40,930	26,484	19,713
Tangible Capital Assets - Gain(Loss) (Schedule 4, 5)	-	-	(2,801)
Intangible Capital Assets - Gain(Loss) (Schedule 4, 5)	-	-	-
Land Sales - Gain (Schedule 4, 5)	-	-	-
Investment Income and Commissions (Schedule 4, 5)	39,000	64,050	67,844
Other Revenues (Schedule 4, 5)	-	-	1,254
Restructurings (Schedule 4, 5)	-	-	-
Provincial/Federal Capital Grants (Schedule 4, 5)	30,020	19,822	161,976
Total Revenues	1,303,490	1,303,727	1,406,321
Expenses			
General Government Services (Schedule 3)	173,100	164,218	155,016
Protective Services (Schedule 3)	28,400	32,270	37,616
Transportation Services (Schedule 3)	809,450	773,789	708,645
Environmental and Public Health Services (Schedule 3)	79,350	28,582	257,026
Planning and Development Services (Schedule 3)	4,300	2,925	2,445
Recreation and Cultural Services (Schedule 3)	9,150	16,044	24,265
Utility Services (Schedule 3)	46,424	38,229	44,702
Total Expenses	1,150,174	1,056,057	1,229,715
Surplus (Deficit) of Revenues over Expenses	153,316	247,670	176,606
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), Beginning of Year	3,473,466	3,473,466	3,296,860
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), End of Year	\$ 3,626,782	\$ 3,721,136	\$ 3,473,466

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

RURAL MUNICIPALITY OF BROKENSHELL NO. 68
Statement of Changes in Consolidated Net Financial Assets
For the year ended December 31, 2024

Statement 3

	2024 Budget	2024	2023
Annual Surplus (Deficit)	\$ 153,316	\$ 247,670	\$ 176,606
(Acquisition) of tangible capital assets	(50,000)	(128,065)	(101,746)
(Acquisition) of intangible capital assets	-	-	-
Amortization of tangible capital assets	125,674	135,399	135,602
Amortization of intangible capital assets	-	-	-
Proceeds of disposal of tangible capital assets	-	-	-
Proceeds of disposal of intangible capital assets	-	-	-
Loss (gain) on disposal of tangible capital assets	-	-	2,801
Loss (gain) on disposal of intangible capital assets	-	-	-
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (Deficit) of capital expenses over expenditures	75,674	7,334	36,657
(Acquisition) of supplies inventories	-	-	(24,428)
(Acquisition) of prepaid expense	-	(80)	-
(Increase) to other non-financial assets	-	-	-
Consumption of supplies inventory	-	8,734	-
Use of prepaid expense	-	-	-
Decrease to other non-financial assets	-	-	-
Surplus (Deficit) of other non-financial expenses over expenditures	-	8,654	(24,428)
Unrealized remeasurement gains (losses)	-	-	-
Increase/Decrease in Net Financial Assets	228,990	263,658	188,835
Net Financial Assets - Beginning of Year	1,264,211	1,264,211	1,075,376
Net Financial Assets - End of Year	\$ 1,493,201	\$ 1,527,869	\$ 1,264,211

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

RURAL MUNICIPALITY OF BROKENSHELL NO. 68

Statement of Consolidated Cash Flows

For the year ended December 31, 2024

Statement 4

	2024	2023
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	\$ 247,670	\$ 176,606
Amortization	135,399	135,602
Loss (gain) on disposal of tangible capital assets	-	2,801
Loss (gain) on disposal of intangible capital assets	-	-
	<u>383,069</u>	<u>315,009</u>
Changes in assets / liabilities		
Taxes Receivable - Municipal	17,523	(8,848)
Other Receivables	144,339	(146,069)
Assets Held for Sale	-	-
Accounts and Accrued Liabilities Payable	(53,684)	3,846
Derivative Liabilities	-	-
Deposits	-	-
Deferred Revenue	96	814
Other Liabilities	-	-
Asset Retirement Obligation	797	47,123
Liability for Contaminated Sites	-	-
Long-Term Receivable	(1,747)	-
Stock and Supplies for Use	8,734	(24,428)
Prepayments and Deferred Charges	(80)	-
Other Non-Financial Assets	-	-
Net cash from (used for) operations	499,047	187,447
Capital:		
Cash Used to Acquire Tangible Capital Assets	(128,065)	(101,746)
Proceeds on Sale of Tangible Capital Assets	-	-
Net cash from (used for) capital	(128,065)	(101,746)
Investing:		
Proceeds on Disposal (Acquisition) of Investments	-	(4,009)
Other Investments	-	-
Net cash from (used for) investing	-	(4,009)
Financing:		
Debt Charges Recovered	-	-
Long-Term Debt Issued	-	-
Long-Term Debt Repaid	-	-
Other Financing	-	(191,681)
Net cash from (used for) financing	-	(191,681)
Increase (Decrease) in cash resources	370,982	(109,989)
Cash and Cash Equivalents - Beginning of Year	1,175,873	1,285,862
Cash and Cash Equivalents - End of Year	\$ 1,546,855	\$ 1,175,873

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

RURAL MUNICIPALITY OF BROKENSHELL NO. 68
Statement of Consolidated Remeasurement Gains and Losses
As at December 31, 2024

Statement 5

	2024	2023
Accumulated remeasurement gains (losses) at the beginning of the year:	\$ -	\$ -
Unrealized gains (losses) attributable to (Note 3):		
Derivatives	-	-
Equity investments measured at fair value	-	-
Foreign exchange	-	-
	-	-
Amounts reclassified to the Statement of Operations (Note 3):		
Derivatives	-	-
Equity investments measured at fair value	-	-
Reversal of net remeasurements of portfolio investments	-	-
Foreign exchange	-	-
	-	-
Net remeasurement gains (losses) for the year	-	-
Accumulated remeasurement gains (losses) at end of year	\$ -	\$ -

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

RURAL MUNICIPALITY OF BROKENSHELL NO. 68

Notes to the Consolidated Financial Statements

For the year ended December 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Significant aspects of the accounting policies adopted by the municipality are as follows:

Basis of Accounting:

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

(a) Reporting Entity:

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

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

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

<u>Entity</u>	<u>Basis of recording</u>
Brokenshell Parks and Recreation Board	Consolidated

All inter-organizational transactions and balances have been eliminated.

(b) Collection of Funds for Other Authorities:

Collection of funds by the municipality for the school board, municipal hail, and land 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 either expenses or revenues in the period that the events giving rise to the transfer occur, providing:

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

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

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

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

RURAL MUNICIPALITY OF BROKENSHELL NO. 68

Notes to the Consolidated Financial Statements

For the year ended December 31, 2024

(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) Revenue:

Revenues from transactions with no performance obligations (such as fines and penalties, for example) are recognized when the municipality has the authority to claim or retain an inflow of economic resources and has identified a past transaction or event that gives rise to an asset. For each transaction with no performance obligation, the municipality recognizes revenue at its realizable value. These revenue streams are typically non-recurring in nature.

Revenues from transactions with performance obligations (such as fees for the provision of services and the sale of goods) which are enforceable promises to provide specific goods or services to the specific payor in return for promised consideration, are recognized when (or as) the municipality satisfies a performance obligation and control of the benefits associated with the goods and services have been passed to the payor. For each performance obligation, the municipality determines whether the performance obligation is satisfied over a period of time (such as the provision of often recurring items like utility or similar services, certain rentals, etc) or at a point in time (such as a non-recurring sale of supplies, custom work orders, etc). The municipality then also considers the effects of multiple performance obligations, variable consideration, the existence of significant concessionary terms and non-cash considerations when determining the consideration to be received.

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

(i) Appropriated Reserves:

Reserves are established at the discretion of Council to designate surplus for future operating and capital transactions. Amounts so designated are described on Schedule 10.

(j) Property Tax Revenue:

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

RURAL MUNICIPALITY OF BROKENSHELL NO. 68

Notes to the Consolidated Financial Statements

For the year ended December 31, 2024

(k) Investments:

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

(l) Financial Instruments:

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

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

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

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

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

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

Measurement of Financial Instruments:

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

<u>Financial Statement Line Item</u>	<u>Measurement</u>
Cash and cash equivalents	Cost
Other accounts receivable	Amortized cost
Long term receivables	Amortized cost
Accounts payable and accrued liabilities	Amortized cost
Deposit liabilities	Cost

(m) Inventories:

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

RURAL MUNICIPALITY OF BROKEN SHELL NO. 68

Notes to the Consolidated Financial Statements

For the year ended December 31, 2024

(n) Tangible Capital Assets:

All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Initial costs for tangible capital assets that were acquired and developed prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant deflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of contribution; these, and the tangible capital assets that are recognized at a nominal value, are disclosed on Schedule 6. The cost of tangible capital assets less any estimated residual value are amortized over the asset's estimated useful life using the straight-line method of amortization. The municipality's tangible capital asset useful lives are estimated as follows:

<u>Assets</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	15 years
Buildings	40 years
Vehicles and Equipment	
Vehicles	10 years
Machinery and Equipment	5 to 20 years
Infrastructure Assets	
Infrastructure Assets	
Water and Sewer	15 to 40 years
Road Network Assets	15 to 40 years

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

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

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

Leases: All leases are recorded on the financial statements as either a capital or operating lease. Any lease that transfers substantially all of the benefits and risk associated with the leased asset is classified as a capital lease and recorded as a tangible capital asset. At the inception of a capital lease, an asset and a payment obligation are recorded at an amount equal to the lesser of the present value of the minimum lease payments and the asset's fair market value. Assets under capital lease are amortized on a straight line basis, over their estimated useful lives (or over their lease term if the asset ownership isn't passing, or likely to pass, to the municipality at the end of its term). Any other lease not meeting the before mentioned criteria is classified as an operating lease and rental payments are expensed as incurred.

RURAL MUNICIPALITY OF BROKENSHELL NO. 68

Notes to the Consolidated Financial Statements

For the year ended December 31, 2024

(o) Asset Retirement Obligation:

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

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

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

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

(p) Employee Benefit Plans:

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

RURAL MUNICIPALITY OF BROKENSHELL NO. 68

Notes to the Consolidated Financial Statements

For the year ended December 31, 2024

(q) Measurement Uncertainty:

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the period.

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

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

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

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

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

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

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

RURAL MUNICIPALITY OF BROKENSHELL NO. 68

Notes to the Consolidated Financial Statements

For the year ended December 31, 2024

(r) Basis of Segmentation / Segment Report:

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

The segments (functions) are as follows:

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

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

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

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

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

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

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

(s) Budget Information:

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on May 2, 2024.

RURAL MUNICIPALITY OF BROKENSHELL NO. 68

Notes to the Consolidated Financial Statements

For the year ended December 31, 2024

(t) 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. During the year, the municipality adopted a new accounting policy with respect to recording revenue. The municipality now accounts for such transactions using the prospective application. As a result of this adoption, it has not resulted in any impact to the 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. During the year, the municipality adopted a new accounting policy with respect to recording purchased intangible capital assets. The municipality now accounts for such transaction using the modified retroactive application. As a result of this adoption, it has not resulted in any impact to the 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. As a result of this adoption, it has not resulted in any impact to the financial statements.

RURAL MUNICIPALITY OF BROKENSHELL NO. 68

Notes to the Consolidated Financial Statements

For the year ended December 31, 2024

2. Cash and Cash Equivalents

	2024	2023
Cash	\$ 1,531,429	\$ 1,159,853
Restricted cash	15,426	16,020
Total Cash and Cash Equivalents	\$ 1,546,855	\$ 1,175,873

Cash and cash equivalents include balances with banks, redeemable term deposits, and marketable securities and other short-term investments with maturities of twelve months or less. Restricted cash consists of funds for use of the Brokenshell Parks and Recreation Board in their dialy operations

3. Taxes Receivable

	2024	2023
Municipal - Current	\$ 75,371	\$ 91,004
- Arrears	4,010	5,900
	79,381	96,904
- Less Allowance for Uncollectables	-	-
Total Municipal Taxes Receivable	79,381	96,904
School - Current	15,075	16,532
- Arrears	1,351	1,440
Total School Taxes Receivable	16,426	17,972
Other	864	2,210
Total Taxes Receivable	96,671	117,086
Deduct taxes to be collected on behalf of other organizations	(17,290)	(20,182)
Total Taxes Receivable - Municipal	\$ 79,381	\$ 96,904

4. Other Accounts Receivable

	2024	2023
Trade receivables	\$ 22,426	\$ 7,485
Federal government	-	80,170
Provincial government	2,363	66,801
GST receivable	27,199	44,985
Utility accounts receivable	6,132	3,018
Total Other Accounts Receivable	58,120	202,459
Less Allowance for Uncollectables	-	-
Net Other Accounts Receivable	\$ 58,120	\$ 202,459

RURAL MUNICIPALITY OF BROKEN SHELL NO. 68

Notes to the Consolidated Financial Statements

For the year ended December 31, 2024

5. Other Long-Term Investments	2024	2023
Coop equity	\$ 500	\$ 500
Total Other Long-Term Investments	\$ 500	\$ 500

6. Long-Term Receivables	2024	2023
SARM Liability Insurance	\$ 5,915	\$ 5,669
SARM Property Insurance	20,915	19,414
Total Long-Term Receivables	\$ 26,830	\$ 25,083

The long term receivables in the Saskatchewan Association of Rural Municipalities - Self Insurance Fund represents the balances receivable should the municipality decide to leave the self-insurance program and includes upfront contributions to the plan, additional premium payments, allocations of investment income on the funds on deposit, self-insurance claims paid and other claims and administration costs. The municipality has the ability to withdraw from the plan with notice. Beyond the return of the municipality's fund balance, it has no further claim to the residual net assets of SARM.

7. Credit Arrangements

At December 31, 2024, the municipality had lines of credit totaling \$250,000, none of which were drawn. The following has been collateralized in connection with this line of credit:

- General security agreement

8. Accounts Payable	2024	2023
Trade payables	\$ 3,200	\$ 5,769
Federal government payables	3,161	2,490
Provincial government payables	49	-
Local government payables	81,039	81,118
Due to school division	13,050	19,587
Due to conservation and development	1,431	-
Due to hail	9,137	55,787
Total Accounts Payable	\$ 111,067	\$ 164,751

9. Deferred Revenue	2024	2023
Prepaid taxes	\$ 9,652	\$ 9,556
Total Deferred Revenue	\$ 9,652	\$ 9,556

RURAL MUNICIPALITY OF BROKENSHELL NO. 68

Notes to the Consolidated Financial Statements

For the year ended December 31, 2024

10. Asset Retirement Obligation	2024	2023
Balance, beginning of the year	\$ 62,301	\$ 15,178
Accretion expense	797	759
Changes in estimated cash flows	-	46,364
Estimated Total Liability	\$ 63,098	\$ 62,301

Landfill

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 20-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 is no remaining capacity of the landfill and it is at the end of its useful life. The period for post-closure care is estimated to be 3 years (2023 - 3 years).

The liability for the landfill will be paid for with accumulated surplus.

Asbestos

The municipality owns various buildings which contains asbestos, and therefore, the municipality is legally required to perform abatement activities upon renovation or demolition of this asset. Abatement activities include handling and disposing of the asbestos in a prescribed manner when it is disturbed. Undiscounted future cash flows expected are an abatement cost in 2043 of \$40,271. The estimated total liability of \$16,734 (Prior year - \$15,937) is based on the sum of discounted future cash flows for abatement activities using a discount rate of 5% and assuming annual inflation of 5%. The municipality has not designated funds for settling the abatement activities.

11. Long-Term Debt

The debt limit of the municipality is \$922,641. 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)).

12. Other Non-Financial Assets	2024	2023
Municipal share of tax title property, net of partial allowance of \$759	\$ -	\$ -
Total Other Non-Financial Assets	\$ -	\$ -

RURAL MUNICIPALITY OF BROKENSHELL NO. 68

Notes to the Consolidated Financial Statements

For the year ended December 31, 2024

13. Contingent Liabilities

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

The municipality is also contingently liable for the following:

The municipality has a legal matter pertaining to a former employer. While the estimated amount claimed is \$139,000, the outcome of these actions is not determinable as at the date of reporting, and accordingly no provision has been made in these financial statements for any liability that may result. The municipality's share of settlement, if any, will be charged to expenses in the year in which the amount is determinable.

14. Pension Plan

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. Employees and employers each make plan contributions of 9% of salary (subject to an annually adjusted maximum pensionable earnings amount). The municipality's pension expense in 2024 was \$7,870 (2023 - \$9,173). The benefits accrued to the municipality's employees from MEPP are calculated using the following: pensionable years of service, highest average salary, and the plan accrual rate.

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

The most recent available information reports, in total, plan assets of \$3,602,822,000, plan liabilities, including pension obligations, of \$2,441,485,000, and a resulting surplus of \$1,161,337,000.

15. Related Parties

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

RURAL MUNICIPALITY OF BROKENSHELL NO. 68

Notes to the Consolidated Financial Statements

For the year ended December 31, 2024

16. Risk Management

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

Credit Risk

Credit risk is the risk that one party to a financial instrument will fail to discharge their responsibilities with respect to the financial instrument, and in doing so, cause a loss for the other party. The municipality is exposed to credit risk on the accounts receivable. The municipality does not have significant exposure to any individual creditor.

Liquidity Risk

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

Market Risk

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

Interest Rate Risk

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

Currency Risk

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

Other Price Risk

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

RURAL MUNICIPALITY OF BROKENSHELL NO. 68
 Schedule of Consolidated Taxes and Other Unconditional Revenue
 For the year ended December 31, 2024

Schedule 1

	2024 Budget	2024	2023
TAXES			
General municipal tax levy	\$ 916,770	\$ 912,670	\$ 896,660
Abatements and adjustments	(700)	-	-
Discount on current year taxes	(35,000)	(42,235)	(38,976)
Net Municipal Taxes	881,070	870,435	857,684
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	7,000	5,204	5,125
Special tax levy	-	-	-
Other -	-	-	-
Total Taxes	888,070	875,639	862,809
UNCONDITIONAL GRANTS			
Revenue Sharing	240,440	240,454	214,158
Organized Hamlet	8,460	9,517	8,463
Other -	-	-	-
Total Unconditional Grants	248,900	249,971	222,621
GRANTS IN LIEU OF TAXES			
Federal	-	-	-
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	-	-	-
Central Services	-	-	-
SaskTel	800	2,363	4,534
Other -	-	-	-
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other -	-	-	-
Other Government Transfers			
S.P.C. Surcharge	-	-	-
SaskEnergy Surcharge	-	-	-
Other -	-	-	-
Total Grants in Lieu of Taxes	800	2,363	4,534
TOTAL OTHER UNCONDITIONAL REVENUE	249,700	252,334	227,155
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 1,137,770	\$ 1,127,973	\$ 1,089,964

RURAL MUNICIPALITY OF BROKENSHELL NO. 68
 Schedule of Consolidated Operating and Capital Revenue by Function
 For the year ended December 31, 2024

Schedule 2-1

	2024 Budget	2024	2023
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 1,500	\$ 232	\$ 250
- Sales of supplies	2,700	1,071	307
- Other - Licenses and permits	600	420	440
Total Fees and Charges	4,800	1,723	997
- Tangible capital asset sales - gain (loss)	-	-	(2,801)
- Intangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain	-	-	-
- Investment income and commissions	39,000	64,050	67,844
- Other -	-	-	-
Total Other Segmented Revenue	43,800	65,773	66,040
Conditional Grants			
- Student Employment	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	43,800	65,773	66,040
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total General Government Services	\$ 43,800	\$ 65,773	\$ 66,040

PROTECTIVE SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Other - Fire fees	\$ 2,000	\$ 6,237	\$ 12,360
Total Fees and Charges	2,000	6,237	12,360
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	2,000	6,237	12,360
Conditional Grants			
- Student Employment	-	-	-
- Local Government	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	2,000	6,237	12,360

Capital

Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Local Government	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total Protective Services	\$ 2,000	\$ 6,237	\$ 12,360

RURAL MUNICIPALITY OF BROKENSHELL NO. 68
 Schedule of Consolidated Operating and Capital Revenue by Function
 For the year ended December 31, 2024

Schedule 2-2

	2024 Budget	2024	2023
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 3,500	\$ 2,342	\$ 3,946
- Sales of supplies	11,600	10,123	10,359
- Road maintenance, restoration agreements	520	4,661	272
- Frontage	-	-	-
- Other - Licenses and permits	1,000	538	1,210
Total Fees and Charges	16,620	17,664	15,787
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Other - SGI rebate	-	-	1,254
Total Other Segmented Revenue	16,620	17,664	17,041
Conditional Grants			
- RIRG (CTP)	12,970	16,861	12,970
- Student Employment	-	-	-
- Other -	-	-	-
Total Conditional Grants	12,970	16,861	12,970
Total Operating	29,590	34,525	30,011
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	20,000	19,379	21,029
- ICIP	-	-	-
- RIRG (CTP, Bridge/ Large Culvert, Rd Const)	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other - SGI Traffic Safety	10,020	-	12,874
Total Capital	30,020	19,379	33,903
Restructuring Revenues/Expenses	-	-	-
Total Transportation Services	\$ 59,610	\$ 53,904	\$ 63,914

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Waste and disposal fees	\$ -	\$ -	\$ -
- Other - Pest control and cemetery fees	1,050	1,095	600
Total Fees and Charges	1,050	1,095	600
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	1,050	1,095	600
Conditional Grants			
- Recycling	-	-	-
- Pest Control	4,000	6,044	4,590
- Local Government	-	-	-
- Other - Invasive plant control	20,000	1,138	172
Total Conditional Grants	24,000	7,182	4,762
Total Operating	25,050	8,277	5,362

Capital

Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	443	128,073
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	443	128,073
Restructuring Revenues/Expenses	-	-	-
Total Environmental and Public Health Services	\$ 25,050	\$ 8,720	\$ 133,435

RURAL MUNICIPALITY OF BROKENSHELL NO. 68
 Schedule of Consolidated Operating and Capital Revenue by Function
 For the year ended December 31, 2024

Schedule 2-3

	2024 Budget	2024	2023
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and development charges	\$ 1,300	\$ 820	\$ 200
- Other -	-	-	-
Total Fees and Charges	1,300	820	200
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	1,300	820	200
Conditional Grants			
- Student Employment	-	-	-
- Donations	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	1,300	820	200
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total Planning and Development Services	\$ 1,300	\$ 820	\$ 200

RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Other - Recreation fees	\$ -	\$ 6,287	\$ 12,488
Total Fees and Charges	-	6,287	12,488
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	-	6,287	12,488
Conditional Grants			
- Canada Day	-	-	-
- Local Government	-	-	-
- Donations	-	-	-
- MEEP	-	-	-
- Other - Saskatchewan lotteries	3,960	2,441	1,981
Total Conditional Grants	3,960	2,441	1,981
Total Operating	3,960	8,728	14,469
Capital			
Conditional Grants			
- Canada Community Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Local Government	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other - Community Initiative Fund	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total Recreation and Cultural Services	\$ 3,960	\$ 8,728	\$ 14,469

RURAL MUNICIPALITY OF BROKENSHELL NO. 68
 Schedule of Consolidated Operating and Capital Revenue by Function
 For the year ended December 31, 2024

Schedule 2-4

	2024 Budget	2024	2023
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	\$ 30,000	\$ 27,112	\$ 25,939
- Sewer	-	-	-
- Other - Infrastructure	-	4,460	-
Total Fees and Charges	30,000	31,572	25,939
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	30,000	31,572	25,939
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	30,000	31,572	25,939
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- New Building Canada Fund (SCF, NRP)	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total Utility Services	\$ 30,000	\$ 31,572	\$ 25,939

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 165,720	\$ 175,754	\$ 316,357
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SUMMARY

Total Other Segmented Revenue	\$ 94,770	\$ 129,448	\$ 134,668
Total Conditional Grants	40,930	26,484	19,713
Total Capital Grants and Contributions	30,020	19,822	161,976
Restructuring Revenue	-	-	-

TOTAL REVENUE BY FUNCTION	\$ 165,720	\$ 175,754	\$ 316,357
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RURAL MUNICIPALITY OF BROKENSHELL NO. 68

Schedule of Consolidated Total Expenses by Function

For the year ended December 31, 2024

Schedule 3-1

	2024 Budget	2024	2023
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 36,600	\$ 35,053	\$ 35,423
Wages and benefits	64,950	62,122	58,844
Professional/Contractual services	49,550	46,359	40,644
Utilities	6,800	5,883	6,113
Maintenance, materials, and supplies	10,500	10,427	10,129
Grants and contributions - operating	500	50	50
- capital	-	-	-
Amortization of tangible capital assets	-	-	-
Amortization of intangible capital assets	-	-	-
Interest	-	-	-
Accretion of asset retirement obligations	-	-	-
Allowance for uncollectables	-	759	-
Other - Miscellaneous expenses	4,200	3,565	3,813
Total General Government Services	\$ 173,100	\$ 164,218	\$ 155,016

PROTECTIVE SERVICES

Police Protection

Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	18,000	18,161	17,651
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions - operating	300	-	-
- capital	-	-	-
Other -	-	-	-

Fire Protection

Wages and benefits	-	-	-
Professional/Contractual services	10,100	14,109	19,965
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization of tangible capital assets	-	-	-
Amortization of intangible capital assets	-	-	-
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other -	-	-	-

Total Protective Services	\$ 28,400	\$ 32,270	\$ 37,616
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TRANSPORTATION SERVICES

Wages and benefits	\$ 178,000	\$ 186,239	\$ 162,978
Council remuneration and travel	30,430	28,725	30,853
Professional/Contractual services	78,600	14,663	42,186
Utilities	11,120	9,234	10,223
Maintenance, materials, and supplies	164,600	179,852	154,150
Gravel	213,700	206,738	163,957
Grants and contributions - operating	-	-	-
- capital	-	15,000	-
Amortization of tangible capital assets	123,000	132,720	132,923
Amortization of intangible capital assets	-	-	-
Interest	10,000	-	10,787
Accretion of asset retirement obligation	-	618	588
Other -	-	-	-

Total Transportation Services	\$ 809,450	\$ 773,789	\$ 708,645
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RURAL MUNICIPALITY OF BROKENSHELL NO. 68

Schedule of Consolidated Total Expenses by Function

For the year ended December 31, 2024

Schedule 3-2

	2024 Budget	2024	2023
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	69,350	24,685	203,655
Utilities	-	-	-
Maintenance, materials, and supplies	10,000	3,897	7,007
Grants and contributions - operating	-	-	-
- Waste disposal	-	-	-
- Public health	-	-	-
- capital	-	-	-
- Waste disposal	-	-	-
- Public health	-	-	-
Amortization of tangible capital assets	-	-	-
Amortization of intangible capital assets	-	-	-
Interest	-	-	-
Accretion of asset retirement obligation	-	-	46,364
Other -	-	-	-
Total Environmental and Public Health Services	\$ 79,350	\$ 28,582	\$ 257,026

PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	4,300	2,925	2,445
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization of tangible capital assets	-	-	-
Amortization of intangible capital assets	-	-	-
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other -	-	-	-
Total Planning and Development Services	\$ 4,300	\$ 2,925	\$ 2,445

RECREATION AND CULTURAL SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	4,400	4,221	3,914
Utilities	450	-	-
Maintenance, materials, and supplies	2,700	9,409	19,425
Grants and contributions - operating	1,600	2,230	750
- capital	-	-	-
Amortization of tangible capital assets	-	5	5
Amortization of intangible capital assets	-	-	-
Interest	-	-	-
Accretion of asset retirement obligation	-	179	171
Allowance for uncollectables	-	-	-
Other -	-	-	-
Total Recreation and Cultural Services	\$ 9,150	\$ 16,044	\$ 24,265

RURAL MUNICIPALITY OF BROKEN SHELL NO. 68

Schedule of Consolidated Total Expenses by Function

For the year ended December 31, 2024

Schedule 3-3

	2024 Budget	2024	2023
UTILITY SERVICES			
Wages and benefits	\$ 18,000	\$ 16,834	\$ 17,424
Professional/Contractual services	12,750	5,207	7,688
Utilities	5,500	6,472	6,232
Maintenance, materials, and supplies	7,500	7,042	10,684
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization of tangible capital assets	2,674	2,674	2,674
Amortization of intangible capital assets	-	-	-
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Allowance for uncollectables	-	-	-
Other -	-	-	-
Total Utility Services	\$ 46,424	\$ 38,229	\$ 44,702
TOTAL EXPENSES BY FUNCTION	\$ 1,150,174	\$ 1,056,057	\$ 1,229,715

RURAL MUNICIPALITY OF BROKENSHELL NO. 68
Schedule of Consolidated Segment Disclosure by Function
For the year ended December 31, 2024

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 1,723	\$ 6,237	\$ 17,664	\$ 1,095	\$ 820	\$ 6,287	\$ 31,572	\$ 65,398
Investment Income and Commissions	64,050	-	-	-	-	-	-	64,050
Grants - Conditional	-	-	16,861	7,182	-	2,441	-	26,484
- Capital	-	-	19,379	443	-	-	-	19,822
Total Revenues	65,773	6,237	53,904	8,720	820	8,728	31,572	175,754
Expenses (Schedule 3)								
Wages and Benefits	97,175	-	214,964	-	-	-	16,834	328,973
Professional / Contractual Services	46,359	32,270	14,663	24,685	2,925	4,221	5,207	130,330
Utilities	5,883	-	9,234	-	-	-	6,472	21,589
Maintenance, Materials, and Supplies	10,427	-	386,590	3,897	-	9,409	7,042	417,365
Grants and Contributions	50	-	15,000	-	-	2,230	-	17,280
Amortization of Tangible Capital Assets	-	-	132,720	-	-	5	2,674	135,399
Accretion of asset retirement obligations	-	-	618	-	-	179	-	797
Allowance for Uncollectables	759	-	-	-	-	-	-	759
Other	3,565	-	-	-	-	-	-	3,565
Total Expenses	164,218	32,270	773,789	28,582	2,925	16,044	38,229	1,056,057
Surplus (Deficit) by Function	\$ (98,445)	\$ (26,033)	\$ (719,885)	\$ (19,862)	\$ (2,105)	\$ (7,316)	\$ (6,657)	\$ (880,303)

Taxation and Other Unconditional Revenue (Schedule 1)

\$ 1,127,973

Net Surplus (Deficit)

\$ 247,670

RURAL MUNICIPALITY OF BROKENSHELL NO. 68
 Schedule of Consolidated Segment Disclosure by Function
 For the year ended December 31, 2023

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 997	\$ 12,360	\$ 15,787	\$ 600	\$ 200	\$ 12,488	\$ 25,939	\$ 68,371
Tangible Capital Asset Sales - Gain(Loss)	(2,801)	-	-	-	-	-	-	(2,801)
Investment Income and Commissions	67,844	-	-	-	-	-	-	67,844
Other Revenues	-	-	1,254	-	-	-	-	1,254
Grants - Conditional	-	-	12,970	4,762	-	1,981	-	19,713
- Capital	-	-	33,903	128,073	-	-	-	161,976
Total Revenues	66,040	12,360	63,914	133,435	200	14,469	25,939	316,357
Expenses (Schedule 3)								
Wages and Benefits	94,267	-	193,831	-	-	-	17,424	305,522
Professional / Contractual Services	40,644	37,616	42,186	203,655	2,445	3,914	7,688	338,148
Utilities	6,113	-	10,223	-	-	-	6,232	22,568
Maintenance, Materials, and Supplies	10,129	-	318,107	7,007	-	19,425	10,684	365,352
Grants and Contributions	50	-	-	-	-	750	-	800
Amortization of Tangible Capital Assets	-	-	132,923	-	-	5	2,674	135,602
Interest	-	-	10,787	-	-	-	-	10,787
Other	3,813	-	-	-	-	-	-	3,813
Accretion of asset retirement obligation	-	-	588	46,364	-	171	-	47,123
Total Expenses	155,016	37,616	708,645	303,390	2,445	24,436	44,702	1,229,715
Surplus (Deficit) by Function	\$ (88,976)	\$ (25,256)	\$ (644,731)	\$ (169,955)	\$ (2,245)	\$ (9,967)	\$ (18,763)	\$ (913,358)

Taxation and Other Unconditional Revenue (Schedule 1) \$ 1,089,964

Net Surplus (Deficit) **\$ 176,606**

RURAL MUNICIPALITY OF BROKENSHELL NO. 68
 Schedule of Consolidated Tangible Capital Assets by Object
 For the year ended December 31, 2024

Schedule 6

	2024							2023		
	General Assets					Infrastructure Assets		General / Infrastructure Assets Under Construction	Total	Total
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets	Public Private Partnerships			
Asset Cost										
Opening Asset Costs	\$ 8,617	\$ -	\$ 182,809	\$ 5,000	\$ 1,346,608	\$ 5,319,892	\$ -	\$ -	\$ 6,862,926	\$ 6,765,489
Additions during the year	-	-	-	-	27,813	91,236	-	9,016	128,065	101,746
Disposals and write downs during the year	-	-	-	-	-	-	-	-	-	(4,309)
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-	-
Closing Asset Costs	\$ 8,617	\$ -	\$ 182,809	\$ 5,000	\$ 1,374,421	\$ 5,411,128	\$ -	\$ 9,016	\$ 6,990,991	\$ 6,862,926
Accumulated Amortization										
Opening Accum. Amort. Cost	\$ -	\$ -	\$ 84,915	\$ 4,500	\$ 438,596	\$ 4,166,592	\$ -	\$ -	\$ 4,694,603	\$ 4,560,509
Add: Amortization taken	-	-	2,661	500	68,454	63,784	-	-	135,399	135,602
Less: Accum. Amort. on Disposals	-	-	-	-	-	-	-	-	-	(1,508)
Closing Accumulated Amort.	\$ -	\$ -	\$ 87,576	\$ 5,000	\$ 507,050	\$ 4,230,376	\$ -	\$ -	\$ 4,830,002	\$ 4,694,603
Net Book Value	\$ 8,617	\$ -	\$ 95,233	\$ -	\$ 867,371	\$ 1,180,752	\$ -	\$ 9,016	\$ 2,160,989	\$ 2,168,323

DDOLEY & COMPANY LLP

1. Total contributed/donated assets received in 2024: \$ -
 2. List of assets recognized at nominal value in 2024 are:
 - Infrastructure assets \$ -
 - Vehicles \$ -
 - Machinery and Equipment \$ -
 3. Amount of interest capitalized in 2024: \$ -

RURAL MUNICIPALITY OF BROKENSHELL NO. 68
Schedule of Consolidated Tangible Capital Assets by Function
For the year ended December 31, 2024

Schedule 7

	2024							Total	2023
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer		
Asset Cost									
Opening Asset Costs	\$ -	\$ -	\$ 6,724,282	\$ 1,351	\$ -	\$ 27,678	\$ 109,615	\$ 6,862,926	\$ 6,765,489
Additions during the year	1,313	-	126,752	-	-	-	-	128,065	101,746
Disposals and write-downs during the year	-	-	-	-	-	-	-	-	(4,309)
Closing Asset Costs	\$ 1,313	\$ -	\$ 6,851,034	\$ 1,351	\$ -	\$ 27,678	\$ 109,615	\$ 6,990,991	\$ 6,862,926
Accumulated Amortization									
Opening Accum. Amort. Costs	\$ -	\$ -	\$ 4,618,286	\$ -	\$ -	\$ 25,515	\$ 50,802	\$ 4,694,603	\$ 4,560,509
Add: Amortization taken	-	-	132,720	-	-	5	2,674	135,399	135,602
Less: Accum. Amort. on Disposals	-	-	-	-	-	-	-	-	(1,508)
Closing Accumulated Amortization	\$ -	\$ -	\$ 4,751,006	\$ -	\$ -	\$ 25,520	\$ 53,476	\$ 4,830,002	\$ 4,694,603
Net Book Value	\$ 1,313	\$ -	\$ 2,100,028	\$ 1,351	\$ -	\$ 2,158	\$ 56,139	\$ 2,160,989	\$ 2,168,323

RURAL MUNICIPALITY OF BROKENSHELL NO. 68
 Schedule of Consolidated Intangible Capital Assets by Object
 For the year ended December 31, 2024

Schedule 8

	2024						2023		
	General Inangible Assets								
	Patents	Trademarks	Copyrights	Customer Relationships	Goodwill	Other	Intangibles under development	Total	Total
Asset Cost									
Opening Asset Costs	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Additions during the year	-	-	-	-	-	-	-	-	-
Disposals and write downs during the year	-	-	-	-	-	-	-	-	-
Transfers (from) assets under development	-	-	-	-	-	-	-	-	-
Closing Asset Costs	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accumulated Amortization									
Opening Accum. Amort. Cost	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Add: Amortization taken	-	-	-	-	-	-	-	-	-
Less: Accum. Amort. on Disposals	-	-	-	-	-	-	-	-	-
Closing Accumulated Amort.	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Book Value	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

RURAL MUNICIPALITY OF BROKENSHELL NO. 68
 Schedule of Consolidated Intangible Capital Assets by Function
 For the year ended December 31, 2024

Schedule 9

	2024						2023		
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
Asset Cost									
Opening Asset Costs	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Additions during the year	-	-	-	-	-	-	-	-	-
Disposals and write-downs during the year	-	-	-	-	-	-	-	-	-
Closing Asset Costs	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accumulated Amortization									
Opening Accum. Amort. Costs	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Add: Amortization taken	-	-	-	-	-	-	-	-	-
Less: Accum. Amort. on Disposals	-	-	-	-	-	-	-	-	-
Closing Accumulated Amortization	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Book Value	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

RURAL MUNICIPALITY OF BROKENSHELL NO. 68

Schedule of Consolidated Accumulated Surplus

For the year ended December 31, 2024

Schedule 10

	2023	Changes	2024
UNAPPROPRIATED SURPLUS	\$ 1,051,122	\$ 255,004	\$ 1,306,126
APPROPRIATED RESERVES			
Future Expenditures	120,000	-	120,000
Trossachs Cemetery Fund	1,964	-	1,964
Parks and Recreation	7,210	-	7,210
Weyburn Hospital Fund	11,666	-	11,666
Total Appropriated	140,840	-	140,840
ORGANIZED HAMLETS			
Hamlet of Trossachs	113,181	-	113,181
Total Organized Hamlets	113,181	-	113,181
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible Capital Assets (Schedule 6, 7)	2,168,323	(7,334)	2,160,989
Intangible Capital Assets (Schedule 8, 9)	-	-	-
Net Investment in Tangible Capital Assets	2,168,323	(7,334)	2,160,989
OTHER	-	-	-
Total Accumulated Surplus	\$ 3,473,466	\$ 247,670	\$ 3,721,136

RURAL MUNICIPALITY OF BROKEN SHELL NO. 68
 Schedule of Consolidated Mill Rates and Assessments
 For the year ended December 31, 2024

Schedule 11

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	\$ 89,356,085	\$ 6,853,650	\$ -	\$ -	\$ 3,744,250	\$ -	\$ 99,953,985
Regional Park Assessment							-
Total Assessment							99,953,985
Mill Rate Factor(s)	0.950	1.750	-	-	1.800		
Total Base Tax	-	33,960	-	-	6,000		39,960
Total Municipal Tax Levy	\$ 730,039	\$ 119,224	\$ -	\$ -	\$ 63,407		\$ 912,670

MILL RATES:	MILLS
Average Municipal*	9.131
Average School*	1.847
Potash Mill Rate	-
Uniform Municipal Mill Rate	8.600

* 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).

RURAL MUNICIPALITY OF BROKENSHELL NO. 68
 Schedule of Consolidated Council Remuneration
 For the year ended December 31, 2024

Schedule 12

Name	Remuneration	Reimbursed Costs	Total
Garry Christopherson	\$ 8,694	\$ 2,150	\$ 10,844
Jesse Watson	7,137	1,686	8,823
Mark Thorn	6,188	1,571	7,759
Jay Holyer-Riviere	8,363	2,325	10,688
Leonard Vande Velde	12,650	2,581	15,231
Barry Barness	1,013	328	1,341
Total	\$ 44,045	\$ 10,641	\$ 54,686