

TOWN OF ABERDEEN

Auditor's Report

Financial Statements

December 31, 2022

MANAGEMENT'S RESPONSIBILITY

To the Ratepayers of
Town of Aberdeen :

Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards and ensuring that all information in the annual report is consistent with the statements. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and 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 Town. 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 the administration and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the Municipality's external auditors.

Jensen Stromberg Chartered Professional Accountants, 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 administration to discuss their audit findings.



Mayor

Administrator

INDEPENDENT AUDITOR'S REPORT

To the **Mayor and Council of Town of Aberdeen**

Report on the Financial Statements

Opinion

We have audited the financial statements of **Town of Aberdeen**, which comprise the statement of financial position as at **December 31, 2022** and the statements of financial activities, changes in net financial assets, and changes in financial position 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 Town as at **December 31, 2022** and its financial performance and 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 Town 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 these 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 Town's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and the use of the going concern basis of accounting unless management either intends to liquidate the Town or cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibility 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 Town'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 Town'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 Town 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.

Saskatoon, Saskatchewan
June 20, 2023


Chartered Professional Accountants

TOWN OF ABERDEEN

Statement 1

STATEMENT OF FINANCIAL POSITION

December 31, 2022
with comparative figures for 2021

	<u>2022</u>	<u>2021</u> (Restated) (Note 12)
<u>ASSETS</u>		
Financial assets:		
Cash and temporary investments (Note 2)	\$ 830,959	470,020
Taxes receivable - Municipal (Note 3)	74,111	82,360
Other accounts receivable (Note 4)	157,612	149,267
Assets held for sale (Note 5)	10,728	10,728
Long-term investments	48,114	18,104
Other	-	-
Total financial assets	1,121,524	730,479
<u>LIABILITIES</u>		
Bank indebtedness (Note 6)	-	-
Accounts payable	67,309	87,025
Accrued liabilities payable	-	-
Deposits	1,800	900
Deferred revenue	-	-
Accrued landfill costs	-	-
Lagoon remediation costs (Note 7)	150,000	150,000
Long-term debt (Note 9)	35,651	64,284
Lease obligations	-	-
Total liabilities	254,760	302,209
NET FINANCIAL ASSETS	866,764	428,270
Non-financial assets:		
Tangible capital assets (Schedule 6, 7)	6,075,011	6,308,205
Prepaid and deferred charges	8,220	5,313
Stock and supplies	32,232	31,108
Total non-financial assets	6,115,463	6,344,626
Accumulated surplus (deficit) (Schedule 8)	\$ 6,982,227	6,772,896

APPROVED ON BEHALF OF COUNCIL:

Mayor

Councillor

See accompanying notes to the financial statements.

TOWN OF ABERDEEN

Statement 2

STATEMENT OF FINANCIAL ACTIVITIES

Year ended December 31, 2022
with comparative figures for 2021

		<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u> (Restated) (Note 12)
Revenues:				
Taxes and other unconditional revenue	(Schedule 1)	\$ 981,202	1,054,533	935,635
Fees and charges	(Schedule 4, 5)	634,450	623,990	613,591
Conditional grants	(Schedule 4, 5)	53,830	145,076	77,899
Tangible capital asset sales - gain (loss)	(Schedule 4, 5)	19,275	-	19,275
Land sales - gain	(Schedule 4, 5)	-	-	-
Investment income and commissions	(Schedule 4, 5)	640	4,173	1,291
Other revenues	(Schedule 4, 5)	<u>43,100</u>	<u>43,088</u>	<u>37,824</u>
Total Revenues		1,732,497	1,870,860	1,685,515
Expenditures:				
General government services	(Schedule 3)	395,684	394,128	317,387
Protective services	(Schedule 3)	154,714	128,722	132,255
Transportation services	(Schedule 3)	425,242	507,818	427,430
Environmental and public health services	(Schedule 3)	118,500	106,551	105,071
Planning and development services	(Schedule 3)	3,000	2,590	-
Recreation and cultural services	(Schedule 3)	53,650	68,823	84,931
Utility services	(Schedule 3)	<u>550,400</u>	<u>473,569</u>	<u>466,606</u>
Total Expenditures		<u>1,701,190</u>	<u>1,682,201</u>	<u>1,533,680</u>
Surplus (deficit) of revenues over expenditures before other capital contributions		<u>31,307</u>	<u>188,659</u>	<u>151,835</u>
Provincial/Federal capital grants and contributions	(Schedule 4, 5)	<u>40,800</u>	<u>20,672</u>	<u>81,518</u>
Surplus (deficit) of revenues over expenditures		72,107	209,331	233,353
Accumulated surplus (deficit), beginning of year		<u>6,772,896</u>	<u>6,772,896</u>	<u>6,539,543</u>
Accumulated surplus (deficit), end of year		\$ <u>6,845,003</u>	<u>6,982,227</u>	<u>6,772,896</u>

See accompanying notes to the financial statements.

TOWN OF ABERDEEN

Statement 3

STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

Year ended December 31, 2022
with comparative figures for 2021

	<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u> (Restated) (Note 12)
Surplus (deficit)	\$ 72,107	209,331	233,353
(Acquisition) of tangible capital assets	(49,340)	(122,922)	(269,323)
Amortization of tangible capital assets	-	356,116	306,382
Proceeds on disposal of tangible capital assets	-	-	19,275
Loss (gain) on disposal of tangible capital assets	(19,275)	-	(19,275)
Surplus (deficit) of capital expenses over expenditures	(68,615)	233,194	37,059
(Acquisition) of supplies inventories	-	(32,232)	(31,109)
(Acquisition) of prepaid expenses	-	(8,221)	(5,313)
Consumption of supplies inventories	-	31,109	1,353
Use of prepaid expenses	-	5,313	6,768
Surplus (deficit) of expenses of other non-financial over expenditures	-	(4,031)	(28,301)
Increase (decrease) in Net Financial Assets	3,492	438,494	242,111
Net Financial Assets - Beginning of the year	428,270	428,270	186,159
Net Financial Assets - End of year	\$ 431,762	866,764	428,270

See accompanying notes to the financial statements.

TOWN OF ABERDEEN

Statement 4

STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 2022
with comparative figures for 2021

	<u>2022</u>	<u>2021</u> (Restated) (Note 12)
Cash provided by (used in) the following activities:		
Operating:		
Surplus (deficit)	\$ 209,331	233,353
Amortization	356,116	306,382
Loss (gain) on disposal of tangible capital assets	<u>-</u>	<u>(19,275)</u>
	565,447	520,460
Change in assets/liabilities		
Taxes receivable - Municipal	8,249	(5,262)
Other accounts receivable	(8,344)	(25,672)
Assets held for sale	-	-
Other financial assets	-	-
Accounts and accrued liabilities payable	(19,717)	7,747
Deposits	900	(1,800)
Deferred revenue	-	-
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Stock and supplies	(1,123)	(29,756)
Prepayments and deferred charges	(2,908)	1,455
Other	<u>-</u>	<u>-</u>
Net cash from operations	<u>542,504</u>	<u>467,172</u>
Capital:		
Cash used to acquire tangible capital assets	(122,922)	(269,323)
Proceeds on sale of tangible capital assets	-	19,275
Other capital	<u>-</u>	<u>-</u>
Net cash used for capital	<u>(122,922)</u>	<u>(250,048)</u>
Investing:		
Proceeds on disposal of investments	-	-
Acquisition in investment	<u>(30,010)</u>	<u>(18,104)</u>
Net cash used for investing	<u>(30,010)</u>	<u>(18,104)</u>
Financing activities:		
Debt charges recovered	-	-
Proceeds from debt issues	-	73,120
Debt repayment	(28,633)	(109,627)
Other financing	<u>-</u>	<u>-</u>
Net cash used for financing	<u>(28,633)</u>	<u>(36,507)</u>
Increase (decrease) in cash resources	360,939	162,513
Cash and temporary investments, beginning of year	<u>470,020</u>	<u>307,507</u>
Cash and temporary investments, end of year (Note 2)	<u>\$ 830,959</u>	<u>470,020</u>

See accompanying notes to the financial statements.

TOWN OF ABERDEEN

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

1. SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the municipality are prepared by management in accordance with the local government accounting standards established by the Public Sector Accounting Board. Significant aspects of the accounting policies are as follows:

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they become available and measurable; 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 consolidate the assets, liabilities and flow of resources of the Town. The entity is comprised of all organizations owned or controlled by the Town and are, therefore, accountable to the Council for the administration of their financial affairs and resources.

Partnerships

A partnership represents a contractual arrangement between the municipality and a party or parties 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 operations of the partnership.

(b) Collection of funds for other authorities

Collection of funds by the municipality for the school board and conservation and development authorities are collected and remitted in accordance with the relevant legislation. The amounts collected are disclosed in Note 3.

(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 expenditures or revenues in the period that the events giving rise to the transfer occurred, as long as:

- 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 but not earned will be recorded as deferred revenue.

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

(d) Other (Non-Government Transfer) Contributions

Unrestricted contributions are recognized as revenue in the year received or in the year the funds are committed to the municipality if the amount can be reasonably estimated and collection is reasonably assured. Externally restricted contributions are deferred until the resources are used for the purpose specified, at which time the contributions are recognized as revenue. In-kind contributions are recorded at their fair value when they are received.

(e) Deferred Revenue - Fees and Charges

Certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred or services performed.

(f) Local Improvement Charges

Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed.

TOWN OF ABERDEEN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2022

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(g) Net-Financial Assets

Net-financial assets at the end of an accounting period are the net amount of financial assets less liabilities outstanding. Financial assets represent items such as cash and those other assets on hand which could provide resources to discharge existing liabilities or finance future operations. These include realizable assets which are convertible to cash and not intended for consumption in the normal course of operations.

(h) Non-Financial Assets

Tangible capital and other non-financial assets are accounted for as assets by the government because they can be used to provide government services in future periods. These assets do not normally provide resources to discharge the liabilities of the government unless they are sold.

(i) Appropriated Reserves

Reserves are established at the discretion of Council to designate surplus for future operating and capital transactions. Amounts designated are described on Schedule 8.

(j) Property Tax Revenue

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

(k) Investments

Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment.

Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment.

(l) Inventories

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

TOWN OF ABERDEEN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2022

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(m) Tangible Capital Assets

All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Initial costs for tangible capital assets that were acquired and developed prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant inflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of the contribution. The tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The costs 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 Town's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
<i>General Assets</i>	
Land	Indefinite
Land improvements	15 years
Buildings	40 years
Vehicles and equipment	
Vehicles	10 years
Machinery & Equipment	10 to 20 years
<i>Infrastructure Assets</i>	
Infrastructure assets	15 to 40 years

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

Works of art: 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 Town does not capitalize interest incurred while a tangible capital asset is under construction.

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

(n) Landfill liability

The Town of Aberdeen does not maintain a waste disposal site. No amount has been recorded as an asset or liability.

TOWN OF ABERDEEN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2022

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(o) Liability for contaminated sites

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

- a) an environmental standard exists
- b) contamination exceeds the environmental standard
- c) the Town:
 - 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.

The Town does not have any contaminated sites.

(p) Employee benefit plans

Contributions to the municipality's defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the municipality's obligations are limited to its contributions.

(q) Measurement Uncertainty

The preparation of the financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditures during the period. Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

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

The 'Opening asset costs' of tangible capital assets have been estimated where actual costs were not available. Amortization is based on the estimated useful lives of tangible capital assets.

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

TOWN OF ABERDEEN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2022

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(r) Basis of Segmentation/Segment Report

The Town follows the Public Sector Accounting Board's recommendations requiring financial information to be provided on a segmented basis. Town 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 borrowing.

These segments (functions) are as follows:

General Government: The general government segment provides for the administration of the Town.

Protective Services: Protective services is comprised of expenses 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 expenses related to public health services in the Town.

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 the delivery of water, collecting and treating of wastewater and providing collection and disposal of solid waste.

(s) Assets held for sale

The municipality is committed to selling the asset, the asset is in a condition to be sold, the asset is publicly seen to be for sale, there is an active market for the asset, there is a plan in place for selling the asset, and the sale is reasonable anticipated to be completed within one year of the financial statement date.

2. CASH AND TEMPORARY INVESTMENTS

	<u>2022</u>	<u>2021</u>
Cash	\$ 465,622	365,715
Temporary investments	<u>365,337</u>	<u>104,305</u>
	<u>\$ 830,959</u>	<u>470,020</u>

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

TOWN OF ABERDEEN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2022

3. TAXES AND GRANTS IN LIEU RECEIVABLE

	<u>2022</u>	<u>2021</u>
Municipal: - Current	\$ 55,099	70,485
- Arrears	<u>213,156</u>	<u>196,066</u>
	268,255	266,551
Less: allowance for uncollectibles	<u>(194,144)</u>	<u>(184,191)</u>
Total municipal taxes receivable	<u>74,111</u>	<u>82,360</u>
School: - Current	15,902	24,216
- Arrears	<u>21,144</u>	<u>20,252</u>
Total school taxes receivable	<u>37,046</u>	<u>44,468</u>
Other: - Current	-	-
- Arrears	<u>-</u>	<u>-</u>
Total other collections receivable	<u>-</u>	<u>-</u>
Total taxes and grants in lieu receivable	111,157	126,828
Deduct taxes receivable to be collected on behalf of other organizations	<u>(37,046)</u>	<u>(44,468)</u>
Total taxes receivable - Municipal	\$ <u>74,111</u>	<u>82,360</u>

4. OTHER ACCOUNTS RECEIVABLE

	<u>2022</u>	<u>2021</u>
Federal government	\$ 40,221	31,493
Provincial government	19,928	10,384
Local government	37,762	35,162
Utility	51,496	45,593
Trade	8,205	26,635
Other	<u>-</u>	<u>-</u>
Total other accounts receivable	157,612	149,267
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Net other accounts receivable	\$ <u>157,612</u>	<u>149,267</u>

TOWN OF ABERDEEN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2022

5. ASSETS HELD FOR SALE

	<u>2022</u>	<u>2021</u>
Tax title property	\$ -	-
Less: - allowance for market value adjustment	<u>-</u>	<u>-</u>
Net tax title Property	<u>-</u>	<u>-</u>
Other land	10,728	10,728
Less: - allowance for market value adjustment	<u>-</u>	<u>-</u>
Net other land	<u>10,728</u>	<u>10,728</u>
Total land for resale	\$ <u>10,728</u>	<u>10,728</u>

6. BANK INDEBTEDNESS

Credit Arrangements

At December 31, 2022, the Town had a line of credit totaling \$65,000, none of which was drawn.

7. LAGOON REMEDIATION

During 2020 the Town undertook a study of costs to remediate the site of the Town's former lagoon. Based on the study, the Town planned to undertake the remediation with an estimated total cost of \$150,000. There has been no definite timeline established to complete the remediation work.

8. PENSION PLAN

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multi-employer 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 2022 was \$24,061 (2021 - \$22,701). 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 MEPP in 2022 were \$24,061 (2021 - \$22,701). Total current service contributions by the employees of the municipality to MEPP in 2022 were \$24,061 (2021 - \$22,701).

Based on the latest information available (December 31, 2022 Audited Financial Statements) the Municipal Employees Pension Plan had a surplus in the net assets available for benefits of \$1,021,301,000. This is based on the most recent actuarial valuation, completed December 31, 2021. The Town's portion of this is not readily determinable.

TOWN OF ABERDEEN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2022

9. LONG-TERM DEBT

The authorized debt limit for the Town is \$1,296,416. The authorized debt limit for the Town is the total amount of the Town's own source revenues for the preceding year (the *Municipalities Act* section 161(1)). The incremental debt above the debt limit authorized in the *Municipalities Act* is approved by the Saskatchewan Municipal Board.

Bank loans:

	<u>2022</u>	<u>2021</u>
Affinity Credit Union demand loan, repayable in monthly instalments of \$2,163 including interest at 4.14%. Loan incurred to finance Town's purchase of Diamond International gravel truck.	\$ 35,651	59,585
Affinity Credit Union demand loan, repayable in monthly instalments of \$1,338 including interest at 4.45%. Loan incurred to finance purchase of GMC 1 ton truck.	-	4,699
	<u>\$ 35,651</u>	<u>64,284</u>

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total
2023	\$ 24,954	1,006	25,960
2024	<u>10,697</u>	<u>111</u>	<u>10,808</u>
Balance	<u>\$ 35,651</u>	<u>1,117</u>	<u>36,768</u>

10. BUDGET

The Financial Plan (Budget) adopted by Council on March 15, 2022 was not prepared on a basis consistent with that used to report actual results. The adopted budget was prepared on a cash basis while Public Sector Accounting Standards require an accrual basis. The adopted budget included tangible capital asset expenditures and transfers to reserves as operating expenses. As a result, the budget figures presented in the statements of operations and change in net financial assets include the following adjustments:

	<u>2022</u>
Adopted budget net surplus	\$ 3,492
Add: Investment in tangible capital assets	49,340
Transfer to reserves	<u>19,275</u>
Budget surplus per statement of operations	<u>\$ 72,107</u>

TOWN OF ABERDEEN
NOTES TO THE FINANCIAL STATEMENTS

December 31, 2022

11. RECENT ACCOUNTING PRONOUNCEMENTS

A number of new and amended standards have been issued that may impact the Town:

Standards Effective On Or After April 1, 2022

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

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

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

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

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

Standards Effective On Or After April 1, 2023

PS 3400 Revenue is 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 Town continues to assess the impacts of the above accounting standards. The extent of impact resulting from the adoption of these standards is not known at this time.

TOWN OF ABERDEEN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2022

12. CORRECTION OF AN ERROR

During 2022 it became known that the Aberdeen Recreation Complex was not owned by the Town and therefore should not have been included in the tangible capital assets of the Town financial statements. The correction was made retroactively, resulting in restatement of certain prior period amounts. Changes to the 2021 Statement of Financial Position and Statement of Financial Activities are as follows:

	<u>Originally stated</u>	<u>Adjustment</u>	<u>Restated</u>
Tangible capital assets	\$ 12,223,213	(5,915,008)	6,308,205
Total expenditures	1,790,854	(257,174)	1,533,680
Current surplus (deficit)	(23,821)	257,174	233,353
Accumulated surplus, beginning of year	12,711,725	(6,172,182)	6,539,543
Accumulated surplus, end of year	\$ 12,687,904	(5,915,008)	6,772,896

TOWN OF ABERDEEN

SCHEDULE OF TAXES AND OTHER UNCONDITIONAL REVENUES

Year ended December 31, 2022
with comparative figures for 2021

	<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u>
TAXES			
General municipal tax levy	\$ 730,816	858,127	684,165
Abatements and adjustments	(3,000)	(65,186)	(3,013)
Discount on current year taxes	<u>(23,000)</u>	<u>(23,722)</u>	<u>(22,108)</u>
Net municipal taxes	704,816	769,219	659,044
Potash tax share	20,932	21,324	20,932
Trailer license fees	-	-	-
Penalties on tax arrears	40,189	41,759	38,189
Special tax levy	-	-	-
Other	-	-	-
Total Taxes	<u>765,937</u>	<u>832,302</u>	<u>718,165</u>
UNCONDITIONAL GRANTS			
Revenue Sharing	152,115	154,317	152,115
Organized Hamlet	-	-	-
Other	-	-	-
Total Unconditional Grants	<u>152,115</u>	<u>154,317</u>	<u>152,115</u>
GRANTS IN LIEU OF TAXES			
Federal	2,600	2,520	2,564
Provincial			
S.P.C. Electrical	-	-	-
Sask. Energy Gas	13,800	17,162	15,720
TransGas	-	-	-
SPMC - Municipal Share	-	-	-
Sasktel	4,500	4,667	4,463
Other	-	-	-
Local/Other			
Housing Authority	8,450	8,623	8,406
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other	-	-	-
Other Government Transfers			
S.P.C. Surcharge	33,800	34,942	34,202
Other	-	-	-
Total Grants in Lieu of Taxes	<u>63,150</u>	<u>67,914</u>	<u>65,355</u>
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	<u>\$ 981,202</u>	<u>1,054,533</u>	<u>935,635</u>

See accompanying notes to the financial statements.

TOWN OF ABERDEEN

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2022
with comparative figures for 2021

	<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u>
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom Work	\$ -	-	-
Sale of supplies	-	-	-
Other (Licenses and permits, rentals)	21,400	28,527	21,976
Total Fees and Charges	21,400	28,527	21,976
Tangible capital asset sales - gain (loss)	19,275	-	19,275
Land sales - gain	-	-	-
Investment income and commissions	640	4,173	1,291
Other (insurance claim, recoveries)	-	3,445	6,251
Total other segmented revenue	41,315	36,145	48,793
Conditional Grants			
Student Employment	-	-	-
Sask Watershed	-	-	-
Other (FCM grant, Affinity grant)	36,530	43,280	1,250
Total Conditional Grants	36,530	43,280	1,250
Total Operating	77,845	79,425	50,043
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Total General Government Services	77,845	79,425	50,043
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Other (Reimbursements, Fines)	-	-	75
Total Fees and Charges	-	-	75
Tangible capital asset sales - gain (loss)	-	-	-
Other (Recoveries)	43,100	39,643	31,573
Total other segmented revenue	43,100	39,643	31,648
Conditional Grants			
Student Employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	43,100	39,643	31,648
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Total Protective Services	43,100	39,643	31,648

See accompanying notes to the financial statements.

TOWN OF ABERDEEN

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2022
with comparative figures for 2021

	<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u>
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom Work	\$ 3,000	10,130	3,655
Sale of gravel and supplies	1,600	2,689	1,481
Road maintenance and restoration agreements	-	-	-
Frontage	-	-	-
Other	-	-	-
Total Fees and Charges	4,600	12,819	5,136
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	4,600	12,819	5,136
Conditional Grants			
Primary Weight Corridor	-	-	-
Student Employment	-	-	-
Other (Traffic safety grant)	-	37,707	15,361
Total Conditional Grants	-	37,707	15,361
Total Operating	<u>4,600</u>	<u>50,526</u>	<u>20,497</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	40,800	20,672	81,518
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>40,800</u>	<u>20,672</u>	<u>81,518</u>
Total Transportation Services	<u>45,400</u>	<u>71,198</u>	<u>102,015</u>
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Waste and Disposal Charges	64,000	68,832	61,396
Other (compost)	3,500	3,292	2,879
Total Fees and Charges	67,500	72,124	64,275
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	67,500	72,124	64,275
Conditional Grants			
Student Employment	-	-	-
MMSW	8,400	10,663	6,538
Other	-	-	-
Total Conditional Grants	8,400	10,663	6,538
Total Operating	<u>75,900</u>	<u>82,787</u>	<u>70,813</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
TAPD	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Total Environmental and Public Health Services Services	<u>75,900</u>	<u>82,787</u>	<u>70,813</u>

See accompanying notes to the financial statements.

TOWN OF ABERDEEN

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2022
with comparative figures for 2021

	<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u>
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Maintenance and development charges	\$ -	-	-
Sale of supplies	-	-	-
Other	-	-	-
Total Fees and Charges	-	-	-
Tangible capital asset sales - gain (loss)	-	-	-
Investment income and commissions	-	-	-
Other	-	-	-
Total other segmented revenue	-	-	-
Conditional Grants			
Student Employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Total Planning and Development Services	-	-	-
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom Work	-	-	-
Sale of supplies	-	-	-
Other (Joint use)	3,000	1,500	-
Total Fees and Charges	3,000	1,500	-
Tangible capital asset sales - gain (loss)	-	-	-
Investment income and commissions	-	-	-
Other	-	-	-
Total other segmented revenue	3,000	1,500	-
Conditional Grants			
Student Employment	8,900	7,473	4,180
Donations	-	45,953	50,570
Other	-	-	-
Total Conditional Grants	8,900	53,426	54,750
Total Operating	11,900	54,926	54,750
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Total Recreation and Cultural Services	11,900	54,926	54,750

See accompanying notes to the financial statements.

TOWN OF ABERDEEN

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2022
with comparative figures for 2021

	<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u>
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Water	\$ 459,950	438,278	444,356
Sewer	78,000	70,742	77,773
Other	-	-	-
Total Fees and Charges	537,950	509,020	522,129
Tangible capital asset sales - gain (loss)	-	-	-
Investment income and commissions	-	-	-
Other	-	-	-
Total other segmented revenue	537,950	509,020	522,129
Conditional Grants			
Student Employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	<u>537,950</u>	<u>509,020</u>	<u>522,129</u>
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
New Building Canada Fund (SCF, NRP)	-	-	-
Clean Water and Wastewater Fund	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Total Utility Services	<u>537,950</u>	<u>509,020</u>	<u>522,129</u>
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	<u>\$ 792,095</u>	<u>836,999</u>	<u>831,398</u>
SUMMARY			
Total Other Segmented Revenue	\$ 697,465	671,251	671,981
Total Conditional Grants	53,830	145,076	77,899
Total Capital Grants and Contributions	40,800	20,672	81,518
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	<u>\$ 792,095</u>	<u>836,999</u>	<u>831,398</u>

See accompanying notes to the financial statements.

TOWN OF ABERDEEN

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2022
with comparative figures for 2021

	<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u> (Restated) (Note 12)
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 14,900	14,000	14,820
Wages and benefits	190,886	189,714	181,566
Professional/Contractual services	115,800	111,952	62,748
Utilities	7,350	12,363	8,057
Maintenance, materials, and supplies	65,648	22,377	22,957
Grants and contributions	-	-	-
-operating	1,100	21,202	100
-capital	-	-	-
Amortization	-	9,451	7,138
Interest	-	-	-
Allowance for uncollectibles	-	12,386	19,961
Other (Tax enforcement)	-	683	40
Total Government Services	<u>395,684</u>	<u>394,128</u>	<u>317,387</u>
PROTECTIVE SERVICES			
Police protection			
Wages and benefits	-	-	-
Professional/Contractual services	55,000	37,878	33,087
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Fire protection			
Wages and benefits	-	-	-
Professional/Contractual services	66,514	58,059	57,304
Utilities	12,000	12,981	10,533
Maintenance, materials, and supplies	21,200	16,377	27,904
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	3,427	3,427
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	-	-
Total Protective Services	<u>154,714</u>	<u>128,722</u>	<u>132,255</u>
TRANSPORTATION SERVICES			
Wages and benefits	181,194	184,472	169,009
Professional/Contractual services	58,100	66,656	28,133
Utilities	22,500	23,226	18,441
Maintenance, materials, and supplies	140,948	53,952	66,848
Gravel	20,000	15,764	12,075
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	161,681	130,731
Interest	2,500	2,067	2,193
Allowance for uncollectibles	-	-	-
Other	-	-	-
Total Transportation Services	<u>425,242</u>	<u>507,818</u>	<u>427,430</u>

See accompanying notes to the financial statements.

TOWN OF ABERDEEN

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2022
with comparative figures for 2021

	<u>2022 Budget</u>	<u>2022 Actual</u>	<u>2021 Actual (Restated) (Note 12)</u>
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	-	-	-
Contractual services	103,000	106,230	103,592
Utilities	-	-	-
Maintenance, materials, and supplies	15,000	203	231
Grants and contributions			
-operating			
waste disposal	-	-	-
public health	500	(757)	373
-capital			
waste disposal	-	-	-
public health	-	-	-
Amortization	-	875	875
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	-	-
Total Environmental and Public Health Services	<u>118,500</u>	<u>106,551</u>	<u>105,071</u>
PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	-	-	-
Contractual services	3,000	2,590	-
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions			
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Total Planning and Development Services	<u>3,000</u>	<u>2,590</u>	<u>-</u>
RECREATION AND CULTURAL SERVICES			
Wages and benefits	-	-	-
Contractual services	2,500	3,621	23,354
Utilities	-	-	870
Maintenance, materials, and supplies	2,500	-	-
Grants and contributions			
-operating	48,650	42,202	37,707
-capital	-	-	-
Amortization	-	23,000	23,000
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	-	-
Total Recreation and Cultural Services	<u>53,650</u>	<u>68,823</u>	<u>84,931</u>
UTILITY SERVICES			
Wages and benefits	-	-	-
Contractual services	513,450	288,805	296,466
Utilities	22,650	23,220	19,257
Maintenance, materials, and supplies	14,300	3,862	7,885
Grants and contributions			
-operating	-	-	-
-capital	-	-	-
Amortization	-	157,682	141,211
Interest	-	-	1,787
Allowance for uncollectibles	-	-	-
Other	-	-	-
Total Utility Services	<u>550,400</u>	<u>473,569</u>	<u>466,606</u>
TOTAL EXPENDITURES BY FUNCTION	<u>\$ 1,701,190</u>	<u>1,682,201</u>	<u>1,533,680</u>

See accompanying notes to the financial statements.

TOWN OF ABERDEEN

Schedule 4

SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2022

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and charges	\$ 28,527	-	12,819	72,124	-	1,500	509,020	623,990
Tangible capital asset sales - Gain (loss)	-	-	-	-	-	-	-	-
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Investment income and commissions	4,173	-	-	-	-	-	-	4,173
Other revenues	3,445	39,643	-	-	-	-	-	43,088
Grants - Conditional	43,280	-	37,707	10,663	-	53,426	-	145,076
Grants - Capital	-	-	20,672	-	-	-	-	20,672
Total revenues	<u>79,425</u>	<u>39,643</u>	<u>71,198</u>	<u>82,787</u>	<u>-</u>	<u>54,926</u>	<u>509,020</u>	<u>836,999</u>
Expenses (Schedule 3)								
Wages & Benefits	203,714	-	184,472	-	-	-	-	388,186
Professional/Contractual Services	111,952	95,937	66,656	106,230	2,590	3,621	288,805	675,791
Utilities	12,363	12,981	23,226	-	-	-	23,220	71,790
Maintenance, materials and supplies	22,377	16,377	69,716	203	-	-	3,862	112,535
Grants and contributions	21,202	-	-	(757)	-	42,202	-	62,647
Amortization	9,451	3,427	161,681	875	-	23,000	157,682	356,116
Interest	-	-	2,067	-	-	-	-	2,067
Allowance for uncollectibles	12,386	-	-	-	-	-	-	12,386
Other	683	-	-	-	-	-	-	683
Total expenses	<u>394,128</u>	<u>128,722</u>	<u>507,818</u>	<u>106,551</u>	<u>2,590</u>	<u>68,823</u>	<u>473,569</u>	<u>1,682,201</u>
Surplus (deficit) by function								
Taxation and other unconditional revenue (Schedule 1)	(314,703)	(89,079)	(436,620)	(23,764)	(2,590)	(13,897)	35,451	(845,202)
Net Surplus (Deficit)								<u>\$ 209,331</u>

See accompanying notes to the financial statements.

TOWN OF ABERDEEN

Schedule 5

SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2021

(Restated)

(Note 12)

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and charges	\$ 21,976	75	5,136	64,275	-	-	522,129	613,591
Tangible capital asset sales - Gain (loss)	19,275	-	-	-	-	-	-	19,275
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Investment income and commissions	1,291	-	-	-	-	-	-	1,291
Other revenues	6,251	31,573	-	-	-	-	-	37,824
Grants - Conditional	1,250	-	15,361	6,538	-	54,750	-	77,899
Grants - Capital	-	-	81,518	-	-	-	-	81,518
Total revenues	<u>50,043</u>	<u>31,648</u>	<u>102,015</u>	<u>70,813</u>	<u>-</u>	<u>54,750</u>	<u>522,129</u>	<u>831,398</u>
Expenses (Schedule 3)								
Wages & Benefits	196,386	-	169,009	-	-	-	-	365,395
Professional/Contractual Services	62,748	90,391	28,133	103,592	-	23,354	296,466	604,684
Utilities	8,057	10,533	18,441	-	-	870	19,257	57,158
Maintenance, materials and supplies	22,957	27,904	78,923	231	-	-	7,885	137,900
Grants and contributions	100	-	-	373	-	37,707	-	38,180
Amortization	7,138	3,427	130,731	875	-	23,000	141,211	306,382
Interest	-	-	2,193	-	-	-	1,787	3,980
Allowance for uncollectibles	19,961	-	-	-	-	-	-	19,961
Other	40	-	-	-	-	-	-	40
Total expenses	<u>317,387</u>	<u>132,255</u>	<u>427,430</u>	<u>105,071</u>	<u>-</u>	<u>84,931</u>	<u>466,606</u>	<u>1,533,680</u>
Surplus (deficit) by function	(267,344)	(100,607)	(325,415)	(34,258)	-	(30,181)	55,523	(702,282)
Taxation and other unconditional revenue (Schedule 1)								
Net Surplus (Deficit)								<u>\$ 233,353</u>

See accompanying notes to the financial statements.

TOWN OF ABERDEEN

SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT

Year ended December 31, 2022
with comparative figures for 2021

	2022							2021 (Restated) (Note 12)
	General Assets			Infrastructure Assets		General / Infrastructure Assets Under Construction		
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment		Linear Assets	
						Total		
Asset cost								Total
Opening asset costs	\$ 88,142	-	1,748,478	303,220	991,677	9,985,794	-	13,117,311
Additions during the year	-	-	-	-	8,924	113,998	-	122,922
Disposals and write-downs during the year	-	-	-	-	-	(30,000)	-	(30,000)
Transfers (from) assets under construction	-	-	-	-	-	-	-	-
Closing asset costs	88,142	-	1,748,478	303,220	1,000,601	10,069,792	-	13,210,233
Accumulated amortization cost								
Opening accumulated amortization costs	-	-	1,143,569	172,098	823,775	4,669,664	-	6,809,106
Add: Amortization taken	-	-	38,833	13,953	50,546	252,784	-	356,116
Less: Accumulated amortization on disposals	-	-	-	-	-	(30,000)	-	(30,000)
Closing accumulated amortization costs	-	-	1,182,402	186,051	874,321	4,892,448	-	7,135,222
Net book value	\$ 88,142	-	566,076	117,169	126,280	5,177,344	-	6,308,205

1. Total contributed/donated assets received in 2022: \$ -

2. List of assets recognized at nominal value in 2022 are:

-Infrastructure Assets \$ -

-Vehicles \$ -

-Machinery and Equipment \$ -

3. Amount of interest capitalized in 2022: \$ -

See accompanying notes to the financial statements.

TOWN OF ABERDEEN

SCHEDULE OF TANGIBLE CAPITAL ASSETS BY FUNCTION

Year ended December 31, 2022
with comparative figures for 2021

	2022							2021 (Restated) (Note 12)
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	
Asset cost								Total
Opening asset costs	\$ 412,435	316,915	4,868,105	35,000	-	1,359,234	6,125,622	13,117,311
Additions during the year	-	-	89,266	-	-	20,564	13,092	122,922
Disposals and write-downs during the year	-	-	-	-	-	(30,000)	-	(30,000)
Closing asset costs	412,435	316,915	4,957,371	35,000	-	1,349,798	6,138,714	13,210,233
Accumulated amortization cost								
Opening accumulated amortization costs	91,897	257,710	2,972,865	31,500	-	1,238,583	2,216,551	6,809,106
Add: Amortization taken	9,451	3,427	161,681	875	-	23,000	157,682	356,116
Less: Accumulated amortization on disposals	-	-	-	-	-	(30,000)	-	(30,000)
Closing accumulated amortization costs	101,348	261,137	3,134,546	32,375	-	1,231,583	2,374,233	7,135,222
Net book value	\$ 311,087	55,778	1,822,825	2,625	-	118,215	3,764,481	6,075,011
								6,308,205

See accompanying notes to the financial statements.

TOWN OF ABERDEEN
SCHEDULE OF ACCUMULATED SURPLUS
Year ended December 31, 2022

	<u>2021</u> (Restated) (Note 12)	<u>Changes</u>	<u>2022</u>
UNAPPROPRIATED SURPLUS	\$ 156,213	319,951	476,164
APPROPRIATED RESERVES			
Reserve for machinery and equipment	-	-	-
Public reserve	-	-	-
Capital reserves	28,336	64,479	92,815
Utility reserve	334,426	(20,666)	313,760
Museum reserve	10,000	-	10,000
Community recreation reserve	-	50,128	50,128
Total Appropriated	<u>372,762</u>	<u>93,941</u>	<u>466,703</u>
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6, 7)	6,308,205	(233,194)	6,075,011
Less: Related debt	<u>(64,284)</u>	<u>28,633</u>	<u>(35,651)</u>
Net Investment in Tangible Capital Assets	<u>6,243,921</u>	<u>(204,561)</u>	<u>6,039,360</u>
Total Accumulated Surplus	\$ <u>6,772,896</u>	<u>209,331</u>	<u>6,982,227</u>

See accompanying notes to the financial statements.

TOWN OF ABERDEEN
SCHEDULE OF MILL RATES AND ASSESSMENTS

Year ended December 31, 2022
with comparative figures for 2021

	PROPERTY CLASS					Potash Mine(s)	Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial		
Taxable Assessment	\$ 335,005	48,950,560	-	-	13,762,945	-	\$ 63,048,510
Regional Park Assessment							
Total Assessment							\$ 63,048,510
Mill Rate Factor(s)	1.0000	1.0000	-	-	2.0000		
Total Base/Minimum Tax (generated for each property class)	3.600	311,950	-	-	24,100		339,650
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 5.861	642,366	-	-	209,900		858,127

MILLS

Average Municipal*	13.611
Average School*	5.030
Potash Mill Rate	-
Uniform Municipal Mill Rate	6.750

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

See accompanying notes to the financial statements.

TOWN OF ABERDEEN
SCHEDULE OF COUNCIL REMUNERATION

Year ended December 31, 2022
with comparative figures for 2021

Position	Name	<u>Remuneration</u>	<u>Reimbursed Costs</u>	<u>Total</u>
Mayor	Ryan White	\$ 2,920	-	2,920
Councillor	Jacquie Griffiths	2,290	-	2,290
Councillor	Denise Kominetsky	2,030	-	2,030
Councillor	Ben Levesque	2,567	287	2,854
Councillor	Lori Sopotyk	1,800	-	1,800
Councillor	Brian Vandenberg	1,800	-	1,800
Councillor	Floyd Wudrick	1,800	-	1,800
Total		<u>\$ 15,207</u>	<u>287</u>	<u>15,494</u>

See accompanying notes to the financial statements.