

RURAL MUNICIPALITY OF BIG ARM NO. 251
Financial Statements
December 31, 2023

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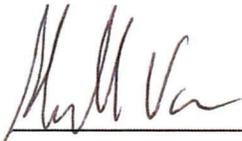
Management's Responsibility

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.

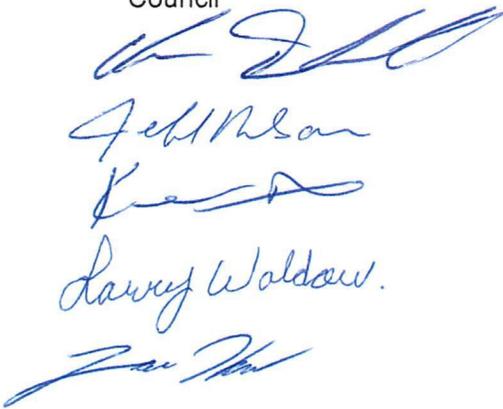
Dudley & Company LLP, an independent firm of Chartered Professional Accountants, is appointed by the Council to audit the financial statements and report directly to them; their report is attached to the financial statements. The external auditors have full and free access to both the Council and management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



Council



Administration



INDEPENDENT AUDITORS' REPORT

To the Reeve and Councillors
Rural Municipality of Big Arm No. 251

Opinion

We have audited the financial statements of the **RURAL MUNICIPALITY OF BIG ARM NO. 251**, 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, 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 Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the 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

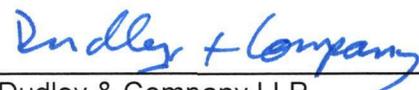
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee 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 override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the municipality's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the 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
April 8, 2024

RURAL MUNICIPALITY OF BIG ARM NO. 251

Statement of Financial Position

As at December 31, 2023

Statement 1

	2023	2022
FINANCIAL ASSETS		
Cash & Cash Equivalents (Note 2)	\$ 3,502,451	\$ 3,026,735
Investments	-	-
Taxes Receivable - Municipal (Note 3)	12,075	11,557
Other Accounts Receivable (Note 4)	88,373	25,281
Assets Held for Sale (Note 5)	-	-
Long-Term Receivable	-	-
SARM and Other Long Term Investments (Note 6)	88,088	81,030
Debt charges recoverable	-	-
Derivative Assets	-	-
Total Financial Assets	3,690,987	3,144,603
LIABILITIES		
Bank Indebtedness	-	-
Accounts Payable (Note 7)	7,992	35,152
Accrued Liabilities Payable	-	-
Derivative Liabilities	-	-
Deposits	-	-
Deferred Revenue (Note 8)	700	700
Asset Retirement Obligation (Note 9)	789,000	90,000
Liability for Contaminated Sites	-	-
Long-Term Debt (Note 10)	-	-
Lease Obligations	-	-
Total Liabilities	797,692	125,852
NET FINANCIAL ASSETS	2,893,295	3,018,751
Non-Financial Assets		
Tangible Capital Assets (Schedules 6, 7)	3,418,674	3,264,795
Prepayment and Deferred Charges	1,036	1,036
Stock and Supplies	139,653	138,936
Other	-	-
Total Non-Financial Assets	3,559,363	3,404,767
Accumulated Surplus (Deficit) (Schedule 8)	\$ 6,452,658	\$ 6,423,518
Accumulated surplus (deficit) is comprised of:		
Accumulated surplus (deficit) excluding remeasurement gains (losses)	\$ 6,452,658	\$ 6,423,518
Accumulated remeasurement gains (losses) (Statement 5)	\$ -	\$ -

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

RURAL MUNICIPALITY OF BIG ARM NO. 251

Statement of Operations

For the year ended December 31, 2023

Statement 2

		2023 Budget	2023	2022
Revenues				
Tax Revenue	(Schedule 1)	\$ 1,121,153	\$ 1,109,265	\$ 945,251
Other Unconditional Revenue	(Schedule 1)	262,200	299,595	262,058
Fees and Charges	(Schedule 4, 5)	25,610	25,774	30,320
Conditional Grants	(Schedule 4, 5)	16,100	17,665	17,529
Tangible Capital Assets - Gain(Loss)	(Schedule 4, 5)	8,707	8,707	1,840
Land Sales - Gain	(Schedule 4, 5)	-	-	-
Investment Income and Commissions	(Schedule 4, 5)	15,000	114,337	18,845
Other Revenues	(Schedule 4, 5)	200	10,188	1,937
Restructurings	(Schedule 4, 5)	-	-	-
Provincial/Federal Capital Grants	(Schedule 4, 5)	12,033	30,138	5,902
Total Revenues		1,461,003	1,615,669	1,283,682
Expenses				
General Government Services	(Schedule 3)	243,881	233,515	233,978
Protective Services	(Schedule 3)	20,600	15,439	103,735
Transportation Services	(Schedule 3)	1,060,146	781,934	953,384
Environmental and Public Health Services	(Schedule 3)	124,600	549,683	79,432
Planning and Development Services	(Schedule 3)	200	-	-
Recreation and Cultural Services	(Schedule 3)	9,300	2,833	2,902
Utility Services	(Schedule 3)	4,500	3,125	10,196
Total Expenses		1,463,227	1,586,529	1,383,627
Surplus (Deficit) of Revenues over Expenses		(2,224)	29,140	(99,945)
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), Beginning of Year		6,423,518	6,423,518	6,523,463
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), End of Year		\$ 6,421,294	\$ 6,452,658	\$ 6,423,518

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

RURAL MUNICIPALITY OF BIG ARM NO. 251
Statement of Changes in Net Financial Assets
For the year ended December 31, 2023

Statement 3

	2023 Budget	2023	2022
Annual Surplus (Deficit)	\$ (2,224)	\$ 29,140	\$ (99,945)
(Acquisition) of tangible capital assets	(180,000)	(344,400)	(72,658)
Amortization of tangible capital assets	183,946	181,228	185,773
Proceeds of disposal of tangible capital assets	18,000	18,000	3,000
Loss (gain) on disposal of tangible capital assets	(8,707)	(8,707)	(1,840)
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (Deficit) of capital expenses over expenditures	13,239	(153,879)	114,275
(Acquisition) of supplies inventories	(360,000)	(717)	-
(Acquisition) of prepaid expense	-	-	(285)
(Increase) to other non-financial assets	-	-	-
Consumption of supplies inventory	75,000	-	78,880
Use of prepaid expense	-	-	-
Decrease to other non-financial assets	-	-	-
Surplus (Deficit) of other non-financial expenses over expenditures	(285,000)	(717)	78,595
Unrealized remeasurement gains (losses)	-	-	-
Increase/Decrease in Net Financial Assets	(273,985)	(125,456)	92,925
Net Financial Assets - Beginning of Year	3,018,751	3,018,751	2,925,826
Net Financial Assets - End of Year	\$ 2,744,766	\$ 2,893,295	\$ 3,018,751

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

RURAL MUNICIPALITY OF BIG ARM NO. 251

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)	\$ 29,140	\$ (99,945)
Amortization	181,228	185,773
Loss (gain) on disposal of tangible capital assets	(8,707)	(1,840)
	<u>201,661</u>	<u>83,988</u>
Changes in assets / liabilities		
Taxes Receivable - Municipal	(518)	(8,839)
Other Receivables	(63,092)	30,198
Assets Held for Sale	-	-
Accounts and Accrued Liabilities Payable	(27,160)	(12,794)
Derivative Liabilities	-	-
Deposits	-	-
Deferred Revenue	-	(700)
Other Liabilities	-	40,000
Asset Retirement Obligation	699,000	-
Liability for Contaminated Sites	-	-
Stock and Supplies for Use	(717)	78,880
Prepayments and Deferred Charges	-	(285)
Other Non-Financial Assets	-	-
Net cash from (used for) operations	809,174	210,448
Capital:		
Cash Used to Acquire Tangible Capital Assets	(344,400)	(72,658)
Proceeds on Sale of Tangible Capital Assets	18,000	3,000
Net cash from (used for) capital	(326,400)	(69,658)
Investing:		
Proceeds on Disposal of (Acquisition of) Investments	(7,058)	11,753
Other Investments	-	-
Net cash from (used for) investing	(7,058)	11,753
Financing:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	-	-
Other financing	-	-
Net cash from (used for) financing	-	-
Increase (Decrease) in cash resources	475,716	152,543
Cash and Cash Equivalents - Beginning of Year	3,026,735	2,874,192
Cash and Cash Equivalents - End of Year	\$ 3,502,451	\$ 3,026,735

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

RURAL MUNICIPALITY OF BIG ARM NO. 251
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	\$ -	\$ -

RURAL MUNICIPALITY OF BIG ARM NO. 251

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 and municipal hail 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.

RURAL MUNICIPALITY OF BIG ARM NO. 251

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.

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

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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 changed 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
SARM investment	Modified equity

(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.

RURAL MUNICIPALITY OF BIG ARM NO. 251

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

(n) Liability for Contaminated Sites:

Contaminated sites are a result of contamination being introduced into air, soil, water, or sediment of a chemical, organic, radioactive material, or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all of the following criteria are met:

- a) an environmental standard exists;
- b) contamination exceeds the environmental standard;
- c) the municipality:
 - i. is directly responsible; or
 - ii. accepts responsibility;
- d) it is expected that future economic benefits will be given up; and
- e) a reasonable estimate of the amount can be made.

(o) 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 yeras
Vehicles and Equipment	
Vehicles	10 to 20 years
Machinery and Equipment	10 to 40 years
Office Furniture and Equipment	5 to 10 years
Infrastructure Assets	
Infrastructure Assets	15 to 40 yeras
Water and Sewer	
Road Network Assets	

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.

RURAL MUNICIPALITY OF BIG ARM NO. 251

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

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.

(p) 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.

(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.

RURAL MUNICIPALITY OF BIG ARM NO. 251

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.

(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.

RURAL MUNICIPALITY OF BIG ARM NO. 251

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

(t) Budget Information:

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on March 6, 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.

(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.

RURAL MUNICIPALITY OF BIG ARM NO. 251

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

Modified Retroactive 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 modified retroactive approach. Prior to this, the municipality did not account for these transactions. The municipality believes the new policy provides a fair presentation of the results and the financial position of the municipality.

RURAL MUNICIPALITY OF BIG ARM NO. 251
Notes to the Financial Statements
For the year ended December 31, 2023

2. Cash and Cash Equivalents	2023	2022
Cash	\$ 1,282,451	\$ 2,606,735
Temporary investments	2,220,000	420,000
Total Cash and Cash Equivalents	\$ 3,502,451	\$ 3,026,735

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

3. Taxes Receivable	2023	2022
Municipal - Current	\$ 11,205	\$ 11,557
- Arrears	870	-
	12,075	11,557
- Less Allowance for Uncollectables	-	-
Total Municipal Taxes Receivable	12,075	11,557
School - Current	3,607	3,589
- Arrears	431	-
Total School Taxes Receivable	4,038	3,589
Other	-	-
Total Taxes Receivable	16,113	15,146
Deduct taxes to be collected on behalf of other organizations	(4,038)	(3,589)
Total Taxes Receivable - Municipal	\$ 12,075	\$ 11,557

4. Other Accounts Receivable	2023	2022
Trade receivables	\$ 8,252	\$ -
Provincial government	1,500	1,500
GST receivable	14,259	20,605
Accrued interest	64,362	3,176
Total Other Accounts Receivable	88,373	25,281
Less Allowance for Uncollectables	-	-
Net Other Accounts Receivable	\$ 88,373	\$ 25,281

RURAL MUNICIPALITY OF BIG ARM NO. 251

Notes to the Financial Statements

For the year ended December 31, 2023

5. Assets Held for Sale	2023	2022
Tax title property (municipal share)	\$ 4,355	\$ 4,355
Allowance for market value adjustment	(4,355)	(4,355)
Net Tax Title Property	-	-
Other land for resale	-	-
Allowance for market value adjustment	-	-
Net Other Land for Resale	-	-
Total Land for Resale	-	-
Other Assets Held for Sale	-	-
Total Assets Held for Sale	\$ -	\$ -

6. SARM and Other Long-Term Investments	2023	2023
Liability insurance investment	\$ 40,958	\$ 38,391
Property insurance investment	8,931	5,050
Liberty co-op equity	24,062	23,452
Imperial co-op equity	14,075	14,075
Davidson co-op equity	62	62
Total SARM Investments	\$ 88,088	\$ 81,030

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

7. Accounts Payable	2023	2022
Trade payables	\$ 1,415	\$ 6,505
Local government	6,577	8,127
Gravel royalty payable	-	20,493
Provincial government	-	27
Total Accounts Payable	\$ 7,992	\$ 35,152

8. Deferred Revenue	2023	2023
Prepaid rent	\$ 700	\$ 700
Total Deferred Revenue	\$ 700	\$ 700

RURAL MUNICIPALITY OF BIG ARM NO. 251

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

9. Asset Retirement Obligation

	2023	2022
Balance, beginning of the year	\$ 90,000	\$ 50,000
Liabilities incurred	(63,000)	-
Accretion expense	507,000	-
Changes in estimated cash flows	255,000	-
Change in estimates	-	40,000
Estimated Total Liability	\$ 789,000	\$ 90,000

Landfill

Landfill closure and post-closure care requirements have been defined in accordance with The Environmental Management and Protection Act and include final covering and landscaping of the landfill, pumping of ground water, methane gas and leachate management, and ongoing environmental monitoring, site inspection, and maintenance. The reported liability is based on estimates and assumptions with respect to events extending over a 25-year period using the best information available to management. Future events may result in significant changes to the estimated total expense, capacity used or total capacity and the estimated liability, and would be recognized prospectively, as a change in estimate, when applicable.

The liability for the landfill will be paid for with a combination of reserves, accumulated surplus and conditional grants, as applicable and available at the time.

10. Long-Term Debt

The debt limit of the municipality is \$974,088. The debt limit for a municipality is the total amount of the municipality's own source revenues for the preceding year (the Municipalities Act Section 161(1)).

11. 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 \$27,152 (2022 - \$25,150). 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 \$3,275,495,000, plan liabilities, including pension obligations, of \$2,254,194,000, and a resulting surplus of \$1,021,301,000.

RURAL MUNICIPALITY OF BIG ARM NO. 251

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

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.

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 not exposed to significant interest rate risk of its monetary current assets and current liabilities due to their short term maturity.

Currency Risk

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

Other Price Risk

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

RURAL MUNICIPALITY OF BIG ARM NO. 251
 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	\$ 1,180,953	\$ 1,180,952	\$ 1,005,128
Abatements and adjustments	-	(942)	(26)
Discount on current year taxes	(60,000)	(71,323)	(59,902)
Net Municipal Taxes	1,120,953	1,108,687	945,200
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	200	578	51
Special tax levy	-	-	-
Other -	-	-	-
Total Taxes	1,121,153	1,109,265	945,251
UNCONDITIONAL GRANTS			
Revenue Sharing	241,000	274,655	240,460
Organized Hamlet	-	-	-
Other -	-	-	-
Total Unconditional Grants	241,000	274,655	240,460
GRANTS IN LIEU OF TAXES			
Federal	20,000	23,540	20,363
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	400	408	408
Central Services	-	-	-
SaskTel	800	992	827
Other -	-	-	-
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other -	-	-	-
Other Government Transfers			
S.P.C. Surcharge	-	-	-
SaskEnergy Surcharge	-	-	-
Other -	-	-	-
Total Grants in Lieu of Taxes	21,200	24,940	21,598
TOTAL OTHER UNCONDITIONAL REVENUE	262,200	299,595	262,058
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 1,383,353	\$ 1,408,860	\$ 1,207,309

RURAL MUNICIPALITY OF BIG ARM NO. 251

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	\$ 50	\$ -	\$ -
- Sales of supplies	500	1,528	1,078
- Other - Licences, permits, and rental	21,300	21,390	25,872
Total Fees and Charges	21,850	22,918	26,950
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain	-	-	-
- Investment income and commissions	15,000	114,337	18,845
- Other - Rebates, disability claims	200	10,176	485
Total Other Segmented Revenue	37,050	147,431	46,280
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	37,050	147,431	46,280
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total General Government Services	\$ 37,050	\$ 147,431	\$ 46,280

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

RURAL MUNICIPALITY OF BIG ARM NO. 251
 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	\$ 1,500	\$ 525	\$ -
- Sales of supplies	-	-	-
- Road maintenance, restoration agreements	2,000	-	2,270
- Frontage	-	-	-
- Other -	-	-	-
Total Fees and Charges	3,500	525	2,270
- Tangible capital asset sales - gain (loss)	8,707	8,707	1,840
- Other - Gravel extraction fees	-	12	1,452
Total Other Segmented Revenue	12,207	9,244	5,562
Conditional Grants			
- RIRG (CTP)	14,600	14,850	14,850
- Student Employment	-	-	-
- MEPP	-	-	-
- Other -	-	-	-
Total Conditional Grants	14,600	14,850	14,850
Total Operating	26,807	24,094	20,412
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	12,033	12,873	5,902
- ICIP	-	-	-
- RIRG (CTP, Bridge/ Large Culvert, Rd Const)	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	12,033	12,873	5,902
Restructuring Revenues/Expenses	-	-	-
Total Transportation Services	\$ 38,840	\$ 36,967	\$ 26,314

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and disposal fees	\$ -	\$ -	\$ -
- Other -	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Recycling	-	-	-
- Pest Control	1,500	2,815	2,679
- TAPD	-	-	-
- Local Government	-	-	-
- Other -	-	-	-
Total Conditional Grants	1,500	2,815	2,679
Total Operating	1,500	2,815	2,679
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- TAPD	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total Environmental and Public Health Services	\$ 1,500	\$ 2,815	\$ 2,679

RURAL MUNICIPALITY OF BIG ARM NO. 251
 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	\$ 260	\$ 2,331	\$ 1,100
- Other -	-	-	-
Total Fees and Charges	260	2,331	1,100
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	260	2,331	1,100
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	260	2,331	1,100
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total Planning and Development Services	\$ 260	\$ 2,331	\$ 1,100

RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Other - Recreation fees	\$ -	\$ -	\$ -
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Canada Day	-	-	-
- Local Government	-	-	-
- Donations	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Canada Community Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Local Government	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other - Community Initiative Fund	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total Recreation and Cultural Services	\$ -	\$ -	\$ -

RURAL MUNICIPALITY OF BIG ARM NO. 251
 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	\$ -	\$ -	\$ -
- Sewer	-	-	-
- Other -	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- New Building Canada Fund (SCF, NRP)	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other - Farm and Ranch Water Infrastructure Program	-	17,265	-
Total Capital	-	17,265	-
Restructuring Revenues/Expenses	-	-	-
Total Utility Services	\$ -	\$ 17,265	\$ -

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 77,650	\$ 206,809	\$ 76,373
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SUMMARY

Total Other Segmented Revenue	\$ 49,517	\$ 159,006	\$ 52,942
Total Conditional Grants	16,100	17,665	17,529
Total Capital Grants and Contributions	12,033	30,138	5,902
Restructuring Revenue	-	-	-

TOTAL REVENUE BY FUNCTION	\$ 77,650	\$ 206,809	\$ 76,373
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RURAL MUNICIPALITY OF BIG ARM NO. 251

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	\$ 24,000	\$ 22,022	\$ 21,484
Wages and benefits	127,161	131,164	120,305
Professional/Contractual services	41,150	36,991	45,700
Utilities	11,770	11,101	11,436
Maintenance, materials, and supplies	17,100	13,530	13,083
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	22,700	18,707	21,970
Interest	-	-	-
Accretion of asset retirement obligations	-	-	-
Allowance for uncollectables	-	-	-
Other -	-	-	-
Total General Government Services	\$ 243,881	\$ 233,515	\$ 233,978

PROTECTIVE SERVICES			
Police Protection			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	10,100	10,579	9,971
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Other -	-	-	-
Fire Protection			
Wages and benefits	-	-	-
Professional/Contractual services	500	338	301
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions - operating	10,000	4,522	5,690
- capital	-	-	87,773
Amortization	-	-	-
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other -	-	-	-
Total Protective Services	\$ 20,600	\$ 15,439	\$ 103,735

TRANSPORTATION SERVICES			
Wages and benefits	\$ 265,500	\$ 229,810	\$ 213,631
Council remuneration and travel	2,000	331	117
Professional/Contractual services	302,600	221,955	295,412
Utilities	7,100	6,981	5,339
Maintenance, materials, and supplies	247,500	160,511	204,028
Gravel	75,000	469	71,829
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	160,446	161,877	163,028
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other -	-	-	-
Total Transportation Services	\$ 1,060,146	\$ 781,934	\$ 953,384

RURAL MUNICIPALITY OF BIG ARM NO. 251

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

Schedule 3-2

	2023 Budget	2023	2022
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	22,500	20,000	60,403
Utilities	-	-	-
Maintenance, materials, and supplies	4,500	5,194	3,992
Grants and contributions - operating	-	-	-
- Waste disposal	5,600	4,859	3,037
- Public health	12,000	12,000	12,000
- capital	-	-	-
- Waste disposal	-	-	-
- Public health	-	-	-
Amortization	-	-	-
Interest	-	-	-
Accretion of asset retirement obligation	80,000	507,630	-
Other -	-	-	-
Total Environmental and Public Health Services	\$ 124,600	\$ 549,683	\$ 79,432

PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	200	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other -	-	-	-
Total Planning and Development Services	\$ 200	\$ -	\$ -

RECREATION AND CULTURAL SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	3,800	2,833	2,902
Utilities	-	-	-
Maintenance, materials, and supplies	500	-	-
Grants and contributions - operating	5,000	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Allowance for uncollectables	-	-	-
Other -	-	-	-
Total Recreation and Cultural Services	\$ 9,300	\$ 2,833	\$ 2,902

RURAL MUNICIPALITY OF BIG ARM NO. 251

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	\$ -	\$ -	\$ -
Professional/Contractual services	2,700	2,481	9,420
Utilities	-	-	-
Maintenance, materials, and supplies	1,000	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	800	644	776
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Allowance for uncollectables	-	-	-
Other -	-	-	-
Total Utility Services	\$ 4,500	\$ 3,125	\$ 10,196
TOTAL EXPENSES BY FUNCTION	\$ 1,463,227	\$ 1,586,529	\$ 1,383,627

RURAL MUNICIPALITY OF BIG ARM NO. 251
 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	\$ 22,918	\$ -	\$ 525	\$ -	\$ 2,331	\$ -	\$ -	\$ 25,774
Tangible Capital Asset Sales-Gain(Loss)	-	-	8,707	-	-	-	-	8,707
Investment Income and Commissions	114,337	-	-	-	-	-	-	114,337
Other Revenues	10,176	-	12	-	-	-	-	10,188
Grants - Conditional	-	-	14,850	2,815	-	-	-	17,665
- Capital	-	-	12,873	-	-	-	17,265	30,138
Total Revenues	147,431	-	36,967	2,815	2,331	-	17,265	206,809
Expenses (Schedule 3)								
Wages and Benefits	153,186	-	230,141	-	-	-	-	383,327
Professional / Contractual Services	36,991	10,917	221,955	20,000	-	2,833	2,481	295,177
Utilities	11,101	-	6,981	-	-	-	-	18,082
Maintenance, Materials, and Supplies	13,530	-	160,980	5,194	-	-	-	179,704
Grants and Contributions	-	4,522	-	16,859	-	-	-	21,381
Amortization	18,707	-	161,877	-	-	-	644	181,228
Accretion of Asset Retirement Obligations	-	-	-	507,630	-	-	-	507,630
Total Expenses	233,515	15,439	781,934	549,683	-	2,833	3,125	1,586,529
Surplus (Deficit) by Function	\$ (86,084)	\$ (15,439)	\$ (744,967)	\$ (546,868)	\$ 2,331	\$ (2,833)	\$ 14,140	\$ (1,379,720)

Taxation and Other Unconditional Revenue (Schedule 1) \$ 1,408,860

Net Surplus (Deficit) \$ 29,140

RURAL MUNICIPALITY OF BIG ARM NO. 251
 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	\$ 26,950	\$ -	\$ 2,270	\$ -	\$ 1,100	\$ -	\$ -	\$ 30,320
Tangible Capital Asset Sales-Gain(Loss)	-	-	1,840	-	-	-	-	1,840
Investment Income and Commissions	18,845	-	-	-	-	-	-	18,845
Other Revenues	485	-	1,452	-	-	-	-	1,937
Grants - Conditional	-	-	14,850	2,679	-	-	-	17,529
- Capital	-	-	5,902	-	-	-	-	5,902
Total Revenues	46,280	-	26,314	2,679	1,100	-	-	76,373
Expenses (Schedule 3)								
Wages and Benefits	141,789	-	213,748	-	-	-	-	355,537
Professional / Contractual Services	45,700	10,272	295,412	60,403	-	2,902	9,420	424,109
Utilities	11,436	-	5,339	-	-	-	-	16,775
Maintenance, Materials, and Supplies	13,083	-	275,857	3,992	-	-	-	292,932
Grants and Contributions	-	93,463	-	15,037	-	-	-	108,500
Amortization	21,970	-	163,028	-	-	-	776	185,774
Total Expenses	233,978	103,735	953,384	79,432	-	2,902	10,196	1,383,627
Surplus (Deficit) by Function	\$ (187,698)	\$ (103,735)	\$ (927,070)	\$ (76,753)	\$ 1,100	\$ (2,902)	\$ (10,196)	\$ (1,307,254)

Taxation and Other Unconditional Revenue (Schedule 1) \$ 1,207,309

Net Surplus (Deficit)	\$ (99,945)
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RURAL MUNICIPALITY OF BIG ARM NO. 251
 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	\$ 31,370	\$ 13,250	\$ 506,108	\$ 51,885	\$ 1,627,983	\$ 3,930,333	\$ -	\$ 6,160,929	\$ 6,094,071
Additions during the year	-	255,000	-	-	89,400	-	-	344,400	72,658
Disposals and write downs during the year	-	-	-	-	(51,763)	-	-	(51,763)	(5,800)
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-
Closing Asset Costs	\$ 31,370	\$ 268,250	\$ 506,108	\$ 51,885	\$ 1,665,620	\$ 3,930,333	\$ -	\$ 6,453,566	\$ 6,160,929
Accumulated Amortization									
Opening Accum. Amort. Cost	\$ -	\$ 1,324	\$ 94,501	\$ 12,971	\$ 404,290	\$ 2,383,048	\$ -	\$ 2,896,134	\$ 2,715,001
Add: Amortization taken	-	331	12,651	2,594	87,288	78,364	-	181,228	185,773
Less: Accum. Amort. on Disposals	-	-	-	-	(42,470)	-	-	(42,470)	(4,640)
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-
Closing Accumulated Amort.	\$ -	\$ 1,655	\$ 107,152	\$ 15,565	\$ 449,108	\$ 2,461,412	\$ -	\$ 3,034,892	\$ 2,896,134
Net Book Value	\$ 31,370	\$ 266,595	\$ 398,956	\$ 36,320	\$ 1,216,512	\$ 1,468,921	\$ -	\$ 3,418,674	\$ 3,264,795

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: \$ -

RURAL MUNICIPALITY OF BIG ARM NO. 251
 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	\$ 567,948	\$ -	\$ 5,559,506	\$ 165	\$ -	\$ -	\$ 33,310	\$ 6,160,929	\$ 6,094,071
Additions during the year	-	-	52,510	255,000	-	-	36,890	344,400	72,658
Disposals and write-downs during the year	-	-	(46,463)	-	-	-	(5,300)	(51,763)	(5,800)
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-
Closing Asset Costs	\$ 567,948	\$ -	\$ 5,565,553	\$ 255,165	\$ -	\$ -	\$ 64,900	\$ 6,453,566	\$ 6,160,929
Accumulated Amortization									
Opening Accum. Amort. Costs	\$ 127,359	\$ -	\$ 2,747,240	\$ -	\$ -	\$ -	\$ 21,535	\$ 2,896,134	\$ 2,715,001
Add: Amortization taken	18,707	-	161,877	-	-	-	644	181,228	185,773
Less: Accum. Amort. on Disposals	-	-	(37,170)	-	-	-	(5,300)	(42,470)	(4,640)
Transfer of Capital Assets related to restructuring	-	-	-	-	-	-	-	-	-
Closing Accumulated Amortization	\$ 146,066	\$ -	\$ 2,871,947	\$ -	\$ -	\$ -	\$ 16,879	\$ 3,034,892	\$ 2,896,134
Net Book Value	\$ 421,882	\$ -	\$ 2,693,606	\$ 255,165	\$ -	\$ -	\$ 48,021	\$ 3,418,674	\$ 3,264,795

RURAL MUNICIPALITY OF BIG ARM NO. 251

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

Schedule 8

	2022	Changes	2023
UNAPPROPRIATED SURPLUS	\$ 1,038,723	\$ (424,739)	\$ 613,984
APPROPRIATED RESERVES			
Machinery and Equipment	435,050	(350,000)	85,050
Dedicated Lands Reserve	1	-	1
Bridge Reserve	500,000	-	500,000
Roads Reserve	584,949	-	584,949
General Reserve	150,000	6,000	156,000
Landfill Decommissioning Reserve	90,000	444,000	534,000
Shop Reserve	300,000	200,000	500,000
Fire Reserve	60,000	-	60,000
Total Appropriated	2,120,000	300,000	2,420,000
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible Capital Assets (Schedule 6, 7)	3,264,795	153,879	3,418,674
Net Investment in Tangible Capital Assets	3,264,795	153,879	3,418,674
OTHER	-	-	-
Total Accumulated Surplus	\$ 6,423,518	\$ 29,140	\$ 6,452,658

RURAL MUNICIPALITY OF BIG ARM NO. 251
 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	\$ 105,354,240	\$ 5,830,645	\$ -	\$ -	\$ 1,286,730	\$ -	\$ 112,471,615
Regional Park Assessment							-
Total Assessment							112,471,615
Mill Rate Factor(s)	1.000	1.000	-	-	1.000		
Total Minimum Tax	-	-	-	-	-		-
Total Municipal Tax Levy	\$ 1,106,219	\$ 61,222	\$ -	\$ -	\$ 13,511		\$ 1,180,952

MILL RATES:	MILLS
Average Municipal*	10.500
Average School*	1.644
Potash Mill Rate	-
Uniform Municipal Mill Rate	10.500

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

RURAL MUNICIPALITY OF BIG ARM NO. 251

Schedule of Council Remuneration

For the year ended December 31, 2023

Schedule 10

Name	Remuneration	Reimbursed Costs	Total
Sheldon Vance	\$ 3,600	\$ -	\$ 3,600
Tanner Hebron	2,400	-	2,400
Trevor Lewis	3,000	-	3,000
Jeff Nelson	3,300	-	3,300
Kevin Rae	3,000	-	3,000
Chase Tannahill	3,000	-	3,000
Larry Waldo	3,600	123	3,723
Total	\$ 21,900	\$ 123	\$ 22,023