

VILLAGE OF MORTLACH
Financial Statements
December 31, 2023

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Management's Responsibility

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

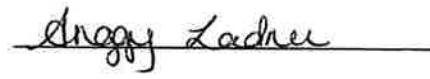
In discharging its responsibilities for the integrity and fair presentation of the financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately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

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

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



Council



Administration

INDEPENDENT AUDITORS' REPORT

To the Mayor and Councillors
Village of Mortlach

Qualified Opinion

We have audited the financial statements of the **VILLAGE OF MORTLACH**, which comprise the statement of financial position as at December 31, 2023 and the statements of operations, changes in net financial assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the accompanying financial statements present fairly, in all material respects, the financial position of the municipality as at December 31, 2023, and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified Opinion

Municipalities are required by section 3280 of the CPA Canada Public Sector Accounting Handbook to account and report a liability for asset retirement obligations, including closure and post-closure care of any solid waste landfill sites and asbestos removal from village owned buildings. No such liabilities have been estimated and accounted for in the financial statements and the unrecorded liability may be material in amount.

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

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

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

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

Independent Auditors' Report (continued)

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the 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 financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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



Dudley & Company LLP
Chartered Professional Accountants

Regina, Saskatchewan
June 13, 2024

VILLAGE OF MORTLACH
Statement of Financial Position
As at December 31, 2023

Statement 1

	2023	2022
FINANCIAL ASSETS		
Cash & Cash Equivalents (Note 2)	\$ 370,134	\$ 321,653
Investments	-	-
Taxes Receivable - Municipal (Note 3)	51,121	44,514
Other Accounts Receivable (Note 4)	38,996	31,924
Assets Held for Sale	-	-
Long-Term Receivable	-	-
Other Long-Term Investments (Note 5)	314,571	314,571
Debt Charges Recoverable	-	-
Derivative Assets	-	-
Total Financial Assets	774,822	712,662
LIABILITIES		
Bank Indebtedness	-	-
Accounts Payable (Note 6)	48,873	13,292
Accrued Liabilities Payable	-	-
Derivative Liabilities	-	-
Deposits	-	575
Deferred Revenue (Note 7)	3,124	4,852
Asset Retirement Obligation	-	-
Liability for Contaminated Sites	-	-
Long-Term Debt (Note 8)	383,816	379,933
Lease Obligations	-	-
Total Liabilities	435,813	398,652
NET FINANCIAL ASSETS	339,009	314,010
Non-Financial Assets		
Tangible Capital Assets (Schedules 6, 7)	395,855	321,221
Prepayment and Deferred Charges	2,118	2,050
Stock and Supplies	-	-
Other (Note 9)	56,790	56,790
Total Non-Financial Assets	454,763	380,061
Accumulated Surplus (Deficit) (Schedule 8)	\$ 793,772	\$ 694,071

Accumulated surplus (deficit) is comprised of:

Accumulated surplus (deficit) excluding remeasurement gains (losses)	\$ 793,772	\$ 694,071
Accumulated remeasurement gains (losses) (Statement 5)	\$ -	\$ -

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

VILLAGE OF MORTLACH
Statement of Operations
For the year ended December 31, 2023

Statement 2

		2023 Budget	2023	2022
Revenues				
Tax Revenue	(Schedule 1)	\$ 232,500	\$ 238,883	\$ 221,466
Other Unconditional Revenue	(Schedule 1)	99,400	89,499	86,193
Fees and Charges	(Schedule 4, 5)	250,100	263,932	248,173
Conditional Grants	(Schedule 4, 5)	6,500	29,815	11,867
Tangible Capital Assets - Gain (Loss)	(Schedule 4, 5)	-	14,940	-
Land Sales - Gain	(Schedule 4, 5)	10,000	3,500	111,357
Investment Income and Commissions	(Schedule 4, 5)	6,200	18,800	8,376
Other Revenues	(Schedule 4, 5)	24,800	20,063	25,008
Restructurings	(Schedule 4, 5)	-	-	-
Provincial/Federal Capital Grants	(Schedule 4, 5)	16,400	17,591	8,065
Total Revenues		645,900	697,023	720,505

Expenses

General Government Services	(Schedule 3)	151,200	159,302	148,636
Protective Services	(Schedule 3)	27,900	28,054	17,872
Transportation Services	(Schedule 3)	100,600	93,763	111,719
Environmental and Public Health Services	(Schedule 3)	52,500	44,998	57,750
Planning and Development Services	(Schedule 3)	1,000	255	4,850
Recreation and Cultural Services	(Schedule 3)	28,800	53,257	39,948
Utility Services	(Schedule 3)	283,500	217,693	202,130
Total Expenses		645,500	597,322	582,905
Surplus (Deficit) of Revenues over Expenses		400	99,701	137,600
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), Beginning of Year		694,071	694,071	556,471
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), End of Year		\$ 694,471	\$ 793,772	\$ 694,071

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

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

Statement 3

	2023 Budget	2023	2022
Annual Surplus (Deficit)	\$ 400	\$ 99,701	\$ 137,600
(Acquisition) of tangible capital assets	-	(99,140)	-
Amortization of tangible capital assets	17,900	14,006	19,078
Proceeds of disposal of tangible capital assets	-	25,440	-
Loss (gain) on disposal of tangible capital assets	-	(14,940)	-
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (Deficit) of capital expenses over expenditures	17,900	(74,634)	19,078
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expense	-	(68)	-
(Increase) to other non-financial assets	-	-	-
Consumption of supplies inventory	-	-	9,281
Use of prepaid expense	-	-	-
Decrease to other non-financial assets	-	-	-
Surplus (Deficit) of other non-financial expenses over expenditures	-	(68)	9,281
Unrealized remeasurement gains (losses)	-	-	-
Increase/Decrease in Net Financial Assets	18,300	24,999	165,959
Net Financial Assets - Beginning of Year	314,010	314,010	148,051
Net Financial Assets - End of Year	\$ 332,310	\$ 339,009	\$ 314,010

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

VILLAGE OF MORTLACH
Statement of Cash Flows
For the year ended December 31, 2023

Statement 4

	2023	2022
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	\$ 99,701	\$ 137,600
Amortization	14,006	19,078
Loss (gain) on disposal of tangible capital assets	(14,940)	-
	98,767	156,678
Changes in assets / liabilities		
Taxes Receivable - Municipal	(6,607)	1,955
Other Receivables	(7,072)	56,392
Assets Held for Sale	-	-
Accounts and Accrued Liabilities Payable	35,581	(62,021)
Derivative Liabilities	-	-
Deposits	(575)	(3,275)
Deferred Revenue	(1,728)	2,352
Other Liabilities	-	-
Asset Retirement Obligation	-	-
Liability for Contaminated Sites	-	-
Stock and Supplies for Use	-	-
Prepayments and Deferred Charges	(68)	9,281
Other Non-Financial Assets	-	-
Net cash from (used for) operations	118,298	161,362
Capital:		
Cash Used to Acquire Tangible Capital Assets	(99,140)	-
Proceeds on Sale of Tangible Capital Assets	25,440	-
Net cash from (used for) capital	(73,700)	-
Investing:		
Proceeds on Disposal (Acquisition) of Investments	-	-
Other Investments	-	-
Net cash from (used for) investing	-	-
Financing:		
Debt Charges Recovered	-	-
Long-Term Debt Issued	72,150	210,000
Long-Term Debt Repaid	(68,267)	(240,818)
Other Financing	-	-
Net cash from (used for) financing	3,883	(30,818)
Increase (Decrease) in cash resources	48,481	130,544
Cash and Cash Equivalents - Beginning of Year	321,653	191,109
Cash and Cash Equivalents - End of Year	\$ 370,134	\$ 321,653

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

VILLAGE OF MORTLACH
Statement of Remeasurement Gains and Losses
As at December 31, 2023

Statement 5

	2023	2022
Accumulated remeasurement gains (losses) at the beginning of the year:	\$ -	\$ -
Unrealized gains (losses) attributable to (Note 3):		
Derivatives	-	-
Equity investments measured at fair value	-	-
Foreign exchange	-	-
	-	-
Amounts reclassified to the Statement of Operations (Note 3):		
Derivatives	-	-
Equity investments measured at fair value	-	-
Foreign exchange	-	-
	-	-
Net remeasurement gains (losses) for the year	-	-
Accumulated remeasurement gains (losses) at end of year	<u>\$ -</u>	<u>\$ -</u>

VILLAGE OF MORTLACH
Notes to the Financial Statements
For the year ended December 31, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The 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 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 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.

(b) Collection of Funds for Other Authorities:

Collection of funds by the municipality for the school board 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.

(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.

VILLAGE OF MORTLACH
Notes to the Financial Statements
For the year ended December 31, 2023

(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) 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.

(g) 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.

(h) 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.

(i) 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.

(j) 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.

VILLAGE OF MORTLACH
Notes to the Financial Statements
For the year ended December 31, 2023

(k) Financial Instruments:

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

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

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

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

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

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

Measurement of Financial Instruments:

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

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

(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 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.

(m) Assets Held for Sale:

Assets held for sale are recognized as a financial asset when the municipality is committed to selling the asset, the asset is in a condition to be sold, the asset can be publicly seen to be for sale, there is a 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. Assets held for sale that don't meet all of the above criteria are instead recognized as non-financial assets.

VILLAGE OF MORTLACH
Notes to the Financial Statements
For the year ended December 31, 2023

(n) Tangible Capital Assets:

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

<u>Assets</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	15 years
Buildings	40 years
Vehicles and Equipment	
Vehicles	10 years
Machinery and Equipment	5 to 20 years
Infrastructure Assets	
Infrastructure Assets	15 to 50 years
Water and Sewer	50 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.

VILLAGE OF MORTLACH
Notes to the Financial Statements
For the year ended December 31, 2023

(o) Asset Retirement Obligation:

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

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

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

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

(p) Trust Funds:

Funds held in trust for others, under a trust agreement or statute, are not included in the financial statements as they are not controlled by the municipality. Trust fund activities administered by the municipality are disclosed in Note 11.

(q) 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.

VILLAGE OF MORTLACH
Notes to the Financial Statements
For the year ended December 31, 2023

(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 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.

VILLAGE OF MORTLACH
Notes to the Financial Statements
For the year ended December 31, 2023

(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: 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.

(t) Budget Information:

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on April 18, 2023.

VILLAGE OF MORTLACH
Notes to the Financial Statements
For the year ended December 31, 2023

(u) New Standards and Amendments to Standards:

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

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

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

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

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

VILLAGE OF MORTLACH
Notes to the Financial Statements
For the year ended December 31, 2023

(v) New Accounting Policies Adopted During the Year

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

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

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

Prospective Application: During the year, the municipality adopted a new accounting policy with respect to recording asset retirement obligations. The municipality now accounts for such transactions using the prospective method of application. Prior to this, the municipality did not account for these types of transactions. The municipality believes the new policy provides a fair presentation of the results and the financial position of the municipality.

VILLAGE OF MORTLACH
Notes to the Financial Statements
For the year ended December 31, 2023

2. Cash and Cash Equivalents	2023	2022
Cash	\$ 370,134	\$ 321,653
Total Cash and Cash Equivalents	\$ 370,134	\$ 321,653

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.

3. Taxes Receivable	2023	2022
Municipal - Current	\$ 44,185	\$ 38,784
- Arrears	20,254	8,973
	64,439	47,757
- Less Allowance for Uncollectables	(13,318)	(3,243)
Total Municipal Taxes Receivable	51,121	44,514

School - Current	9,720	8,606
- Arrears	2,075	1,418
Total School Taxes Receivable	11,795	10,024

Other	-	-
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Total Taxes Receivable	62,916	54,538
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Deduct taxes to be collected on behalf of other organizations	(11,795)	(10,024)
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Total Taxes Receivable - Municipal	\$ 51,121	\$ 44,514
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4. Other Accounts Receivable	2023	2022
Trade receivables	\$ -	\$ 961
Federal government	-	596
Provincial government	1,909	2,240
GST receivable	7,551	4,767
Local government	5,548	381
Utility accounts receivable	24,988	23,979
Total Other Accounts Receivable	39,996	32,924
Less Allowance for Uncollectables	(1,000)	(1,000)
Net Other Accounts Receivable	\$ 38,996	\$ 31,924

VILLAGE OF MORTLACH
Notes to the Financial Statements
For the year ended December 31, 2023

5. Other Long-Term Investments	2023	2022
Caron/Mortlach Regional Public Utility Board Capital Equity	\$ 314,571	\$ 314,571
Total Other Long-Term Investments	\$ 314,571	\$ 314,571

6. Accounts Payable	2023	2022
Trade payables	\$ 42,747	\$ 7,896
Accrued interest	5,606	5,295
School collections	520	101
Total Accounts Payable	\$ 48,873	\$ 13,292

7. Deferred Revenue	2023	2022
Prepaid utility fees	\$ 3,019	\$ 4,852
Lot deposits	105	-
Total Deferred Revenue	\$ 3,124	\$ 4,852

8. Long-Term Debt

a) The debt limit of the municipality is \$483,262. The debt limit for a municipality is the total amount of the municipality's own source revenues for the preceding year (the Municipalities Act Section 161(1)).

b) Debenture debt is repayable in five annual instalments of \$47,039, including interest at 3.90%. Debenture matures on August 24, 2027. Debenture was acquired for the purpose of covering current water and sewer repairs.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2023	\$ -	\$ -	\$ -	\$ 38,849
2024	40,364	6,675	47,039	40,364
2025	41,939	5,100	47,039	41,939
2026	43,574	3,465	47,039	43,574
2027	45,274	1,765	47,039	45,274
2028	-	-	-	-
Thereafter	-	-	-	-
Balance	\$ 171,151	\$ 17,005	\$ 188,156	\$ 210,000

VILLAGE OF MORTLACH
Notes to the Financial Statements
For the year ended December 31, 2023

c) Long-Term Liability: Funding agreement due to Caron/Mortlach Regional Public Utility Board for the pumphouse investment. The funding agreement is payable in monthly instalments of \$2,319 including interest at 3.95%. The liability matures in 2029 with the final payment being made on December 15, 2029.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2023	\$ -	\$ -	\$ -	\$ 21,496
2024	22,366	5,462	27,828	22,366
2025	23,266	4,562	27,828	23,266
2026	24,202	3,626	27,828	24,202
2027	25,175	2,653	27,828	25,175
2028	26,188	1,640	27,828	26,188
Thereafter	27,240	588	27,828	27,240
Balance	\$ 148,437	\$ 25,592	\$ 238,257	\$ 169,933

d) Long-Term Liability: Loan for purchase of 2022 Deutz Fahr 5080D Keyline Tractor w/ Loader. Semiannual instalments of \$7,921.24 including interest at 4.24%. The loan matures on January 15, 2028.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2023	\$ -	\$ -	\$ -	\$ -
2024	13,235	2,607	15,842	-
2025	13,807	2,035	15,842	-
2026	14,404	1,438	15,842	-
2027	15,027	815	15,842	-
2028	7,755	166	7,921	-
Thereafter	-	-	-	-
Balance	\$ 64,228	\$ 7,061	\$ 71,289	\$ -

9. Other Non-Financial Assets

	2023	2022
Municipal share of tax title property, net of partial allowance of \$50,026	\$ 43,790	\$ 43,790
Land for resale	13,000	13,000
Total Other Non-Financial Assets	\$ 56,790	\$ 56,790

VILLAGE OF MORTLACH
Notes to the Financial Statements
For the year ended December 31, 2023

10. Pension Plan

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. Employees and employers each make plan contributions of 9% of salary (subject to an annually adjusted maximum pensionable earnings amount). The municipality's pension expense in 2023 was \$8,042 (2022 - \$10,133). 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.

11. Trusts Administered by the Municipality

A summary of the trust fund activity by the municipality during the year is as follows:

Hamon Moore Scholarship Fund	2023	2022
Balance - Beginning of Year	\$ 2,138	\$ 3,582
Interest revenue	21	56
Expenditure - scholarships	-	(1,500)
Balance - End of Year	\$ 2,159	\$ 2,138

12. Related Parties

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

VILLAGE OF MORTLACH
Notes to the Financial Statements
For the year ended December 31, 2023

13. Risk Management

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

Credit Risk

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

Liquidity Risk

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

Market Risk

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

Interest Rate Risk

Interest rate risk is the risk that future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The municipality is exposed to interest rate price risk on its long term debt that has a fixed interest rate. The interest rate and maturity date of the debt is disclosed in Note 9

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.

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

Schedule 1

	2023 Budget	2023	2022
TAXES			
General municipal tax levy	\$ 232,500	\$ 239,915	\$ 222,518
Abatements and adjustments	-	-	-
Discount on current year taxes	(8,000)	(8,548)	(7,449)
Net Municipal Taxes	224,500	231,367	215,069
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	8,000	7,516	6,397
Special tax levy	-	-	-
Other -	-	-	-
Total Taxes	232,500	238,883	221,466
UNCONDITIONAL GRANTS			
Revenue Sharing	68,100	68,224	60,304
Organized Hamlet	-	-	-
Other -	-	-	-
Total Unconditional Grants	68,100	68,224	60,304
GRANTS IN LIEU OF TAXES			
Federal	-	-	-
Provincial	-	-	-
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	-	-	-
Central Services	-	-	-
SaskTel	800	883	883
Other -	-	-	-
Local/Other	-	-	-
Housing Authority	-	-	-
C.P.R. Mainline	10,500	-	10,459
Treaty Land Entitlement	-	-	-
Other -	-	-	-
Other Government Transfers	-	-	-
S.P.C. Surcharge	11,000	12,499	5,801
SaskEnergy Surcharge	9,000	7,893	8,746
Other -	-	-	-
Total Grants in Lieu of Taxes	31,300	21,275	25,889
TOTAL OTHER UNCONDITIONAL REVENUE	99,400	89,499	86,193
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 331,900	\$ 328,382	\$ 307,659

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

Schedule 2-1

	2023 Budget	2023	2022
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ -	\$ 1,982	\$ -
- Sales of supplies	-	9,111	-
- Other - Licences and permits	5,000		5,283
Total Fees and Charges	5,000	11,093	5,283
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain	10,000	3,500	111,357
- Investment income and commissions	6,200	18,800	8,376
- Other - Post office	23,000	18,188	23,286
Total Other Segmented Revenue	44,200	51,581	148,302
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	44,200	51,581	148,302
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total General Government Services	\$ 44,200	\$ 51,581	\$ 148,302

PROTECTIVE SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Other - Fire fees	\$ -	\$ 1,008	\$ -
Total Fees and Charges	-	1,008	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	-	1,008	-
Conditional Grants			
- Student Employment	-	-	-
- Local Government	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	1,008	-
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Local Government	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total Protective Services	\$ -	\$ 1,008	\$ -

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

Schedule 2-2

	2023 Budget	2023	2022
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 1,600	\$ 1,345	\$ 2,380
- Sales of supplies	100	-	30
- Road maintenance, restoration agreements	-	-	-
- Frontage	-	-	-
- Other -	-	-	-
Total Fees and Charges	1,700	1,345	2,410
- Tangible capital asset sales - gain (loss)	-	14,940	-
- Other -	-	-	-
Total Other Segmented Revenue	1,700	16,285	2,410
Conditional Grants			
- RIRG (CTP)	-	-	-
- Student Employment	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	1,700	16,285	2,410
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- RIRG (CTP, Bridge/ Large Culvert, Rd Const)	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total Transportation Services	\$ 1,700	\$ 16,285	\$ 2,410

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Waste and disposal fees	\$ -	\$ -	\$ -
- Other - Cemetery fees	300	-	500
Total Fees and Charges	300	-	500
- Tangible capital asset sales - gain (loss)	-	-	-
- Other - allowance for doubtfuls	-	-	(361)
Total Other Segmented Revenue	300	-	139
Conditional Grants			
- Recycling	-	-	-
- Pest Control	-	-	-
- TAPD	-	-	-
- Local Government	-	-	-
- Other - Recycling grant	4,000	6,624	1,332
Total Conditional Grants	4,000	6,624	1,332
Total Operating	4,300	6,624	1,471

Capital

Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- TAPD	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total Environmental and Public Health Services	\$ 4,300	\$ 6,624	\$ 1,471

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

Schedule 2-3

	2023 Budget	2023	2022
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and development charges	\$ 1,000	\$ 217	\$ 2,608
- Other -	-	-	-
Total Fees and Charges	1,000	217	2,608
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	1,000	217	2,608
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	1,000	217	2,608
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total Planning and Development Services	\$ 1,000	\$ 217	\$ 2,608

RECREATION AND CULTURAL SERVICES
Operating

Other Segmented Revenue			
Fees and Charges			
- Other - Recreation fees	\$ 7,500	\$ 9,609	\$ -
Total Fees and Charges	7,500	9,609	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	1,800	1,875	2,083
Total Other Segmented Revenue	9,300	11,484	2,083
Conditional Grants			
- Canada Day	-	-	-
- Local Government	-	-	-
- Donations and Sask Lotteries	-	20,691	8,035
- MEEP	-	-	-
- Other - Community rink affordability	2,500	2,500	2,500
Total Conditional Grants	2,500	23,191	10,535
Total Operating	11,800	34,675	12,618
Capital			
Conditional Grants			
- Canada Community Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Local Government	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total Recreation and Cultural Services	\$ 11,800	\$ 34,675	\$ 12,618

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

Schedule 2-4

	2023 Budget	2023	2022
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	\$ 181,600	\$ 187,591	\$ 184,757
- Sewer	23,000	22,652	22,450
- Other - Infrastructure	30,000	30,417	30,165
Total Fees and Charges	234,600	240,660	237,372
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	234,600	240,660	237,372
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	234,600	240,660	237,372
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	16,400	17,591	8,065
- ICIP	-	-	-
- New Building Canada Fund (SCF, NRP)	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	16,400	17,591	8,065
Restructuring Revenues/Expenses	-	-	-
Total Utility Services	\$ 251,000	\$ 258,251	\$ 245,437

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 314,000	\$ 368,641	\$ 412,846
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SUMMARY

Total Other Segmented Revenue	\$ 291,100	\$ 321,235	\$ 392,914
Total Conditional Grants	6,500	29,815	11,867
Total Capital Grants and Contributions	16,400	17,591	8,065
Restructuring Revenue	-	-	-

TOTAL REVENUE BY FUNCTION	\$ 314,000	\$ 368,641	\$ 412,846
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VILLAGE OF MORTLACH
Schedule of Total Expenses by Function
For the year ended December 31, 2023

Schedule 3-1

	2023 Budget	2023	2022
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 11,500	\$ 12,708	\$ 9,642
Wages and benefits	72,300	77,006	70,230
Professional/Contractual services	53,500	42,970	51,511
Utilities	5,700	5,767	5,337
Maintenance, materials, and supplies	4,200	6,434	3,168
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	4,000	4,280	4,280
Interest	-	62	487
Accretion of asset retirement obligations	-	-	-
Allowance for uncollectables	-	10,075	3,981
Other -	-	-	-
Total General Government Services	\$ 151,200	\$ 159,302	\$ 148,636

PROTECTIVE SERVICES

Police Protection

Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	15,500	15,754	14,557
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Other -	-	-	-

Fire Protection

Wages and benefits	-	-	-
Professional/Contractual services	10,500	11,488	1,500
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions - operating	1,000	-	1,000
- capital	-	-	-
Amortization	900	812	815
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other -	-	-	-

Total Protective Services	\$ 27,900	\$ 28,054	\$ 17,872
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TRANSPORTATION SERVICES

Wages and benefits	\$ 59,200	\$ 60,087	\$ 69,417
Council remuneration and travel	-	-	-
Professional/Contractual services	5,200	2,801	3,208
Utilities	7,200	8,055	6,455
Maintenance, materials, and supplies	18,000	11,472	22,418
Gravel	4,000	4,480	3,143
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	7,000	5,578	7,078
Interest	-	1,290	-
Accretion of asset retirement obligation	-	-	-
Other -	-	-	-

Total Transportation Services	\$ 100,600	\$ 93,763	\$ 111,719
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Schedule 3-2

	2023	Budget	2023	2022
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES				
Wages and benefits	\$	-	\$	-
Professional/Contractual services		52,500		44,998
Utilities		-		-
Maintenance, materials, and supplies		-		-
Grants and contributions - operating		-		-
- Waste disposal		-		-
- Public health		-		-
- capital		-		-
- Waste disposal		-		-
- Public health		-		-
Amortization		-		-
Interest		-		-
Accretion of asset retirement obligation		-		-
Other -		-		-
Total Environmental and Public Health Services	\$	52,500	\$	44,998
				\$ 57,750
PLANNING AND DEVELOPMENT SERVICES				
Wages and benefits	\$	-	\$	-
Professional/Contractual services		1,000		255
Grants and contributions - operating		-		-
- capital		-		-
Amortization		-		-
Interest		-		-
Accretion of asset retirement obligation		-		-
Other -		-		-
Total Planning and Development Services	\$	1,000	\$	255
				\$ 4,850
RECREATION AND CULTURAL SERVICES				
Wages and benefits	\$	1,300	\$	588
Professional/Contractual services		8,000		18,642
Utilities		9,100		8,619
Maintenance, materials, and supplies		900		796
Grants and contributions - operating		3,500		21,968
- capital		-		-
Amortization		6,000		2,644
Interest		-		-
Accretion of asset retirement obligation		-		-
Allowance for uncollectables		-		-
Other -		-		-
Total Recreation and Cultural Services	\$	28,800	\$	53,257
				\$ 39,948

VILLAGE OF MORTLACH
Schedule of Total Expenses by Function
For the year ended December 31, 2023

Schedule 3-3

	2023 Budget	2023	2022
UTILITY SERVICES			
Wages and benefits	\$ 3,900	\$ 4,261	\$ 15,322
Professional/Contractual services	45,600	41,038	21,588
Utilities	142,000	149,153	128,196
Maintenance, materials, and supplies	16,900	9,007	10,256
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	692	692
Interest	75,100	13,542	23,043
Accretion of asset retirement obligation	-	-	-
Allowance for uncollectables	-	-	3,033
Other -	-	-	-
Total Utility Services	\$ 283,500	\$ 217,693	\$ 202,130
TOTAL EXPENSES BY FUNCTION	\$ 645,500	\$ 597,322	\$ 582,905

VILLAGE OF MORTLACH
Schedule of Segment Disclosure by Function
For the year ended December 31, 2023

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 11,093	\$ 1,008	\$ 1,345	\$ -	\$ 217	\$ 9,609	\$ 240,660	\$ 263,932
Tangible Capital Asset Sales-Gain (Loss)	-	-	14,940	-	-	-	-	14,940
Land Sales - Gain	3,500	-	-	-	-	-	-	3,500
Investment Income and Commissions	18,800	-	-	-	-	-	-	18,800
Other Revenues	18,188	-	-	-	-	1,875	-	20,063
Grants - Conditional	-	-	-	6,624	-	23,191	-	29,815
- Capital	-	-	-	-	-	-	17,591	17,591
Total Revenues	51,581	1,008	16,285	6,624	217	34,675	258,251	368,641
Expenses (Schedule 3)								
Wages and Benefits	89,714	-	60,087	-	-	588	4,261	154,650
Professional / Contractual Services	42,970	27,242	2,801	44,998	255	18,642	41,038	177,946
Utilities	5,767	-	8,055	-	-	8,619	149,153	171,594
Maintenance, Materials, and Supplies	6,434	-	15,952	-	-	796	9,007	32,189
Grants and Contributions	-	-	-	-	-	21,968	-	21,968
Amortization	4,280	812	5,578	-	-	2,644	692	14,006
Interest	62	-	1,290	-	-	-	13,542	14,894
Allowance for Uncollectables	10,075	-	-	-	-	-	-	10,075
Total Expenses	159,302	28,054	93,763	44,998	255	53,257	217,693	597,322
Surplus (Deficit) by Function	\$ (107,721)	\$ (27,046)	\$ (77,478)	\$ (38,374)	\$ (38)	\$ (18,582)	\$ 40,558	\$ (228,681)

Taxation and Other Unconditional Revenue (Schedule 1)

\$ 328,382

Net Surplus (Deficit)

\$ 99,701

VILLAGE OF MORTLACH
Schedule of Segment Disclosure by Function
For the year ended December 31, 2022

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 5,283	\$ -	\$ 2,410	\$ 500	\$ 2,608	\$ -	\$ 237,372	\$ 248,173
Land Sales - Gain	111,357	-	-	-	-	-	-	111,357
Investment Income and Commissions	8,376	-	-	-	-	-	-	8,376
Other Revenues	23,286	-	-	(361)	-	2,083	-	25,008
Grants - Conditional	-	-	-	1,332	-	10,535	-	11,867
- Capital	-	-	-	-	-	-	8,065	8,065
Total Revenues	148,302	-	2,410	1,471	2,608	12,618	245,437	412,846
Expenses (Schedule 3)								
Wages and Benefits	79,872	-	69,417	-	-	843	15,322	165,454
Professional / Contractual Services	51,511	16,057	3,208	57,750	4,850	15,178	21,588	170,142
Utilities	5,337	-	6,455	-	-	7,154	128,196	147,142
Maintenance, Materials, and Supplies	3,168	-	25,561	-	-	2,275	10,256	41,260
Grants and Contributions	-	1,000	-	-	-	8,285	-	9,285
Amortization	4,280	815	7,078	-	-	6,213	692	19,078
Interest	487	-	-	-	-	-	23,043	23,530
Allowance for Uncollectables	3,981	-	-	-	-	-	3,033	7,014
Total Expenses	148,636	17,872	111,719	57,750	4,850	39,948	202,130	582,905
Surplus (Deficit) by Function	\$ (334)	\$ (17,872)	\$ (109,309)	\$ (56,279)	\$ (2,242)	\$ (27,330)	\$ 43,307	\$ (170,059)

Taxation and Other Unconditional Revenue (Schedule 1)

\$ 307,659

Net Surplus (Deficit)

\$ 137,600

VILLAGE OF MORTLACH

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

Schedule 6

2023										2022	
	General Assets						Infrastructure Assets		General / Infrastructure Assets Under Construction	Total	Total
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets					
Asset Cost											
Opening Asset Costs	\$ 9	\$ 40,950	\$ 680,532	\$ -	\$ 126,920	\$ 536,869	\$ -	\$ -	\$ 1,385,280	\$ 1,385,280	
Additions during the year	-	-	-	-	99,140	-	-	-	99,140	-	-
Disposals and write downs during the year	-	-	-	-	(30,000)	-	-	-	(30,000)	-	-
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-	-	-
Closing Asset Costs	\$ 9	\$ 40,950	\$ 680,532	\$ -	\$ 196,060	\$ 536,869	\$ -	\$ -	\$ 1,454,420	\$ 1,385,280	
Accumulated Amortization											
Opening Accum. Amort. Cost	\$ -	\$ 35,402	\$ 594,788	\$ -	\$ 73,582	\$ 360,287	\$ -	\$ -	\$ 1,064,059	\$ 1,044,981	
Add: Amortization taken	-	2,268	3,615	-	6,743	1,380	-	-	14,006	19,078	
Less: Accum. Amort. on Disposals	-	-	-	-	(19,500)	-	-	-	(19,500)	-	
Closing Accumulated Amort.	\$ -	\$ 37,670	\$ 598,403	\$ -	\$ 60,825	\$ 361,667	\$ -	\$ -	\$ 1,058,565	\$ 1,064,059	
Net Book Value	\$ 9	\$ 3,280	\$ 82,129	\$ -	\$ 135,235	\$ 175,202	\$ -	\$ -	\$ 395,855	\$ 321,221	

1. Total contributed/donated assets received in 2023: \$ -
2. List of assets recognized at nominal value in 2023 are:
 - Infrastructure assets \$ -
 - Vehicles \$ -
 - Machinery and Equipment \$ -
3. Amount of interest capitalized in 2023: \$ -

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

Schedule 7

	2023							2022	
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
Asset Cost									
Opening Asset Costs	\$ 158,898	\$ 8,148	\$ 124,679	\$ -	\$ -	\$ 583,117	\$ 510,438	\$ 1,385,280	\$ 1,385,280
Additions during the year	4,800	-	94,340	-	-	-	-	99,140	-
Disposals and write-downs during the year	-	-	(30,000)	-	-	-	-	(30,000)	-
Closing Asset Costs	\$ 163,698	\$ 8,148	\$ 189,019	\$ -	\$ -	\$ 583,117	\$ 510,438	\$ 1,454,420	\$ 1,385,280
Accumulated Amortization									
Opening Accum. Amort. Costs	\$ 70,012	\$ 7,335	\$ 57,492	\$ -	\$ -	\$ 424,645	\$ 504,575	\$ 1,064,059	\$ 1,044,981
Add: Amortization taken	4,280	812	5,578	-	-	2,644	692	14,006	19,078
Less: Accum. Amort. on Disposals	-	-	(19,500)	-	-	-	-	(19,500)	-
Closing Accumulated Amortization	\$ 74,292	\$ 8,147	\$ 43,570	\$ -	\$ -	\$ 427,289	\$ 505,267	\$ 1,058,565	\$ 1,064,059
Net Book Value	\$ 89,406	\$ 1	\$ 145,449	\$ -	\$ -	\$ 155,828	\$ 5,171	\$ 395,855	\$ 321,221

VILLAGE OF MORTLACH
Schedule of Accumulated Surplus
For the year ended December 31, 2023

Schedule 8

	2022	Changes	2023
UNAPPROPRIATED SURPLUS	\$ 368,545	\$ 89,295	\$ 457,840
APPROPRIATED RESERVES			
Machinery and Equipment	285	-	285
Public Reserve	240	-	240
Capital Trust	3,780	-	3,780
Total Appropriated	4,305	-	4,305
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible Capital Assets (Schedule 6, 7)	321,221	74,634	395,855
Less: Related debt	-	(64,228)	(64,228)
Net Investment in Tangible Capital Assets	321,221	10,406	331,627
OTHER	-	-	-
Total Accumulated Surplus	\$ 694,071	\$ 99,701	\$ 793,772

VILLAGE OF MORTLACH
Schedule of Mill Rates and Assessments
For the year ended December 31, 2023

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	\$ 196,250	\$ 11,751,680	\$ -	\$ -	\$ 1,586,525	\$ -	\$ 13,534,455
Regional Park Assessment							-
Total Assessment							13,534,455
Mill Rate Factor(s)	1.600	1.000	-	-	1.000		
Total Base Tax	2.450	123,750	-	-	18,150		144,350
Total Municipal Tax Levy	\$ 4,648	\$ 206,012	\$ -	\$ -	\$ 29,255		\$ 239,915

MILL RATES:		MILLS
Average Municipal*		17.726
Average School*		4.767
Potash Mill Rate		-
Uniform Municipal Mill Rate		7.000

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

VILLAGE OF MORTLACH
Schedule of Council Remuneration
For the year ended December 31, 2023

Schedule 10

Name	Remuneration	Reimbursed Costs	Total
Matthew Buckley	\$ 2,600	\$ -	\$ 2,600
Margaret Apperly	2,275	-	2,275
Linda Cavan	2,275	-	2,275
Laurel Johnson	2,425	-	2,425
Ryan Nilson	2,275	-	2,275
Total	\$ 11,850	\$ -	\$ 11,850