

Rural Municipality of Wolverine No. 340

Financial Statements

December 31, 2024

Rural Municipality of Wolverine No. 340

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For the year ended December 31, 2024

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Management's Responsibility

To the Ratepayers of the Rural Municipality of Wolverine No. 340:

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 principles and methods, and making decisions affecting the measurement of transactions in which objective judgments and estimates by management is required.

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

MNP 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 follows. The external auditors have full and free access to, and meet periodically and separately with, both the Council and management to discuss their audit findings.

March 21, 2025


Reeve


Administrator

To the Reeve and Councillors of the Rural Municipality of Wolverine No. 340:

Opinion

We have audited the financial statements of the Rural Municipality of Wolverine No. 340 (the "Municipality"), which comprise the statement of financial position as at December 31, 2024, and the statements of operations, changes in net financial assets, cash flows and the related schedules for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Municipality as at December 31, 2024, and the results of its operations, changes in net financial assets 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 Auditor's 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, Reeve and Council 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 either intends to liquidate the Municipality or to cease operations, or has no realistic alternative but to do so.

The Reeve and Council are responsible for overseeing the Municipality's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- 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 override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Municipality's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's 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 auditor's 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 the Reeve and Council 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.

Humboldt, Saskatchewan

March 21, 2025

MNP LLP

Chartered Professional Accountants

Rural Municipality of Wolverine No. 340
Statement of Financial Position
As at December 31, 2024

Statement 1

	2024	2023
FINANCIAL ASSETS		
Cash and Cash Equivalents <i>(Note 2)</i>	2,783,007	2,736,388
Taxes Receivable - Municipal <i>(Note 3)</i>	32,113	19,223
Other Accounts Receivable <i>(Note 4)</i>	180,288	153,583
Long-Term Investments <i>(Note 5)</i>	117,496	110,588
Total Financial Assets	3,112,904	3,019,782

LIABILITIES		
Accounts Payable	116,440	114,489
Deferred Revenue <i>(Note 6)</i>	15,586	-
Other Liabilities	19,340	25,380
Total Liabilities	151,366	139,869

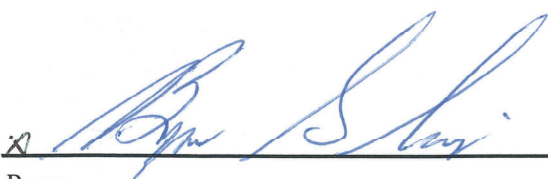
NET FINANCIAL ASSETS	2,961,538	2,879,913
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NON-FINANCIAL ASSETS		
Tangible Capital Assets <i>(Schedule 6, 7)</i>	5,528,521	5,230,577
Prepayments and Deferred Charges	20,940	28,694
Stock and Supplies	239,335	370,668
Total Non-Financial Assets	5,788,796	5,629,939


Accumulated Surplus <i>(Schedule 8)</i>	8,750,334	8,509,852
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Contingent Liabilities *(Note 9)*

Commitments *(Note 10)*



Reeve



Councillor

The accompanying notes are an integral part of these financial statements

Rural Municipality of Wolverine No. 340

Statement of Operations

For the year ended December 31, 2024

Statement 2

	2024 Budget	2024	2023
REVENUES	<i>(Note 11)</i>		
Tax Revenue <i>(Schedule 1)</i>	1,649,462	1,650,189	1,578,540
Other Unconditional Revenue <i>(Schedule 1)</i>	220,332	220,351	180,073
Fees and Charges <i>(Schedule 4, 5)</i>	114,150	218,989	147,796
Conditional Grants <i>(Schedule 4, 5)</i>	9,579	8,593	8,952
Tangible Capital Asset Sales - Gain <i>(Schedule 4, 5)</i>	154,367	154,367	110,973
Investment Income <i>(Schedule 4, 5)</i>	109,500	137,407	134,637
Other Revenues <i>(Schedule 4, 5)</i>	5,600	14,648	8,798
Total Revenues	2,262,990	2,404,544	2,169,769
EXPENSES			
General Government Services <i>(Schedule 3)</i>	333,238	325,917	265,202
Protective Services <i>(Schedule 3)</i>	63,022	57,458	56,343
Transportation Services <i>(Schedule 3)</i>	1,700,931	1,665,164	1,570,947
Environmental and Public Health Services <i>(Schedule 3)</i>	66,377	65,162	59,837
Planning and Development Services <i>(Schedule 3)</i>	54,266	56,454	18,438
Recreation and Cultural Services <i>(Schedule 3)</i>	7,400	9,315	8,264
Total Expenses	2,225,234	2,179,470	1,979,031
Annual Surplus of Revenues over Expenses before Other Capital Contributions	37,756	225,074	190,738
Provincial/Federal Capital Grants and Contributions <i>(Schedule 4, 5)</i>	15,408	15,408	32,352
Annual Surplus of Revenues over Expenses	53,164	240,482	223,090
Accumulated Surplus, Beginning of Year	8,509,852	8,509,852	8,286,762
Accumulated Surplus, End of Year	8,563,016	8,750,334	8,509,852

The accompanying notes are an integral part of these financial statements

Rural Municipality of Wolverine No. 340
Statement of Change in Net Financial Assets
For the year ended December 31, 2024

Statement 3

	2024 Budget	2024	2023
	<i>(Note 11)</i>		
Annual Surplus of Revenues over Expenses	53,164	240,482	223,090
Acquisition of tangible capital assets	(818,226)	(881,548)	(636,749)
Amortization of tangible capital assets	555,235	476,971	501,755
Proceeds on disposal of tangible capital assets	261,000	261,000	150,999
Gain on the disposal of tangible capital assets	(154,367)	(154,367)	(110,973)
Deficit of capital expenses over expenditures	(156,358)	(297,944)	(94,968)
Consumption of supplies inventories	70,000	131,333	65,903
Use of prepayments and deferred charges	7,725	7,754	3,298
Surplus of expenses of other non-financial expenses over expenditures	77,725	139,087	69,201
Increase (Decrease) in Net Financial Assets	(25,469)	81,625	197,323
Net Financial Assets - Beginning of Year	2,879,913	2,879,913	2,682,590
Net Financial Assets - End of Year	2,854,444	2,961,538	2,879,913

The accompanying notes are an integral part of these financial statements

Rural Municipality of Wolverine No. 340

Statement of Cash Flow

For the year ended December 31, 2024

Statement 4

	2024	2023
Cash provided by (used for) the following activities		
Operating:		
Annual Surplus of Revenues over Expenses	240,482	223,090
Amortization of tangible capital assets	476,971	501,755
Gain on disposal of tangible capital assets	(154,367)	(110,973)
	563,086	613,872
Change in assets/liabilities		
Taxes Receivable - Municipal	(12,890)	7,829
Other Accounts Receivable	(26,705)	(8,498)
Accounts Payable	1,951	(6,975)
Deferred Revenue	15,586	-
Other Liabilities	(6,040)	539
Stock and Supplies	131,333	65,903
Prepayments and Deferred Charges	7,754	3,298
Cash provided by operating transactions	674,075	675,968
Capital:		
Acquisition of tangible capital assets	(881,548)	(636,749)
Proceeds from the disposal of tangible capital assets	261,000	150,999
Cash applied to capital transactions	(620,548)	(485,750)
Investing:		
Proceeds on disposal of investments	-	332,166
Acquisition of investment	(6,908)	-
Cash provided by (applied to) investing transactions	(6,908)	332,166
Change in Cash and Cash Equivalents	46,619	522,384
Cash and Cash Equivalents - Beginning of Year	2,736,388	2,214,004
Cash and Cash Equivalents - End of Year	2,783,007	2,736,388

The accompanying notes are an integral part of these financial statements

1. 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:

- a) **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.
- b) **Reporting Entity:** The financial statements consolidate the assets, liabilities and flow of resources of the Municipality. The entity is comprised of all of the organizations that are owned or controlled by the Municipality and are, therefore, accountable to the Council for the administration of their financial affairs and resources. For the purpose of the financial statements of the Municipality, there are no additional organizations that require consolidation.
- c) **Collection of funds for other authorities:** Collection of funds by the Municipality for school boards, municipal hail and conservation and development authorities are collected and remitted in accordance with relevant legislation. The amounts collected are disclosed on Note 3.
- d) **Government Transfers:** Government transfers are the transfer of assets from senior levels of government that are not result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return. Government transfers are recognized as revenue in the period that the events giving rise to the transfer occur, providing:
 - a) the transfers are authorized;
 - b) any eligibility criteria and stipulations have been met; and
 - c) a reasonable estimate of the amounts can be made.

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

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

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

- e) **Other (Non-Government Transfer) Contributions:** Unrestricted contributions are recognized as revenue in the year received or in the year the funds are committed to the Municipality if the amount can be reasonably estimated and collection is reasonably assured. Externally restricted contributions are contributions for which the contributor has placed restrictions on the use of the resources. Externally restricted contributions are deferred until the resources are used for the purpose specified, at which time the contributions are recognized as revenue. In-kind contributions are recorded at their fair value when they are received.
- f) **Revenue:** Revenue from transactions with no performance obligations is recognized at its realizable value when the Municipality has the authority to claim or retain economic inflows based on a past transaction or event giving rise to an asset.

Revenue from transactions with performance obligations is recorded as revenue as the service or contract activity is performed, provided that at the time of performance ultimate collection is reasonably assured. If payment is not received at the time the service or contract activity is performed, accounts receivable will be recorded.

When a single transaction requires the delivery of more than one performance obligations, the revenue recognition criteria are applied to the separately identifiable performance obligations. A performance obligation is considered to be separately identified if the product or service delivered has stand-alone value to that customer and the fair value associated with the product or service can be measured reliably. The amount recognized as revenue for each performance obligation is its fair value in relation to the fair value of the contract as a whole.

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

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

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

- g) **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.

1. Significant Accounting Policies - continued

- h) **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.
- i) **Non-Financial Assets:** Tangible capital and other non-financial assets are accounted for as assets by the government because they can be used to provide government services in future periods. These assets do not normally provide resources to discharge the liabilities of the government unless they are sold.
- j) **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.
- k) **Property Tax Revenue:** Property tax revenue is based on assessments determined in accordance with Saskatchewan Legislation and the formulas, principles, and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually by council following the guidance of the Government of Saskatchewan. Tax revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred. Requisitions operate as a flow through and are excluded from municipal revenue.
- l) **Financial Instruments:** Derivative and equity instruments (or other portfolio investments) that are quoted in an active market are carried at fair value. All other financial instruments are measured at cost/amortized cost; financial assets measured at amortized cost are recognized initially net of transaction costs with interest income recognized using the effective interest rate method. Impairment losses are recognized in the statement of operations when there is an other than temporary decline in value.

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 or amortized cost
Other Accounts Receivable	Amortized cost
Long-Term Investments	Cost or amortized cost
Accounts Payable	Amortized cost
Other Liabilities	Amortized 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 or net realizable value. Cost is determined by the average cost method. Net realizable value is the estimated selling price in the ordinary course of business.
- 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 inflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of contribution. The cost of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. The tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The Municipality's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	20 Yrs
Buildings	40 Yrs
Vehicles & Equipment	
Vehicles	5 to 15 Yrs
Machinery and Equipment	3 to 40 Yrs
Infrastructure Assets	
Infrastructure Assets	20 to 40 Yrs

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

- o) **Employee Benefit Plans:** Contributions to the Municipality's multiemployer defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the Municipality's obligations are limited to their contributions.

1. Significant Accounting Policies - continued

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

Measurement uncertainty impacts the following financial statement areas:

- Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.
- The measurement of materials and supplies is based on estimates of volume and quality.
- Amortization is based on the estimated useful lives of tangible capital assets.

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

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

The segments (functions) are as follows:

General Government: Provides for the administration of the Municipality.

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

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

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

Planning and Development: Provides for neighbourhood development and sustainability.

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

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

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

The liability associated with an asset retirement obligation is measured with reference to the best estimate of the amount required to ultimately remediate the liability at the financial statement date to the extent that all recognition criteria are met. Asset retirement obligations are only recognized when there is a legal obligation for the Municipality to incur costs in relation to a specific tangible capital asset, 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.

The Municipality does not hold any tangible capital assets that are subject to asset retirement obligations.

Rural Municipality of Wolverine No. 340
Notes to the Financial Statements
For the year ended December 31, 2024

1. Significant Accounting Policies - continued

s) **New Accounting Policies Adopted During the Year:**

PS 3400 Revenue, a new standard establishing guidance on how to account for and report on revenue. The standard provides a framework for recognizing, measuring and reporting revenues that arise from transactions that include performance obligations and transactions that do not have performance obligations. Performance obligations are enforceable promises to provide specific goods or services to a specific payer. This section may be applied retroactively or prospectively.

Prospective application: During the year, the Municipality adopted a new accounting policy with respect to the recognition, measurement, and reporting of revenues. The Municipality now accounts for such transactions by differentiating between revenue arising from transactions that include performance obligations, and transactions that do not have performance obligations. Prior to this, the Municipality accounted for these transactions as performance obligations were met. The adoption of this accounting policy has not impacted the Municipality's 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*.

Prospective application: During the year, the Municipality adopted a new accounting policy with respect to recording purchased intangibles. The adoption of this accounting policy has not impacted the Municipality's 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.

Prospective application: During the year, the Municipality adopted a new accounting policy with respect to recording an asset and/or liability associated with a public private partnership arrangement. The adoption of this accounting policy has not impacted the Municipality's financial statements.

Rural Municipality of Wolverine No. 340

Notes to the Financial Statements

For the year ended December 31, 2024

	2024	2023
2. Cash and Cash Equivalents		
Cash	1,122,021	1,144,456
Short term investments - amortized cost	1,660,986	1,591,932
Total Cash and Cash Equivalents	2,783,007	2,736,388

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

3. Taxes Receivable - Municipal

Municipal - Current	30,190	18,468
- Arrears	1,923	755
	32,113	19,223
- Less Allowance for Uncollectible	-	-
Total municipal taxes receivable	32,113	19,223
School - Current	14,293	9,219
- Arrears	417	594
Total taxes to be collected on behalf of School Divisions	14,710	9,813
Other - Current	7,346	921
- Arrears	2,426	-
Total other taxes collected on behalf of other organizations	9,772	921
Total taxes and taxes to be collected on behalf of other organizations	56,595	29,957
Deduct taxes to be collected on behalf of other organizations	(24,482)	(10,734)
Total Taxes Receivable - Municipal	32,113	19,223

4. Other Accounts Receivable

Federal Government	8,465	5,442
Provincial Government	746	-
Local Government	140,438	128,601
Trade	30,639	19,540
Total Other Accounts Receivable	180,288	153,583
Less Allowance for Uncollectible	-	-
Net Other Accounts Receivable	180,288	153,583

5. Long-Term Investments

Sask Association of Rural Municipalities - Self Insurance Fund	87,486	80,578
Co-operative Equity	30,010	30,010
Total Long-Term Investments	117,496	110,588

6. Deferred Revenue

Canada Community-Building Fund	15,586	-
Total Deferred Revenue	15,586	-

Rural Municipality of Wolverine No. 340

Notes to the Financial Statements

For the year ended December 31, 2024

7. Bank Indebtedness

The Municipality has a line of credit to a maximum of \$550,000, bearing interest at prime (5.45% at December 31, 2024), of which \$Nil was drawn as of December 31, 2024 (2023 - \$Nil).

8. Long-Term Debt

The debt limit of the Municipality is \$1,295,688. 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)).

9. 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, together with a number of other rural and urban municipalities, is a member of the Regional Authority of Carlton Trail - Waste Management District Ltd. ("REACT"). REACT is governed by the Department of Saskatchewan Environment and Resource Management ("SERM") and is responsible for waste collection, landfill operations and future site restoration costs. Expenditures that relate to on-going environmental and reclamation programs are charged against revenues as incurred. Future site restoration costs are recognized based on assumptions, engineering studies and estimates to the costs of future removal and site restoration. Changes to the underlying assumptions or legislative change in the future could have a material impact on the financial statements. As these costs are not readily determinable, the Municipality has not provided for future site restoration costs.

10. Commitments

The Municipality has entered into an agreement with the Lanigan and District Fire Association (the "Association") to assist in funding future capital and operating expenditures for a four year period commencing in 2022. In each year during the agreement period, the annual commitment will be calculated based on the Municipality's share of the yearly levy assessed. In 2024, the Municipality's share was \$7,558 relating to capital expenditures and \$8,493 relating to operating expenditures. The commitment will be fulfilled in 2025.

During 2023, the Municipality entered into a software service agreement with Catalis Technologies Canada, Ltd. for a four year period commencing in 2023. Subscription fees are invoiced annually with the remaining amount of \$9,802 plus applicable taxes to be incurred over the next two years.

During the year, the Municipality entered into an agreement with the LeRoy Leisureland Regional Park to aid in funding of capital expenditures for the park. The Municipality has committed to an annual contribution of \$2,500 commencing in 2024 and ending in 2028.

11. Budget

Budget information is presented on a basis consistent with that used for actual results. On April 26, 2024, the Council approved its operating budget on planned expenses relating to the current year funding and other current year sources of revenue.

12. Pension Plan

The Municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The Municipality pension expense in 2024 was \$43,061 (2023 - \$41,282). 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.

Total current service contributions by the Municipality to the MEPP in 2024 were \$43,061 (2023 - \$41,282). Total current service contributions by the employees of the Municipality to the MEPP in 2024 were \$43,061 (2023 - \$41,282).

At December 31, 2023, the MEPP disclosed an actuarial surplus of \$744,391,000.

13. Comparative Figures

Prior year comparative figures have been reclassified to conform to the current year's presentation.

14. Risk Management

Through its financial assets and liabilities, the Municipality is exposed to various risks. These risks include credit risk, liquidity risk and market risk.

Credit Risk

Credit risk is the risk that one party to a financial instrument will fail to discharge their responsibilities with respect to the financial instrument, and in so doing, cause a loss for the other party. The financial instruments that potentially subject the Municipality to credit risk consist of other accounts receivable balances. For receivables, the Municipality has adopted credit policies which include close monitoring of overdue accounts.

The Municipality does not have a significant exposure to any individual customer. The Administrator and Council review accounts receivable on a case by case basis to determine if a valuation allowance is necessary to reflect impairment in collectability.

At December 31, the following were past due but not impaired:

	30 days	60 days	Over 90
Other Accounts Receivable	-	-	1,246
Net Total	-	-	1,246

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 financial instruments that potentially subject the Municipality to liquidity risk consist of accounts payable and other liabilities, which are due within the year.

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 comprises three types of risk: interest rate risk, currency and other price risk.

Interest Rate Risk

Interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The financial instruments that potentially subject the Municipality to interest rate risk consist of bank indebtedness.

The Municipality minimizes these risks by:

- holding cash in an account at a Canadian bank, denominated in Canadian currency
- investing in term deposits for short term at fixed interest rates
- managing cash flows

It is management's opinion that the Municipality is not exposed to significant currency or other price risks arising from its financial instruments.

Rural Municipality of Wolverine No. 340
 Schedule of Taxes and Other Unconditional Revenue
 For the year ended December 31, 2024

Schedule 1

	2024 Budget	2024	2023
	<i>(Note 11)</i>		
TAXES			
General municipal tax levy	1,064,235	1,064,235	1,044,166
Abatements and adjustments	(1,500)	(1,689)	(1,477)
Discount on current year taxes	(38,000)	(36,904)	(37,425)
Net Municipal Taxes	1,024,735	1,025,642	1,005,264
Potash tax share	623,627	623,690	571,089
Penalties on tax arrears	1,100	857	2,187
Total Taxes	1,649,462	1,650,189	1,578,540
UNCONDITIONAL GRANTS			
Equalization (Revenue Sharing)	219,982	219,996	179,723
Total Unconditional Grants	219,982	219,996	179,723
GRANTS IN LIEU OF TAXES			
Provincial	350	355	350
Total Grants in Lieu of Taxes	350	355	350
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	1,869,794	1,870,540	1,758,613

Rural Municipality of Wolverine No. 340
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2024

Schedule 2 - 1

2024 Budget	2024	2023
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(Note 11)

GENERAL GOVERNMENT SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Sales of supplies	1,000	890	708
- Other (<i>Licenses, permits, mentoring</i>)	9,000	16,815	7,505
Total Fees and Charges	10,000	17,705	8,213
- Investment income	109,500	137,407	134,637
- Other (<i>Post Office outlet, rebates, donations</i>)	5,600	14,648	8,798
Total Other Segmented Revenue	125,100	169,760	151,648
Total Operating	125,100	169,760	151,648
Total General Government Services	125,100	169,760	151,648

TRANSPORTATION SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Custom work	45,000	111,616	75,027
- Sales of supplies	10,100	24,002	18,476
- Gravel extraction fees	3,200	4,387	3,022
- Road maintenance and restoration agreements	38,500	53,008	35,442
Total Fees and Charges	96,800	193,013	131,967
- Tangible capital asset sales - gain	154,367	154,367	110,973
Total Other Segmented Revenue	251,167	347,380	242,940
Total Operating	251,167	347,380	242,940

Capital

Conditional Grants			
- Canada Community-Building Fund	15,408	15,408	32,352
Total Capital	15,408	15,408	32,352
Total Transportation Services	266,575	362,788	275,292

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Other (<i>Beaver bounties</i>)	350	400	340
Total Fees and Charges	350	400	340
Total Other Segmented Revenue	350	400	340
Conditional Grants			
- Rat Control Program	2,811	2,811	3,377
- Beaver Control Program	1,720	1,720	980
- Invasive Plant Control Program	2,000	-	1,547
Total Conditional Grants	6,531	4,531	5,904
Total Operating	6,881	4,931	6,244
Total Environmental and Public Health Services	6,881	4,931	6,244

Rural Municipality of Wolverine No. 340
 Schedule of Operating and Capital Revenue by Function
 For the year ended December 31, 2024

Schedule 2 - 2

2024 Budget	2024	2023
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(Note 11)

RECREATION AND CULTURAL SERVICES

Operating

Conditional Grants			
- Sask Lotteries Community Grant Program	3,048	4,062	3,048
Total Conditional Grants	3,048	4,062	3,048
Total Operating	3,048	4,062	3,048
Total Recreation and Cultural Services	3,048	4,062	3,048

UTILITY SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Water	7,000	7,871	7,276
Total Fees and Charges	7,000	7,871	7,276
Total Other Segmented Revenue	7,000	7,871	7,276
Total Operating	7,000	7,871	7,276
Total Utility Services	7,000	7,871	7,276

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	408,604	549,412	443,508
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SUMMARY

Total Other Segmented Revenue	383,617	525,411	402,204
Total Conditional Grants	9,579	8,593	8,952
Total Capital Grants and Contributions	15,408	15,408	32,352
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	408,604	549,412	443,508

Rural Municipality of Wolverine No. 340
 Schedule of Total Expenses by Function
 For the year ended December 31, 2024

Schedule 3 - 1

	2024 Budget	2024	2023
	<i>(Note 11)</i>		
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	53,500	48,538	46,445
Wages and benefits	158,800	149,523	124,577
Professional/Contractual services	91,950	76,615	68,590
Utilities	9,400	8,695	8,140
Maintenance, materials and supplies	10,300	15,496	8,650
Grants and contributions - operating	500	200	200
Amortization of tangible capital assets	8,288	26,622	8,288
Other (<i>Interest, fees</i>)	500	228	312
Total Government Services	333,238	325,917	265,202
PROTECTIVE SERVICES			
Police protection			
Professional/Contractual services	30,000	30,229	29,380
Grants and contributions - operating	200	200	200
Fire protection			
Professional/Contractual services	4,822	1,023	895
Grants and contributions - operating	28,000	26,006	25,868
Total Protective Services	63,022	57,458	56,343
TRANSPORTATION SERVICES			
Wages and benefits	494,200	516,479	496,259
Professional/Contractual services	38,410	31,939	32,570
Utilities	32,310	24,214	24,577
Maintenance, materials, and supplies	378,000	389,690	339,417
Gravel	211,500	252,929	185,093
Amortization of tangible capital assets	546,511	449,913	493,031
Total Transportation Services	1,700,931	1,665,164	1,570,947

Rural Municipality of Wolverine No. 340
 Schedule of Total Expenses by Function
 For the year ended December 31, 2024

Schedule 3 - 2

	2024 Budget	2024	2023
	<i>(Note 11)</i>		
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	3,800	3,808	3,650
Professional/Contractual services	43,500	41,299	41,122
Utilities	2,000	2,163	1,822
Maintenance, materials and supplies	7,406	8,754	4,572
Amortization of tangible capital assets	436	436	436
Grants and contributions - operating	5,735	5,735	5,735
Other (<i>Water well samples, Donations</i>)	3,500	2,967	2,500
Total Environmental and Public Health Services	66,377	65,162	59,837
PLANNING AND DEVELOPMENT SERVICES			
Professional/Contractual services	53,016	55,304	17,338
Other (<i>Donations</i>)	1,250	1,150	1,100
Total Planning and Development Services	54,266	56,454	18,438
RECREATION AND CULTURAL SERVICES			
Professional/Contractual services	4,300	4,267	4,216
Grants and contributions - operating	3,100	5,048	4,048
Total Recreation and Cultural Services	7,400	9,315	8,264
TOTAL EXPENSES BY FUNCTION	2,225,234	2,179,470	1,979,031

Rural Municipality of Wolverine No. 340
Schedule of Segment Disclosure by Function
For the year ended December 31, 2024

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	17,705	-	193,013	400	-	-	7,871	218,989
Tangible Capital Asset Sales - Gain	-	-	154,367	-	-	-	-	154,367
Investment Income	137,407	-	-	-	-	-	-	137,407
Other Revenues	14,648	-	-	-	-	-	-	14,648
Grants - Conditional	-	-	-	4,531	-	4,062	-	8,593
- Capital	-	-	15,408	-	-	-	-	15,408
Total Revenues	169,760	-	362,788	4,931	-	4,062	7,871	549,412
Expenses (Schedule 3)								
Wages & Benefits	198,061	-	516,479	3,808	-	-	-	718,348
Professional/Contractual Services	76,615	31,252	31,939	41,299	55,304	4,267	-	240,676
Utilities	8,695	-	24,214	2,163	-	-	-	35,072
Maintenance Materials and Supplies	15,496	-	642,619	8,754	-	-	-	666,869
Grants and Contributions	200	26,206	-	5,735	-	5,048	-	37,189
Amortization of Tangible Capital Assets	26,622	-	449,913	436	-	-	-	476,971
Interest	-	-	-	-	-	-	-	-
Allowance for (recovery of) uncollectibles	-	-	-	-	-	-	-	-
Other	228	-	-	2,967	1,150	-	-	4,345
Total Expenses	325,917	57,458	1,665,164	65,162	56,454	9,315	-	2,179,470
Surplus (Deficit) by Function	(156,157)	(57,458)	(1,302,376)	(60,231)	(56,454)	(5,253)	7,871	(1,630,058)
Taxation and other unconditional revenue (Schedule 1)								1,870,540
Net Surplus								240,482

Rural Municipality of Wolverine No. 340
Schedule of Segment Disclosure by Function
For the year ended December 31, 2023

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	8,213	-	131,967	340	-	-	7,276	147,796
Tangible Capital Asset Sales - Gain	-	-	110,973	-	-	-	-	110,973
Investment Income	134,637	-	-	-	-	-	-	134,637
Other Revenues	8,798	-	-	-	-	-	-	8,798
Grants - Conditional	-	-	-	5,904	-	3,048	-	8,952
- Capital	-	-	32,352	-	-	-	-	32,352
Total Revenues	151,648	-	275,292	6,244	-	3,048	7,276	443,508
Expenses (Schedule 3)								
Wages & Benefits	171,022	-	496,259	3,650	-	-	-	670,931
Professional/Contractual Services	68,590	30,275	32,570	41,122	17,338	4,216	-	194,111
Utilities	8,140	-	24,577	1,822	-	-	-	34,539
Maintenance Materials and Supplies	8,650	-	524,510	4,572	-	-	-	537,732
Grants and Contributions	200	26,068	-	5,735	-	4,048	-	36,051
Amortization of Tangible Capital Assets	8,288	-	493,031	436	-	-	-	501,755
Other	312	-	-	2,500	1,100	-	-	3,912
Total Expenses	265,202	56,343	1,570,947	59,837	18,438	8,264	-	1,979,031
Surplus (Deficit) by Function	(113,554)	(56,343)	(1,295,655)	(53,593)	(18,438)	(5,216)	7,276	(1,535,523)
Taxation and other unconditional revenue (Schedule 1)								1,758,613
Net Surplus								223,090

Rural Municipality of Wolverine No. 340
 Schedule of Tangible Capital Assets by Object
 For the year ended December 31, 2024

Schedule 6

		2024						2023		
		General Assets					Infrastructure Assets			
		Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear assets	Assets Under Construction	Total	Total
Assets	Asset cost									
	Opening asset costs	52,294	25,173	1,702,188	113,019	2,940,412	5,604,324	-	10,437,410	10,056,075
	Additions during the year	-	-	29,599	-	647,606	194,935	9,408	881,548	636,749
	Disposals and write-downs during the year	-	-	-	-	(432,734)	-	-	(432,734)	(255,414)
	Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
	Closing Asset Costs	52,294	25,173	1,731,787	113,019	3,155,284	5,799,259	9,408	10,886,224	10,437,410
Amortization	Accumulated Amortization Cost									
	Opening accumulated amortization costs	-	17,321	211,913	36,034	1,429,833	3,511,732	-	5,206,833	4,920,466
	Add: amortization taken	-	436	58,725	11,302	300,954	105,554	-	476,971	501,755
	Less: accumulated amortization on disposals	-	-	-	-	(326,101)	-	-	(326,101)	(215,388)
		Closing Accumulated Amortization Costs	-	17,757	270,638	47,336	1,404,686	3,617,286	-	5,357,703
	Net Book Value	52,294	7,416	1,461,149	65,683	1,750,598	2,181,973	9,408	5,528,521	5,230,577

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 Wolverine No. 340
 Schedule of Tangible Capital Assets by Function
 For the year ended December 31, 2024

Schedule 7

		2024							2023	
		General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Utility Services	Total	Total
Assets	Asset cost									
	Opening asset costs	470,385	-	9,941,852	25,173	-	-	-	10,437,410	10,056,075
	Additions during the year	29,599	-	851,949	-	-	-	-	881,548	636,749
	Disposals and write-downs during the year	-	-	(432,734)	-	-	-	-	(432,734)	(255,414)
	Closing Asset Costs	499,984	-	10,361,067	25,173	-	-	-	10,886,224	10,437,410
Amortization	Accumulated Amortization Cost									
	Opening Accumulated Amortization Costs	115,504	-	5,074,008	17,321	-	-	-	5,206,833	4,920,466
	Add: Amortization taken	26,622	-	449,913	436	-	-	-	476,971	501,755
	Less: Accumulated amortization on disposals	-	-	(326,101)	-	-	-	-	(326,101)	(215,388)
	Closing Accumulated Amortization Costs	142,126	-	5,197,820	17,757	-	-	-	5,357,703	5,206,833
	Net Book Value	357,858	-	5,163,247	7,416	-	-	-	5,528,521	5,230,577

Rural Municipality of Wolverine No. 340
 Schedule of Accumulated Surplus
 For the year ended December 31, 2024

Schedule 8

	2023	Changes	2024
UNAPPROPRIATED SURPLUS	1,687,343	(126,516)	1,560,827
APPROPRIATED RESERVES			
Machinery and Equipment	293,029	15,087	308,116
Public Land Reserve	10,115	504	10,619
Fire Fighting Equipment	4,645	232	4,877
Future Expenditures	642,733	34,239	676,972
Building Fund	84,004	45,843	129,847
Gravel	116,430	6,182	122,612
Future Road Construction	438,425	(32,465)	405,960
Cemetery	846	(653)	193
Employee Training	1,705	85	1,790
Total Appropriated	1,591,932	69,054	1,660,986
NET INVESTMENT IN CAPITAL ASSETS			
Tangible capital assets <i>(Schedule 6,7)</i>	5,230,577	297,944	5,528,521
Less: Related debt	-	-	-
Net Investment in Capital Assets	5,230,577	297,944	5,528,521
Accumulated Surplus	8,509,852	240,482	8,750,334

Rural Municipality of Wolverine No. 340
 Schedule of Mill Rates and Assessments
 For the year ended December 31, 2024

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	116,601,163	23,840,083	-	-	3,226,855	-	143,668,101
Regional Park Assessment							-
Total Assessment							143,668,101
Mill Rate Factor(s)	1.04	0.80	-	-	2.00		
Total Base/Minimum Tax (generated for each property class)	-	-	-	-	-		-
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	879,173	138,272	-	-	46,790		1,064,235

MILL RATES:	MILLS
Average Municipal*	7.4076
Average School*	2.0599
Potash Mill Rate	-
Uniform Municipal Mill Rate	7.2500

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

Rural Municipality of Wolverine No. 340
Schedule of Council Remuneration
For the year ended December 31, 2024

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Reeve	Bryan Gibney	8,250	1,941	10,191
Councillor	Sandy Flory	6,250	405	6,655
Councillor	Joan Nemeth-Syroteuk	5,825	785	6,610
Councillor	Darcy Mehrer	4,875	994	5,869
Councillor	Blaine Possberg	4,625	589	5,214
Councillor	Ron Suchy	4,500	815	5,315
Councillor	Rod Dale	4,250	750	5,000
Total		38,575	6,279	44,854