

# **Town of Birch Hills**

## **Consolidated Financial Statements**

For the year ended December 31, 2022

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## **Management's Responsibility**

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To the Ratepayers of the Town of Birch Hills (the "Town"):

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

In discharging its responsibilities for the integrity and fair presentation of the consolidated financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately recorded, that assets are properly accounted for and safeguarded, and that financial records are properly maintained to provide reliable information for the preparation of the consolidated 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 management and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the Town's external auditors.

HSA Chartered Professional Accountants LLP, an independent firm of Chartered Professional Accountants, is appointed by the Council to audit the consolidated financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Council and management to discuss their audit findings.

September 13, 2023



Mayor



Chief Administrative Officer

## **Independent Auditor's Report**

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To the Mayor and Councillors of the Town of Birch Hills (the "Town"):

### ***Opinion***

We have audited the consolidated financial statements of Town of Birch Hills, which comprise the consolidated statement of financial position as at December 31, 2022, the consolidated statements of operations, changes in net financial assets, and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Town of Birch Hills as at December 31, 2022, and the results of consolidated operations, changes in net financial assets, 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 Consolidated 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 consolidated 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.

### ***Other Matter***

The consolidated financial statements for the year ended December 31, 2021 were audited by another auditor who expressed an unqualified opinion on those consolidated financial statements on June 22, 2022.

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

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

In preparing the consolidated financial statements, management is responsible for assessing the Town's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Town or to 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 Responsibilities for the Audit of the Consolidated Financial Statements***

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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 consolidated 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:

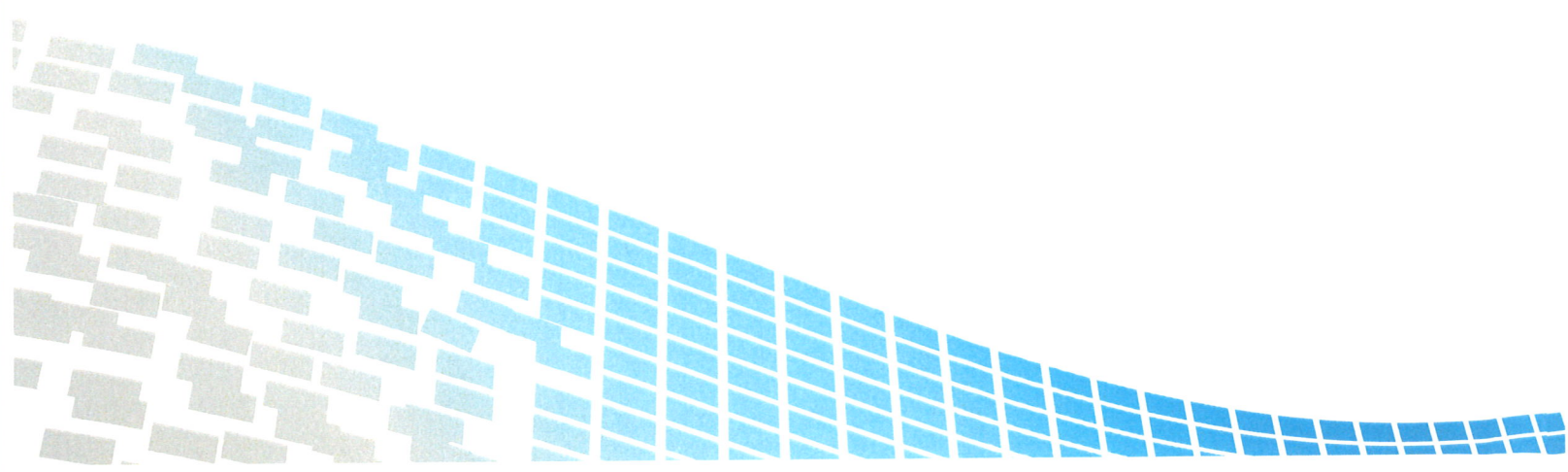
- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal controls 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 consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our 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 consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

**HSA LLP**

Chartered Professional Accountants  
Humboldt, Saskatchewan

September 15, 2023



**Town of Birch Hills**  
**Consolidated Statement of Financial Position**  
**As at December 31, 2022**

Statement 1

	2022	2021 (restated)
<b>FINANCIAL ASSETS</b>		
Cash and Temporary Investments (note 2)	1,903,275	997,835
Taxes Receivable - Municipal (note 3)	342,796	377,164
Other Accounts Receivable (note 4)	156,920	205,859
Assets Held for Sale (note 5)	440,476	440,476
Long-Term Investments (note 6)	20,000	20,000
<b>Total Financial Assets</b>	<b>2,863,467</b>	<b>2,041,334</b>

**LIABILITIES**

Accounts Payable	49,139	146,968
Accrued Liabilities Payable	145,869	27,427
Deposits	43,971	49,487
Deferred Revenue (note 8)	474,587	453,573
Accrued Landfill Costs (note 9)	7,129	7,129
Long-Term Debt (note 10)	1,398,064	645,225
Lease Obligations (note 11)	210,733	12,342
<b>Total Liabilities</b>	<b>2,329,492</b>	<b>1,342,151</b>

**NET FINANCIAL ASSETS**

**533,975**      **699,183**

**NON-FINANCIAL ASSETS**

Tangible Capital Assets (Schedule 6, 7)	11,210,900	10,804,496
Prepayments and Deferred Charges	123,532	17,631
Stock and Supplies	35,176	56,226
<b>Total Non-Financial Assets</b>	<b>11,369,608</b>	<b>10,878,353</b>

**ACCUMULATED SURPLUS (Schedule 8)**

**11,903,583**      **11,577,536**

Contingent Liabilities (note 15)

**Approved on behalf of Council:**

  
 Mayor

  
 Councillor

**Town of Birch Hills**  
**Consolidated Statement of Operations**  
**For the year ended December 31, 2022**

Statement 2

	<b>2022 Budget</b>	<b>2022</b>	<b>2021</b>
	<i>(unaudited)</i>		
<b>REVENUES</b>			
Taxes and Other Unconditional Revenue (Schedule 1)	<b>1,336,010</b>	<b>1,276,291</b>	1,270,536
Fees and Charges (Schedule 4, 5)	<b>877,510</b>	<b>1,276,450</b>	1,240,726
Conditional Grants (Schedule 4, 5)	<b>370</b>	<b>101,190</b>	71,584
Tangible Capital Asset Sales - (Loss) (Schedule 4, 5)	-	-	-
Land Sales - Gain (Loss) (Schedule 4, 5)	-	-	-
Investment Income and Commissions (Schedule 4, 5)	<b>5,500</b>	<b>74,170</b>	-
Restructurings (Schedule 4, 5)	-	-	-
Other Revenues (Schedule 4, 5)	<b>1,096,000</b>	<b>305,921</b>	410,179
<b>Total Revenues</b>	<b>3,315,390</b>	<b>3,034,022</b>	2,993,025
<b>EXPENSES</b>			
General Government Services (Schedule 3)	<b>508,880</b>	<b>619,697</b>	440,660
Protective Services (Schedule 3)	<b>117,900</b>	<b>113,845</b>	116,459
Transportation Services (Schedule 3)	<b>559,500</b>	<b>546,453</b>	485,988
Environmental and Public Health Services (Schedule 3)	<b>73,000</b>	<b>140,672</b>	112,666
Planning and Development Services (Schedule 3)	-	-	-
Recreation and Cultural Services (Schedule 3)	<b>249,120</b>	<b>909,983</b>	858,744
Utility Services (Schedule 3)	<b>482,390</b>	<b>444,327</b>	427,598
<b>Total Expenses</b>	<b>1,990,790</b>	<b>2,774,977</b>	2,442,115
<b>Surplus of Revenues over Expenses before Other Capital Contributions</b>	<b>1,324,600</b>	<b>259,045</b>	550,910
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	<b>62,000</b>	<b>67,002</b>	175,871
<b>Surplus of Revenues over Expenses</b>	<b>1,386,600</b>	<b>326,047</b>	726,781
<b>Accumulated Surplus, Beginning of Year</b>	<b>11,577,536</b>	<b>11,577,536</b>	10,850,755
<b>Accumulated Surplus, End of Year</b>	<b>12,964,136</b>	<b>11,903,583</b>	11,577,536

**Town of Birch Hills**

**Consolidated Statement of Changes in Net Financial Assets**

**For the year ended December 31, 2022**

Statement 3

	<b>2022 Budget</b>	<b>2022</b>	<b>2021</b>
	<i>(unaudited)</i>		<i>(restated)</i>
<b>Annual Surplus</b>	<b>1,386,600</b>	<b>326,047</b>	<b>726,781</b>
Acquisition of tangible capital assets	(1,386,600)	(813,537)	(998,667)
Amortization of tangible capital assets	-	407,133	373,758
Proceeds on disposal of tangible capital assets	-	-	-
Loss (gain) on the disposal of tangible capital assets	-	-	-
<b>Deficit of capital expenses over expenditures</b>	<b>(1,386,600)</b>	<b>(406,404)</b>	<b>(624,909)</b>
(Acquisition) of supplies inventories	-	(35,176)	(56,225)
(Acquisition) of prepaid expenses	-	(123,532)	(17,632)
Consumption of supplies inventory	-	56,225	12,583
Use of prepaid expense	-	17,632	72,810
<b>Surplus (Deficit) of expenses of other non-financial over expenditures</b>	<b>-</b>	<b>(84,851)</b>	<b>11,536</b>
<b>Increase (Decrease) in Net Financial Assets</b>	<b>-</b>	<b>(165,208)</b>	<b>113,408</b>
<b>Net Financial Assets - Beginning of Year</b>	<b>699,183</b>	<b>699,183</b>	<b>585,775</b>
<b>Net Financial Assets - End of Year</b>	<b>699,183</b>	<b>533,975</b>	<b>699,183</b>

**Town of Birch Hills**  
**Consolidated Statement of Cash Flows**  
**For the year ended December 31, 2022**

Statement 4

	2022	2021
<b>Cash provided by (used for) the following activities</b>		
<b>Operating:</b>		
Surplus	326,047	726,781
Amortization	407,133	373,758
Loss (gain) on disposal of tangible capital assets	-	-
	<b>733,180</b>	<b>1,100,539</b>
<b>Change in assets/liabilities</b>		
Taxes Receivable - Municipal	34,368	71,281
Other Accounts Receivable	48,939	33,325
Assets Held for Sale	-	-
Accounts Payable and Accrued Liabilities Payable	20,613	(17,491)
Due to Federal Government	-	-
Deposits	(5,516)	3,900
Deferred Revenue	21,014	70,259
Other Liabilities	-	-
Stock and Supplies	21,050	(43,644)
Prepayments and Deferred Charges	(105,901)	55,179
<b>Cash provided by operating transactions</b>	<b>767,747</b>	<b>1,273,348</b>
<b>Capital:</b>		
Cash used to acquire tangible capital assets	(582,573)	(998,667)
Proceeds on sale of tangible capital assets	-	-
<b>Cash applied to capital transactions</b>	<b>(582,573)</b>	<b>(998,667)</b>
<b>Investing:</b>		
Acquisition in investment	-	-
<b>Cash applied to investing transactions</b>	<b>-</b>	<b>-</b>
<b>Financing:</b>		
Proceeds from debt issues	1,100,000	-
Debt repayment	(347,161)	(281,716)
Other financing (capital lease issues)	-	-
Other financing (capital lease repayments)	(32,573)	(6,854)
<b>Cash provided by (applied to) financing transactions</b>	<b>720,266</b>	<b>(288,570)</b>
<b>Change in Cash and Temporary Investments during the year</b>	<b>905,440</b>	<b>(13,888)</b>
<b>Cash and Temporary Investments - Beginning of Year</b>	<b>997,835</b>	<b>1,011,723</b>
<b>Cash and Temporary Investments - End of Year</b>	<b>1,903,275</b>	<b>997,835</b>

## Town of Birch Hills

### Notes to the Consolidated Financial Statements

For the year ended December 31, 2022

#### 1. Significant accounting policies

The consolidated financial statements of the Town are prepared by management in accordance with Canadian public sector accounting standards (PSAS) as recommended by the Chartered Professional Accountants of Canada (CPA Canada). Significant aspects of the accounting policies adopted by the Municipality are as follows:

- a) **Basis of accounting:** The consolidated 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.
- b) **Reporting entity:** The consolidated financial statements consolidates the assets, liabilities and flow of resources of the Town. The entity is comprised of all of the organizations that are owned or controlled by the Town and are, therefore, accountable to the Council for the administration of their financial affairs and resources. Entities included in these consolidated financial statements are as follows:

Entity

Birch Hills and District Recreation Board	100%
North Central Saskatchewan Waste Management Corporation	2.58%

All inter-organizational transactions and balances have been eliminated.

- c) **Collection of funds for other authorities:** Collection of funds by the Town for the school boards are collected and remitted in accordance with relevant legislation.
- d) **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 revenue in the period that the events giving rise to the transfer occurred, as long as:
- a) the transfers are authorized;
  - b) any eligibility criteria have been met; and
  - c) reasonable estimates of the amounts can be made.

Government transfer amounts received but not earned are recorded as deferred revenue.

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

- e) **Other (non-government transfer) contributions:** Unrestricted contributions are recognized as revenue in the year received or in the year the funds are committed to the Town if the amount can be reasonably estimated and collection is reasonably assured. Externally restricted contributions are contributions for which the contributor has placed restrictions on the use of the resources. Externally restricted contributions are deferred until the resources are used for the purpose specified, at which time the contributions are recognized as revenue. In-kind contributions are recorded at their fair value when they are received.
- f) **Deferred revenue - Fees and charges:** Certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred or services performed.
- g) **Local improvement charges:** Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed.
- h) **Net financial assets:** Net financial assets at the end of an accounting period are the net amount of financial assets less liabilities outstanding. Financial assets represent items such as cash and those other assets on hand which could provide resources to discharge existing liabilities or finance future operations. These include realizable assets which are convertible to cash and not intended for consumption in the normal course of operations.

**Town of Birch Hills**

**Notes to the Consolidated Financial Statements**

**For the year ended December 31, 2022**

**1. Significant accounting policies - continued**

- i) **Non-financial assets:** Tangible capital and other non-financial assets are accounted for as assets by the Town because they can be used to provide services in future periods. These assets do not normally provide resources to discharge the liabilities of the Town unless they are sold.
- j) **Appropriated reserves:** Reserves are established at the discretion of Council to designate surplus for future operating and capital transactions. Amounts so designated are described on Schedule 8.
- k) **Property tax revenue:** Property tax revenue is based on assessments determined in accordance with Saskatchewan Legislation and the formulas, principles, and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually by council following the guidance of the Government of Saskatchewan. Tax revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred. Requisitions operate as a flow through and are excluded from municipal revenue.
- l) **Investments:** Portfolio investments are valued at 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.
- m) **Inventories:** Inventories of materials and supplies expected to be used by the Town are valued at the lower of cost or replacement cost. Inventories of land, materials and supplies held for resale are valued at the lower of cost or net realizable value. Cost is determined by the average cost method. Net realizable value is the estimated selling price in the ordinary course of business. Inventory as it relates to the operations of the Birch Hills and District Recreation Board is valued at the lower of cost and net realizable value. Cost is determined by the first in, first out method.
- n) **Tangible capital assets:** All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Initial costs for tangible capital assets that were acquired and developed prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant inflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of contribution. The cost of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. The tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The 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	5 to 20 Yrs
Buildings	10 to 50 Yrs
Vehicles & Equipment	
Vehicles	5 to 10 Yrs
Machinery and Equipment	5 to 10 Yrs
Leased Capital Assets	Lease term
<i>Infrastructure Assets</i>	
Infrastructure Assets	40 Yrs

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



1. Significant accounting policies - continued

**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 Town does not capitalize interest incurred while a tangible capital asset is under construction.

**Leases:** All leases are recorded on the consolidated 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 tangible capital assets. 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.

- o) **Landfill liability:** The Town maintains a waste disposal site. The annual provision is reported as an expense and the accumulated provision is reported on the Consolidated Statement of Financial Position. Recommended disclosure is provided in note 9.
- p) **Trust funds:** Funds held in trust for others are neither included in the Town's assets or equity. They are disclosed in note 13.
- q) **Employee benefit plans:** Contributions to the Town's defined benefit plan are expensed when contributions are made. Under the defined benefit plan, the Town's obligations are limited to their contributions.
- r) **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.
- s) **Measurement uncertainty:** The preparation of consolidated 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 consolidated 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.

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

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

**Town of Birch Hills**

**Notes to the Consolidated Financial Statements**

**For the year ended December 31, 2022**

**1. Significant accounting policies - continued**

- t) **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. Municipal services have been segmented by grouping activities that have similar service objectives (by function). Revenues that are directly related to the costs of the function have been attributed to each segment. Interest is allocated to functions based on the purpose of specific borrowings.

The segments (functions) are as follows:

**General Government:** Provides for the administration of the Town.

**Protective Services:** Comprises expenses for police and fire protection.

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

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

**Planning and Development:** Provides for neighbourhood development and sustainability.

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

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

- u) **Budget information:** Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on March 23, 2022.

- v) **Assets held for sale:** the Town 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 reasonably anticipated to be completed within one year of the financial statement date.

**2. Cash and Temporary Investments**

	2022	2021
Cash	1,635,059	771,166
Temporary Investments	268,216	226,669
<b>Total Cash and Temporary Investments</b>	<b>1,903,275</b>	<b>997,835</b>

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

Temporary investments includes term deposits bearing interest between 0.95% to 1.35% (2021 - 0.87% to 1.90%) and maturing between February 2023 and May 2023 (2021 - May 2022 and February 2023).

**3. Taxes Receivable - Municipal**

	2022	2021
Municipal - Current	67,023	67,875
- Arrears	112,652	92,254
	179,675	160,129
- Less Allowance for Uncollectibles	-	(4,933)
<b>Total Municipal Taxes Receivable</b>	<b>179,675</b>	<b>155,196</b>
School - Current	14,319	14,545
- Arrears	13,872	14,117
<b>Total School Taxes Receivable</b>	<b>28,191</b>	<b>28,662</b>
Local improvement - Current	55,064	49,731
- Arrears	108,057	172,237
<b>Total Local Improvement Receivable</b>	<b>163,121</b>	<b>221,968</b>
<b>Total Taxes and Grants In Lieu Receivable</b>	<b>370,987</b>	<b>405,826</b>
<b>Deduct Taxes Receivable to be Collected on Behalf of Other Organizations</b>	<b>(28,191)</b>	<b>(28,662)</b>
<b>Total Taxes Receivable - Municipal</b>	<b>342,796</b>	<b>377,164</b>

**Town of Birch Hills**

**Notes to the Consolidated Financial Statements**

**For the year ended December 31, 2022**

**4. Other Accounts Receivable**

	2022	2021
Federal Government	57,613	86,433
Provincial Government	-	-
Utility	9,357	18,401
Trade	98,031	106,210
Total Other Accounts Receivable	165,001	211,044
Less: Allowance for Uncollectibles	(8,081)	(5,185)
<b>Net Other Accounts Receivable</b>	<b>156,920</b>	<b>205,859</b>

**5. Assets Held for Sale**

	2022	2021
Tax Title Property	48,274	47,217
Allowance for Market Value Adjustment	-	-
Deduct: portion due to other tax authority (school)	(1,057)	-
Net Tax Title Property	47,217	47,217
Other Land	393,259	393,259
Allowance for Market Value Adjustment	-	-
Net Other Land	393,259	393,259
<b>Total Assets Held for Sale</b>	<b>440,476</b>	<b>440,476</b>

**6. Long-Term Investments**

	2022	2021
Investment in Railway	20,000	20,000
<b>Total Long-Term Investments</b>	<b>20,000</b>	<b>20,000</b>

**7. Bank Indebtedness**

The Town has an authorized line of credit in the amount of \$250,000 (2021 - \$250,000) with Affinity Credit Union. Interest is at bank prime rate and the line is secured by assignment of grants and receivables. The Town has utilized \$nil (2021 - \$nil) of this line of credit at December 31, 2022.

**Town of Birch Hills**

**Notes to the Consolidated Financial Statements**

**For the year ended December 31, 2022**

**8. Deferred Revenue**

	2022	2021 (restated)
<b>Sask Lotteries</b>		
Opening deferred revenue	-	-
Grant distributions	15,586	15,593
Eligible costs	(15,586)	(15,593)
	-	-
<b>Multi-use Centre</b>		
Opening deferred revenue	-	2,542
Donations	54,725	63,682
Eligible costs	(54,725)	(66,224)
	-	-
<b>Gas tax - New Deal for Cities and Communities</b>		
Opening deferred revenue	-	-
Grant distributions	63,839	125,871
Eligible costs	(63,839)	(125,871)
	-	-
<b>Golf Course Memberships</b>		
Opening deferred revenue	3,971	566
Amounts received	(79,729)	48,798
Revenue recognized	76,880	(45,393)
	1,122	3,971
<b>Golf Course Club House Project</b>		
Opening deferred revenue	25,313	18,293
Donations	41,116	7,020
Eligible costs	-	-
	66,429	25,313
<b>Arena Project - Farm Grow Project</b>		
Opening deferred revenue	213,161	141,209
Project revenue	-	96,299
Eligible costs	(2,635)	(24,347)
	210,526	213,161
<b>Arena Project - Hesje Funds</b>		
Opening deferred revenue	211,128	222,339
Project revenue	-	-
Eligible costs	(14,618)	(11,211)
	196,510	211,128
<b>Total Deferred Revenue</b>	<b>474,587</b>	<b>453,573</b>

**9. Accrued Landfill Costs**

	2022	2021
Environmental liabilities	7,129	7,129
<b>Total Accrued Landfill Costs</b>	<b>7,129</b>	<b>7,129</b>

Landfill closure and post-closure care requirements have been defined in accordance with the Environmental Act and include final covering and landscaping of the landfill, pumping of ground, 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 100-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 landfill closed in 2011; therefore, the remaining liability is for post-closure costs.

**Town of Birch Hills****Notes to the Consolidated Financial Statements****For the year ended December 31, 2022****10. Long-Term Debt**

The debt limit of the Municipality is \$1,891,890. 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)). The Saskatchewan Municipal Board approved Bylaw No. 11/17 to incur debt pursuant to subsection 163(4) of The Municipalities Act on December 22, 2017.

Utilities activities: Affinity Credit Union demand loan, repaid during the year bearing interest at 4.14%. (2021 - \$95,835)

Transportation activities: Affinity Credit Union demand loan repayable in monthly installments of \$16,013 including interest at 3.29%, secured by first charge general security agreement, first charge specific security agreement over existing grants and taxes and a promissory note, due December 30, 2024.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Total
2022	-	-	-	192,155
2023	182,633	9,522	192,155	192,155
2024	190,017	3,423	193,440	193,450
Balance	<b>372,650</b>	<b>12,945</b>	<b>385,595</b>	<b>577,760</b>

Utilities activities: Affinity Credit Union demand loan repayable in monthly installments of \$10,566 including interest at 2.89%, secured by first charge general security agreement, first charge specific security agreement over existing grants and taxes and a promissory note, due May 21, 2026.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Total
2023	98,694	28,098	126,792	-
2024	101,584	25,208	126,792	-
2025	104,559	22,233	126,792	-
2026	720,577	8,365	728,942	-
Balance	<b>1,025,414</b>	<b>83,904</b>	<b>1,109,318</b>	-

**11. Lease Obligations**

CWB National Leasing capital lease obligation for a Greens King Gas Plus Mower having a net book value of \$4,116, payable at \$1,120 per month plus taxes, six times a year including interest at 3.25%, due September 2023 with a purchase option at the end of the lease of \$1.

Future minimum lease payments under the capital leases together with the balance of the obligation due under the capital leases are as follows:

Year	Payment Amount
2023	5,936
Total future minimum lease payments	5,936
Imputed interest	(557)
Capital Lease Liability	<b>5,379</b>

**Town of Birch Hills****Notes to the Consolidated Financial Statements****For the year ended December 31, 2022****11. Lease Obligations - continued**

Wells Fargo capital lease obligation for a 2017 Doosan loader with bucket and pallet forks having a net book value of \$211,999, payable at \$3,497 per month plus taxes, including interest at 1.90%, due May 2027 with a purchase option at the end of the lease of \$1.

Future minimum lease payments under the capital leases together with the balance of the obligation due under the capital leases are as follows:

<b>Year</b>	<b>Payment Amount</b>
2023	46,577
2024	46,577
2025	46,577
2026	46,577
2027	19,407
Total future minimum lease payments	205,715
Imputed interest	(17,426)
<b>Capital Lease Liability</b>	<b>188,289</b>

Kubota Canada capital lease obligation for a 6-way blade having a net book value of \$18,967, payable at \$351 per month plus taxes, including interest at 6.66%, due May 2027 with a purchase option at the end of the lease of \$1.

Future minimum lease payments under the capital leases together with the balance of the obligation due under the capital leases are as follows:

<b>Year</b>	<b>Payment Amount</b>
2023	4,681
2024	4,681
2025	4,681
2026	4,681
2027	1,951
Total future minimum lease payments	20,675
Imputed interest	(3,610)
<b>Capital Lease Liability</b>	<b>17,065</b>

Tangible capital assets include assets under capital lease with a gross cost of \$272,126 (2021 - \$41,160), and accumulated amortization of \$37,044 (2021 - \$28,810).

**12. Pension Plan**

The Town is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The Town pension expense in 2022 was \$74,494 (2021 - \$66,018). The benefits accrued to the Town'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 Town to the MEPP in 2022 were \$37,247 (2021 - \$66,018). Total current service contributions by the employees of the Town to the MEPP in 2022 were \$37,247 (2021 - \$66,018).

The most recent valuation for the Municipal Pension Plan as of December 31, 2018, indicated a \$494.3 million funding surplus for basic pension benefits on a going concern basis. The next valuation will be as at December 31, 2021, with results available 2022.

**Town of Birch Hills**

**Notes to the Consolidated Financial Statements**

**For the year ended December 31, 2022**

**13. Trust Administered by the Town**

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

*Cemetery Trust Fund:*

	2022	2021
Balance - Beginning of Year	79,356	62,032
Revenue	5,315	17,300
Interest revenue	2,167	630
Expenditure	(489)	(606)
<b>Balance - End of Year</b>	<b>86,349</b>	<b>79,356</b>

**14. Comparative Figures**

Tangible capital assets, accounts payable, deferred revenue and accumulated surplus have been restated to conform to the current year's presentation.

**15. Contingent Liabilities**

**Legal Matters**

The Town has been named as a defendant in certain legal actions in which damages have been sought. The estimated amount claimed is \$110,000. As the outcome is likely, a \$110,000 provision has been made in these consolidated financial statements for the liability that is likely to result.



**Town of Birch Hills**

**Consolidated Schedule of Taxes and Other Unconditional Revenue**

**For the year ended December 31, 2022**

Schedule 1

	2022 Budget	2022	2021
	<i>(unaudited)</i>		
<b>TAXES</b>			
General municipal tax levy	979,210	978,759	980,241
Abatements and adjustments	-	(2,475)	(6,461)
Discount on current year taxes	(37,890)	(37,082)	(37,889)
<b>Net Municipal Taxes</b>	<b>941,320</b>	<b>939,202</b>	<b>935,891</b>
Penalties on tax arrears	24,500	27,133	25,949
Special tax levy	61,500	-	-
<b>Total Taxes</b>	<b>1,027,320</b>	<b>966,335</b>	<b>961,840</b>
<b>UNCONDITIONAL GRANTS</b>			
Revenue Sharing	233,780	228,762	233,779
<b>Total Unconditional Grants</b>	<b>233,780</b>	<b>228,762</b>	<b>233,779</b>
<b>GRANTS IN LIEU OF TAXES</b>			
Federal	1,550	1,475	-
Provincial			
Federal Government/Agencies Can Post	-	-	1,551
Sasktel	2,980	3,408	2,983
Other	-	425	-
Other Government Transfers			
S.P.C. Surcharge	70,380	75,886	70,383
<b>Total Grants in Lieu of Taxes</b>	<b>74,910</b>	<b>81,194</b>	<b>74,917</b>
<b>TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE</b>	<b>1,336,010</b>	<b>1,276,291</b>	<b>1,270,536</b>

**Town of Birch Hills**

**Consolidated Schedule of Operating and Capital Revenue by Function**

**For the year ended December 31, 2022**

Schedule 2 - 1

	2022 Budget	2022	2021
<i>(unaudited)</i>			
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	1,000	800	-
- Sales of supplies	1,000	43	17
- Other (Misc. fees)	11,460	14,004	7,853
Total Fees and Charges	13,460	14,847	7,870
- Investment income and commissions	5,500	74,170	-
- Other	1,096,000	4,170	5,496
Total Other Segmented Revenue	1,114,960	93,187	13,366
Total Operating	1,114,960	93,187	13,366
Total General Government Services	1,114,960	93,187	13,366

**PROTECTIVE SERVICES**

**Operating**

Other Segmented Revenue			
Fees and Charges			
- Other (Policing & fire fees, fines)	<b>22,500</b>	<b>27,679</b>	68,379
Total Fees and Charges	<b>22,500</b>	<b>27,679</b>	68,379
- Donations	-	-	71,816
Total Other Segmented Revenue	<b>22,500</b>	<b>27,679</b>	140,195
<b>Total Operating</b>	<b>22,500</b>	<b>27,679</b>	140,195
<b>Total Protective Services</b>	<b>22,500</b>	<b>27,679</b>	140,195

**Town of Birch Hills**  
**Consolidated Schedule of Operating and Capital Revenue by Function**  
**For the year ended December 31, 2022**

Schedule 2 - 2

	2022 Budget	2022	2021
<b>TRANSPORTATION SERVICES</b>			
<i>(unaudited)</i>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Other (Airport Fuel)	55,000	48,673	66,403
Total Fees and Charges	55,000	48,673	66,403
Total Other Segmented Revenue	55,000	48,673	66,403
<b>Total Operating</b>	55,000	48,673	66,403
<b>Capital</b>			
Conditional Grants			
- MAMP Grant	62,000	3,163	50,000
<b>Total Capital</b>	62,000	3,163	50,000
<b>Total Transportation Services</b>	117,000	51,836	116,403

**ENVIRONMENTAL AND PUBLIC HEALTH SERVICES**

<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	300	20,904	13,384
Total Fees and Charges	300	20,904	13,384
- Other (NCSWM)	-	4,818	4,560
Total Other Segmented Revenue	300	25,722	17,944
Conditional Grants			
- NCSWM Grant	-	18,780	14,595
- Transit Assistance for People with Disabilities	370	420	366
Total Conditional Grants	370	19,200	14,961
<b>Total Operating</b>	670	44,922	32,905
<b>Total Environmental and Public Health Services</b>	670	44,922	32,905

**Town of Birch Hills**  
**Consolidated Schedule of Operating and Capital Revenue by Function**  
**For the year ended December 31, 2022**

Schedule 2 - 3

	<b>2022 Budget</b>	<b>2022</b>	<b>2021</b>
<b>RECREATION AND CULTURAL SERVICES</b>	<i>(unaudited)</i>		
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Recreation Board fees	<b>10,660</b>	<b>336,445</b>	290,820
Total Fees and Charges	<b>10,660</b>	<b>336,445</b>	290,820
- Recreation Board other income	-	<b>211,915</b>	262,083
- Donations - facilities	-	<b>85,018</b>	66,224
Total Other Segmented Revenue	<b>10,660</b>	<b>633,378</b>	619,127
Conditional Grants			
- Other (Rec Board)	-	<b>81,990</b>	56,623
Total Conditional Grants	-	<b>81,990</b>	56,623
<b>Total Operating</b>	<b>10,660</b>	<b>715,368</b>	675,750
<b>Capital</b>			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	<b>63,839</b>	125,871
<b>Total Capital</b>	-	<b>63,839</b>	125,871
<b>Total Recreation and Cultural Services</b>	<b>10,660</b>	<b>779,207</b>	801,621

**Town of Birch Hills**  
**Consolidated Schedule of Operating and Capital Revenue by Function**  
**For the year ended December 31, 2022**

Schedule 2 - 4

	<b>2022 Budget</b>	<b>2022</b>	<b>2021</b>
<b>UTILITY SERVICES</b>	<i>(unaudited)</i>		
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Water and Sewer	714,500	770,240	730,980
- Infrastructure fees	60,000	56,772	-
- Other (sale of supplies, etc.)	1,090	890	62,890
Total Fees and Charges	775,590	827,902	793,870
Total Other Segmented Revenue	775,590	827,902	793,870
<b>Total Operating</b>	775,590	827,902	793,870
<b>Total Utility Services</b>	775,590	827,902	793,870
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>2,041,380</b>	<b>1,824,733</b>	<b>1,898,360</b>

**SUMMARY**

Total Other Segmented Revenue	1,979,010	1,656,541	1,650,905
Total Conditional Grants	370	101,190	71,584
Total Capital Grants and Contributions	62,000	67,002	175,871
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>2,041,380</b>	<b>1,824,733</b>	<b>1,898,360</b>

**Town of Birch Hills**

**Consolidated Total Expenses by Function**

**For the year ended December 31, 2022**

Schedule 3 - 1

	2022 Budget	2022	2021
<b>GENERAL GOVERNMENT SERVICES</b>	<i>(unaudited)</i>		
Council remuneration and travel	80,000	68,246	66,185
Wages and benefits	164,580	169,142	139,281
Professional/Contractual services	160,500	168,104	182,034
Utilities	2,500	2,426	2,248
Maintenance, materials and supplies	34,850	27,384	32,456
Grants and contributions - operating	1,650	1,436	1,650
Amortization	-	45,231	11,137
Interest and bank charges	25,000	11,615	1,255
Other - miscellaneous	39,800	126,113	4,414
<b>Total Government Services</b>	<b>508,880</b>	<b>619,697</b>	<b>440,660</b>
<b>PROTECTIVE SERVICES</b>			
<b>Police protection</b>			
Wages and benefits	54,200	57,483	54,034
<b>Fire protection</b>			
Wages and benefits	15,000	6,642	14,161
Professional/Contractual services	17,500	22,009	20,055
Utilities	4,850	4,048	3,732
Maintenance, material and supplies	26,350	17,500	18,315
Amortization	-	6,163	6,162
<b>Total Protective Services</b>	<b>117,900</b>	<b>113,845</b>	<b>116,459</b>
<b>TRANSPORTATION SERVICES</b>			
Wages and benefits	316,900	247,224	193,852
Professional/Contractual Services	14,400	8,144	18,417
Utilities	30,000	29,431	27,749
Maintenance, materials, and supplies	100,200	93,959	53,957
Street maintenance and gravel	98,000	46,059	80,113
Amortization	-	121,636	105,437
Interest	-	-	6,463
<b>Total Transportation Services</b>	<b>559,500</b>	<b>546,453</b>	<b>485,988</b>

**Town of Birch Hills**

**Consolidated Total Expenses by Function**

**For the year ended December 31, 2022**

Schedule 3 - 2

	2022 Budget	2022	2021
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>	<i>(unaudited)</i>		
Wages and benefits	-	-	-
Professional/Contractual services	73,000	107,350	83,300
Amortization	-	9,002	9,657
Other (NCSWM)	-	24,320	19,709
<b>Total Environmental and Public Health Services</b>	<b>73,000</b>	<b>140,672</b>	<b>112,666</b>

<b>RECREATION AND CULTURAL SERVICES</b>			
Wages and benefits	110,100	88,286	313,211
Professional/Contractual services	20,020	20,456	2,014
Utilities	21,500	23,658	62,957
Maintenance, materials and supplies	97,500	110,533	228,060
Grants and contributions - operating	-	-	78,193
Amortization	-	69,802	87,851
Interest	-	-	12,353
Other (Recreation Board expenses)	-	597,248	74,105
<b>Total Recreation and Cultural Services</b>	<b>249,120</b>	<b>909,983</b>	<b>858,744</b>



**Town of Birch Hills****Consolidated Total Expenses by Function****For the year ended December 31, 2022**

Schedule 3 - 3

	2022 Budget	2022	2021
<b>UTILITY SERVICES</b>	<i>(unaudited)</i>		
Wages and benefits	50,000	50,000	50,000
Professional/Contractual services	5,000	8,786	5,678
Utilities	44,000	37,842	36,761
Maintenance, materials and supplies	358,390	153,529	160,514
Amortization	-	155,299	153,513
Interest	25,000	38,871	21,132
<b>Total Utility Services</b>	<b>482,390</b>	<b>444,327</b>	<b>427,598</b>
 <b>TOTAL EXPENSES BY FUNCTION</b>	 <b>1,990,790</b>	 <b>2,774,977</b>	 <b>2,442,115</b>

**Town of Birch Hills**  
**Consolidated Schedule of Segment Disclosure by Function**  
**For the year ended December 31, 2022**

Schedule 4

<b>Revenues (Schedule 2)</b>		<b>General Government</b>	<b>Protective Services</b>	<b>Transportation Services</b>	<b>Environmental &amp; Public Health</b>	<b>Planning and Development</b>	<b>Recreation and Culture</b>	<b>Utility Services</b>	<b>Total</b>
Fees and Charges	14,847	27,679	48,673	20,904	-	-	336,445	827,902	1,276,450
Tangible Capital Asset Sales - Gain	-	-	-	-	-	-	-	-	-
Land Sales - Gain	-	-	-	-	-	-	-	-	-
Investment Income and Commissions	74,170	-	-	-	-	-	-	-	74,170
Other Revenues	4,170	-	-	4,818	-	-	296,933	-	305,921
Grants - Conditional	-	-	-	19,200	-	-	81,990	-	101,190
- Capital	-	-	3,163	-	-	-	63,839	-	67,002
<b>Total Revenues</b>	<b>93,187</b>	<b>27,679</b>	<b>51,836</b>	<b>44,922</b>	<b>-</b>	<b>-</b>	<b>779,207</b>	<b>827,902</b>	<b>1,824,733</b>
<b>Expenses (Schedule 3)</b>									
Wages & Benefits	237,388	64,125	247,224	-	-	-	88,286	50,000	687,023
Professional/ Contractual Services	168,104	22,009	8,144	107,350	-	-	20,456	8,786	334,849
Utilities	2,426	4,048	29,431	-	-	-	23,658	37,842	97,405
Maintenance Materials and Supplies	27,384	17,500	140,018	-	-	-	110,533	153,529	448,964
Grants and Contributions	1,436	-	-	-	-	-	-	-	1,436
Amortization	45,231	6,163	121,636	9,002	-	-	69,802	155,299	407,133
Interest	11,615	-	-	-	-	-	-	38,871	50,486
Allowance for Uncollectibles	-	-	-	-	-	-	-	-	-
Other	126,113	-	-	24,320	-	-	597,248	-	747,681
<b>Total Expenses</b>	<b>619,697</b>	<b>113,845</b>	<b>546,453</b>	<b>140,672</b>	<b>-</b>	<b>-</b>	<b>909,983</b>	<b>444,327</b>	<b>2,774,977</b>
<b>Surplus (Deficit) by Function</b>									
	<b>(526,510)</b>	<b>(86,166)</b>	<b>(494,617)</b>	<b>(95,750)</b>	<b>-</b>	<b>-</b>	<b>(130,776)</b>	<b>383,575</b>	<b>(950,244)</b>

Taxes and Other Unconditional Revenue (Schedule 1)

1,276,291

**Net Surplus**

**326,047**

**Town of Birch Hills**  
**Consolidated Schedule of Segment Disclosure by Function**  
**For the year ended December 31, 2021**

Schedule 5

Revenues (Schedule 2)							
General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
7,870	68,379	66,403	13,384	-	290,820	793,870	1,240,726
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
5,496	71,816	-	4,560	-	328,307	-	410,179
-	-	-	14,961	-	56,623	-	71,584
-	-	50,000	-	-	125,871	-	175,871
13,366	140,195	116,403	32,905	-	801,621	793,870	1,898,360
Expenses (Schedule 3)							
205,466	68,195	193,852	-	-	313,211	50,000	830,724
182,034	20,055	18,417	83,300	-	2,014	5,678	311,498
2,248	3,732	27,749	-	-	62,957	36,761	133,447
32,456	18,315	134,070	-	-	228,060	160,514	573,415
1,650	-	-	-	-	78,193	-	79,843
11,137	6,162	105,437	9,657	-	87,851	153,513	373,757
1,255	-	6,463	-	-	12,353	21,132	41,203
-	-	-	-	-	-	-	-
4,414	-	-	19,709	-	74,105	-	98,228
440,660	116,459	485,988	112,666	-	858,744	427,598	2,442,115
(427,294)	23,736	(369,585)	(79,761)	-	(57,123)	366,272	(543,755)
Surplus (Deficit) by Function							

Town of Birch Hills  
Consolidated Schedule of Tangible Capital Assets by Object  
For the year ended December 31, 2022

Schedule 6

2021  
(restated)

2022

	General Assets					Infrastructure Assets		General/ Infrastructure Assets Under Construction	Total
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear assets			
<b>Asset cost</b>									
Opening Asset costs	195,724	573,411	5,827,977	495,186	1,235,897	9,292,889	1,856,145	18,478,562	
Additions during the year	-	-	186,041	-	318,160	229,247	80,089	998,667	
Disposals and write-downs during the year	-	-	-	-	-	-	-	-	
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	
<b>Closing Asset Costs</b>	<b>195,724</b>	<b>573,411</b>	<b>6,014,018</b>	<b>495,186</b>	<b>1,554,057</b>	<b>9,522,136</b>	<b>1,936,234</b>	<b>19,477,229</b>	<b>20,290,766</b>
<b>Accumulated Amortization Cost</b>									
Opening Accumulated Amortization Costs	-	90,431	2,123,147	484,534	923,824	5,050,797	-	8,298,975	
Add: Amortization taken	-	17,838	132,508	10,652	56,595	189,540	-	373,758	
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	
<b>Closing Accumulated Amortization Costs</b>	<b>-</b>	<b>108,269</b>	<b>2,255,655</b>	<b>495,186</b>	<b>980,419</b>	<b>5,240,337</b>	<b>-</b>	<b>8,672,733</b>	<b>9,079,866</b>
<b>Net Book Value</b>	<b>195,724</b>	<b>465,142</b>	<b>3,758,363</b>	<b>-</b>	<b>573,638</b>	<b>4,281,799</b>	<b>1,936,234</b>	<b>10,804,496</b>	<b>11,210,900</b>

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 \$ -

Town of Birch Hills  
Consolidated Schedule of Tangible Capital Assets by Function  
For the year ended December 31, 2022

Schedule 7  
2021  
(restated)

2022

Assets	2022						2021	
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total
<b>Asset cost</b>								
Opening Asset costs	1,737,436	176,529	5,151,534	169,470	-	3,630,795	8,611,465	19,477,229
Additions during the year	-	61,856	256,305	-	-	186,040	309,336	813,537
Disposals and write-downs during the year	-	-	-	-	-	-	-	-
<b>Closing Asset Costs</b>	<b>1,737,436</b>	<b>238,385</b>	<b>5,407,839</b>	<b>169,470</b>	<b>-</b>	<b>3,816,835</b>	<b>8,920,801</b>	<b>20,290,766</b>

<b>Accumulated Amortization Cost</b>								
Opening Accumulated Amortization Costs	240,399	133,056	2,242,274	160,738	-	2,627,604	3,268,662	8,672,733
Add: Amortization taken	45,231	6,163	121,636	8,732	-	69,804	155,567	407,133
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-
<b>Closing Accumulated Amortization Costs</b>	<b>285,630</b>	<b>139,219</b>	<b>2,363,910</b>	<b>169,470</b>	<b>-</b>	<b>2,697,408</b>	<b>3,424,229</b>	<b>9,079,866</b>

<b>Net Book Value</b>	<b>1,451,806</b>	<b>99,166</b>	<b>3,043,929</b>	<b>-</b>	<b>-</b>	<b>1,119,427</b>	<b>5,496,572</b>	<b>11,210,900</b>
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								<b>8,672,733</b>
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								8,298,975
								373,758
								-
								<b>8,672,733</b>

**Town of Birch Hills**

**Consolidated Schedule of Accumulated Surplus**

**For the year ended December 31, 2022**

Schedule 8

	2021	Changes	2022
	<i>(restated)</i>		
<b>UNAPPROPRIATED SURPLUS</b>	798,224	824,444	<b>1,622,668</b>
<b>APPROPRIATED RESERVES</b>			
Recreation Board operations	359,717	(8,536)	<b>351,181</b>
Fire Department Reserve	122,652	(316)	<b>122,336</b>
North Central Sask Waste Management Corp	32,139	(1,491)	<b>30,648</b>
Utility Infrastructure Reserve	117,875	56,772	<b>174,647</b>
<b>Total Appropriated</b>	<b>632,383</b>	<b>46,429</b>	<b>678,812</b>
<b>NET INVESTMENT IN TANGIBLE CAPITAL ASSETS</b>			
Tangible capital assets (Schedule 6)	10,804,496	406,404	<b>11,210,900</b>
Less: Related debt	(657,567)	(951,230)	<b>(1,608,797)</b>
<b>Net Investment in Tangible Capital Assets</b>	<b>10,146,929</b>	<b>(544,826)</b>	<b>9,602,103</b>
<b>Total Accumulated Surplus</b>	<b>11,577,536</b>	<b>326,047</b>	<b>11,903,583</b>

## Schedule 9

PROPERTY CLASS							
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	Total
Taxable Assessment	169,895	58,049,360	-	-	4,389,315	-	62,608,570
Regional Park Assessment							-
Total Assessment							62,608,570
Mill Rate Factor(s)	1.0000	1.0000	-	-	2.60		
Total Base/Minimum Tax (generated for each property class)	-	379,675	-	-	30,325		410,000
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	1.852	839,309	-	-	137,598		978,759

**MILL RATES:**

<b>Average Municipal*</b>	15.6330
<b>Average School*</b>	4.6942
<b>Potash Mill Rate</b>	-
<b>Uniform Municipal Mill Rate</b>	10.9000

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



**Town of Birch Hills**  
**Schedule of Council Remuneration**  
**For the year ended December 31, 2022**

Schedule 10

<b>Position</b>	<b>Name</b>	<b>Remuneration</b>	<b>Reimbursed Costs</b>	<b>Total</b>
Mayor	Stewart Adams	10,750	473	11,223
Councillor	Heather Knutson	4,150	-	4,150
Councillor	Dean Braaten	3,500	-	3,500
Councillor	Barry Evans	9,000	-	9,000
Councillor	Lyle Evans	9,550	345	9,895
Councillor	Owen Stubbs	10,575	383	10,958
Councillor	Graham Tweten	10,400	120	10,520
Councillor	Keith Matheson	4,125	-	4,125
Councillor	John Herd	4,875	-	4,875
<b>Total</b>		<b>66,925</b>	<b>1,321</b>	<b>68,246</b>