

TOWN OF ARCOLA
Financial Statements
December 31, 2024

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Management's Responsibility

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

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

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

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



Council



Administration

INDEPENDENT AUDITORS' REPORT

To the Mayor and Councillors
Town of Arcola

Opinion

We have audited the financial statements of the **TOWN OF ARCOLA**, which comprise the statement of financial position as at December 31, 2024 and the statements of operations, changes in net financial assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the municipality as at December 31, 2024, and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

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

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

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

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

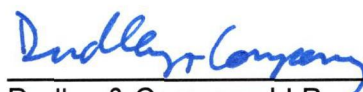
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee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

Independent Auditors' Report (continued)

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the over-ride of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the municipality's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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



Dudley & Company LLP
Chartered Professional Accountants

Regina, Saskatchewan
March 18, 2025

TOWN OF ARCOLA
Statement of Financial Position
As at December 31, 2024

Statement 1

	2024	2023
FINANCIAL ASSETS		
Cash & Cash Equivalents (Note 2)	\$ 4,382,932	\$ 4,043,326
Investments	-	-
Taxes Receivable - Municipal (Note 3)	81,053	66,687
Other Accounts Receivable (Note 4)	253,290	226,641
Assets Held for Sale	-	-
Long-Term Receivable	-	-
Other Long-Term Investments (Note 5)	2,275	1,864
Debt Charges Recoverable	-	-
Derivative Assets	-	-
Total Financial Assets	4,719,550	4,338,518
LIABILITIES		
Bank Indebtedness	-	-
Accounts Payable (Note 6)	121,531	127,360
Accrued Liabilities Payable	-	-
Derivative Liabilities	-	-
Deposits	-	33,972
Deferred Revenue (Note 7)	750	-
Asset Retirement Obligation	-	-
Liability for Contaminated Sites	-	-
Infrastructure Liability	-	-
Long-Term Debt (Note 8)	740,776	790,782
Lease Obligations	-	-
Total Liabilities	863,057	952,114
NET FINANCIAL ASSETS	3,856,493	3,386,404
Non-Financial Assets		
Tangible Capital Assets (Schedules 6, 7)	6,772,985	6,872,528
Intangible Capital Assets (Schedules 8, 9)	-	-
Prepayment and Deferred Charges	16,510	16,135
Stock and Supplies	78,245	74,882
Other (Note 9)	295,737	295,737
Total Non-Financial Assets	7,163,477	7,259,282
Accumulated Surplus (Deficit) (Schedule 10)	\$ 11,019,970	\$ 10,645,686

Accumulated surplus (deficit) is comprised of:

Accumulated surplus (deficit) excluding remeasurement gains (losses)	\$ 11,019,970	\$ 10,645,686
Accumulated remeasurement gains (losses) (Statement 5)	\$ -	\$ -

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

TOWN OF ARCOLA
Statement of Operations
For the year ended December 31, 2024

Statement 2

Revenues

2024 Budget	2024	2023
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Tax Revenue	(Schedule 1)	\$ 781,360	\$ 782,942	\$ 766,452
Other Unconditional Revenue	(Schedule 1)	247,400	244,259	225,067
Fees and Charges	(Schedule 4, 5)	653,780	644,537	714,859
Conditional Grants	(Schedule 4, 5)	181,120	133,753	94,761
Tangible Capital Assets - Gain(Loss)	(Schedule 4, 5)	-	44,605	(3,451)
Intangible Capital Assets - Gain(Loss)	(Schedule 4, 5)	-	-	-
Land Sales - Gain	(Schedule 4, 5)	-	-	-
Investment Income and Commissions	(Schedule 4, 5)	106,800	184,871	179,486
Other Revenues	(Schedule 4, 5)	4,400	55,418	31,197
Restructurings	(Schedule 4, 5)	-	-	-
Provincial/Federal Capital Grants	(Schedule 4, 5)	21,090	80,680	44,282

Total Revenues		1,995,950	2,171,065	2,052,653
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Expenses

General Government Services	(Schedule 3)	300,850	256,827	301,096
Protective Services	(Schedule 3)	51,200	50,920	48,544
Transportation Services	(Schedule 3)	568,370	453,488	329,302
Environmental and Public Health Services	(Schedule 3)	181,160	167,073	145,448
Planning and Development Services	(Schedule 3)	-	-	-
Recreation and Cultural Services	(Schedule 3)	489,620	464,544	464,488
Utility Services	(Schedule 3)	403,170	403,929	421,179

Total Expenses		1,994,370	1,796,781	1,710,057
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Surplus (Deficit) of Revenues over Expenses		1,580	374,284	342,596
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Accumulated Surplus (Deficit) excluding remeasurement gains (losses), Beginning of Year		10,645,686	10,645,686	10,303,090
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Accumulated Surplus (Deficit) excluding remeasurement gains (losses), End of Year		\$ 10,647,266	\$ 11,019,970	\$ 10,645,686
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The accompanying notes form an integral part of these financial statements.

TOWN OF ARCOLA
Statement of Changes in Net Financial Assets
For the year ended December 31, 2024

Statement 3

	2024 Budget	2024	2023
Annual Surplus (Deficit)	\$ 1,580	\$ 374,284	\$ 342,596
(Acquisition) of tangible capital assets	(226,450)	(230,392)	(373,384)
(Acquisition) of intangible capital assets	-	-	-
Amortization of tangible capital assets	316,610	309,244	308,290
Amortization of intangible capital assets	-	-	-
Proceeds of disposal of tangible capital assets	-	-	-
Proceeds of disposal of intangible capital assets	-	65,296	-
Loss (gain) on disposal of tangible capital assets	-	(44,605)	3,451
Loss (gain) on disposal of intangible capital assets	-	-	-
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (Deficit) of capital expenses over expenditures	90,160	99,543	(61,643)
(Acquisition) of supplies inventories	-	(3,363)	(4,795)
(Acquisition) of prepaid expense	-	(375)	-
(Increase) to other non-financial assets	-	-	(10,000)
Consumption of supplies inventory	-	-	-
Use of prepaid expense	-	-	6,979
Decrease to other non-financial assets	-	-	-
Surplus (Deficit) of other non-financial expenses over expenditures	-	(3,738)	(7,816)
Unrealized remeasurement gains (losses)	-	-	-
Increase/Decrease in Net Financial Assets	91,740	470,089	273,137
Net Financial Assets - Beginning of Year	3,386,404	3,386,404	3,113,267
Net Financial Assets - End of Year	\$ 3,478,144	\$ 3,856,493	\$ 3,386,404

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

TOWN OF ARCOLA
Statement of Cash Flows
For the year ended December 31, 2024

Statement 4

	2024	2023
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	\$ 374,284	\$ 342,596
Amortization	309,244	308,290
Loss (gain) on disposal of tangible capital assets	(44,605)	3,451
Loss (gain) on disposal of intangible capital assets	-	-
	638,923	654,337
Changes in assets / liabilities		
Taxes Receivable - Municipal	(14,366)	52,145
Other Receivables	(26,649)	55,095
Assets Held for Sale	-	-
Accounts and Accrued Liabilities Payable	(5,829)	(13,768)
Derivative Liabilities	-	-
Deposits	(33,972)	(600)
Deferred Revenue	750	-
Other Liabilities	-	-
Asset Retirement Obligation	-	-
Liability for Contaminated Sites	-	-
Long-Term Receivable	-	-
Stock and Supplies for Use	(3,363)	(4,795)
Prepayments and Deferred Charges	(375)	6,979
Other Non-Financial Assets	-	(10,000)
Net cash from (used for) operations	555,119	739,393
Capital:		
Cash Used to Acquire Tangible Capital Assets	(230,392)	(373,384)
Proceeds on Sale of Tangible Capital Assets	65,296	-
Net cash from (used for) capital	(165,096)	(373,384)
Investing:		
Proceeds on Disposal (Acquisition) of Investments	(411)	(543)
Other Investments	-	-
Net cash from (used for) investing	(411)	(543)
Financing:		
Debt Charges Recovered	-	-
Long-Term Debt Issued	-	-
Long-Term Debt Repaid	(50,006)	(48,456)
Other Financing	-	-
Net cash from (used for) financing	(50,006)	(48,456)
Increase (Decrease) in cash resources	339,606	317,010
Cash and Cash Equivalents - Beginning of Year	4,043,326	3,726,316
Cash and Cash Equivalents - End of Year	\$ 4,382,932	\$ 4,043,326

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

TOWN OF ARCOLA
Statement of Remeasurement Gains and Losses
As at December 31, 2024

Statement 5

	2024	2023
Accumulated remeasurement gains (losses) at the beginning of the year:	\$ -	\$ -
Unrealized gains (losses) attributable to (Note 3):		
Derivatives	-	-
Equity investments measured at fair value	-	-
Foreign exchange	-	-
	-	-
Amounts reclassified to the Statement of Operations (Note 3):		
Derivatives	-	-
Equity investments measured at fair value	-	-
Reversal of net remeasurements of portfolio investments	-	-
Foreign exchange	-	-
	-	-
Net remeasurement gains (losses) for the year	-	-
Accumulated remeasurement gains (losses) at end of year	\$ -	\$ -

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

TOWN OF ARCOLA
Notes to the Financial Statements
For the year ended December 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the municipality have been prepared by management in accordance with Canadian public sector accounting standards (PSAS) as recommended by the Chartered Professional Accountants of Canada (CPA Canada).

Significant aspects of the accounting policies adopted by the municipality are as follows:

Basis of Accounting:

The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting requires revenues to be recognized as they become available and measurable and expenses are recognized as they are incurred and measurable as a result of the receipt of goods and services and the creation of a legal obligation to pay.

(a) Reporting Entity:

The financial statements report the assets, liabilities and flow of resources of the municipality. The entity is comprised of all of the organizations that are owned or controlled by the municipality and are, therefore, accountable to the Council for the administration of their financial affairs and resources.

A partnership represents a contractual arrangement between the municipality and a party outside the reporting entity. The partners have significant, clearly defined common goals, make a financial investment in the partnership, share control of decision making, and share, on an equitable basis, the significant risks and benefits associated with the operation of the partnership.

(b) Collection of Funds for Other Authorities:

Collection of funds by the municipality for the school board are collected and remitted in accordance with relevant legislation.

(c) Government Transfers:

Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return. Government transfers are recognized as either expenses or revenues in the period that the events giving rise to the transfer occur, providing:

- a) the transfer is authorized;
- b) eligibility criteria have been met by the recipient; and
- c) a reasonable estimate of the amount can be made.

Unearned government transfer amounts received will be recorded as deferred revenue.

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

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

(d) Other (Non-Government Transfer) Contributions:

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

TOWN OF ARCOLA
Notes to the Financial Statements
For the year ended December 31, 2024

(e) Revenue:

Revenues from transactions with no performance obligations (such as fines and penalties, for example) are recognized when the municipality has the authority to claim or retain an inflow of economic resources and has identified a past transaction or event that gives rise to an asset. For each transaction with no performance obligation, the municipality recognizes revenue at its realizable value. These revenue streams are typically non-recurring in nature.

Revenues from transactions with performance obligations (such as fees for the provision of services and the sale of goods) which are enforceable promises to provide specific goods or services to the specific payor in return for promised consideration, are recognized when (or as) the municipality satisfies a performance obligation and control of the benefits associated with the goods and services have been passed to the payor. For each performance obligation, the municipality determines whether the performance obligation is satisfied over a period of time (such as the provision of often recurring items like utility or similar services, certain rentals, etc) or at a point in time (such as a non-recurring sale of supplies, custom work orders, etc). The municipality then also considers the effects of multiple performance obligations, variable consideration, the existence of significant concessionary terms and non-cash considerations when determining the consideration to be 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) 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 municipality because they can be used to provide municipal services in future periods. These assets do not normally provide resources to discharge the liabilities of the municipality unless they are sold.

(i) 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 10.

(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. Tax revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred. Requisitions from other taxing authorities operate as a flow through and are excluded from municipal revenue.

(k) Investments:

Portfolio investments are valued in accordance with the policy noted on financial instruments, less any provision for other than temporary impairment. Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment.

TOWN OF ARCOLA
Notes to the Financial Statements
For the year ended December 31, 2024

(l) Financial Instruments:

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

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

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

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

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

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

Measurement of Financial Instruments:

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

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

(m) Inventories:

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

(n) Assets Held for Sale:

Assets held for sale are recognized as a financial asset when the municipality is committed to selling the asset, the asset is in a condition to be sold, the asset can be publicly seen to be for sale, there is a market for the asset, there is a plan in place for selling the asset, and the sale is reasonably anticipated to be completed within one year of the financial statement date. Assets held for sale that don't meet all of the above criteria are instead recognized as non-financial assets.

TOWN OF ARCOLA
Notes to the Financial Statements
For the year ended December 31, 2024

(o) Tangible Capital Assets:

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

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

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

Works of Art and Other Unrecognized Assets: Assets that have a historical or cultural significance, which include works of art, monuments and other cultural artifacts are not recognized as tangible capital assets because a reasonable estimate of future benefits associated with this property cannot be made.

Capitalization of Interest: The municipality does not capitalize interest incurred while a tangible capital asset is under construction.

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

TOWN OF ARCOLA
Notes to the Financial Statements
For the year ended December 31, 2024

(p) Asset Retirement Obligation:

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

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

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

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

(q) Employee Benefit Plans:

Contributions to the municipality's defined benefit plans are expensed when contributions are due and payable. Under the defined benefit multiemployer plans, the municipality's obligations are limited to their contributions.

TOWN OF ARCOLA
Notes to the Financial Statements
For the year ended December 31, 2024

(r) Measurement Uncertainty:

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the period.

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

The "Opening Assets Costs" of tangible capital assets have been estimated where actual costs were not available.

The liability associated with asset retirement obligations are measured with reference to the best estimate of the amount required to ultimately remediate the liability at the financial statement date, the discount rate, and inflation.

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

Measurement financial instruments at the fair value and recognition and measurement of impairment of financial instruments requires the use of significant management estimates.

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

TOWN OF ARCOLA
Notes to the Financial Statements
For the year ended December 31, 2024

(s) Basis of Segmentation / Segment Report:

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

The segments (functions) are as follows:

General Government: The General Government segment provides for the administration of the municipality.

Protective Services: The Protective Services segment is comprised of items for Police and Fire protection.

Transportation Services: The Transportation Services segment is responsible for the delivery of public works services related to the development and maintenance of roadway systems and street lighting.

Environmental and Public Health: The Environmental segment provides waste disposal and other environmental services. The Public Health segment provides for items relating to public health services in the municipality.

Planning and Development: The Planning and Development segment provides for neighbourhood development and sustainability.

Recreation and Culture: The Recreation and Culture segment provides for community services through the provision of recreation and leisure services.

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

(t) Budget Information:

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on May 14, 2024.

TOWN OF ARCOLA
Notes to the Financial Statements
For the year ended December 31, 2024

(u) New Accounting Policies Adopted During the Year

PS 3400 Revenue, a new standard establishing guidance on how to account for and report on revenue. The standard provides a framework for recognizing, measuring and reporting revenues that arise from transactions that include performance obligations and transactions that do not have performance obligations. Performance obligations are enforceable promises to provide specific goods or services to a specific payer. During the year, the municipality adopted a new accounting policy with respect to recording revenue. The municipality now accounts for such transactions using the prospective application. As a result of this adoption, it has not resulted in any impact to the financial statements.

PSG-8 Purchased Intangibles, provides guidance on accounting for and reporting on purchased intangible capital assets. It provides clarity on the recognition criteria, along with instances of assets that would not meet the definition of such. Application may be made either retroactively or prospectively in accordance with PS 2120 Accounting Changes. During the year, the municipality adopted a new accounting policy with respect to recording purchased intangible capital assets. The municipality now accounts for such transaction using the modified retroactive application. As a result of this adoption, it has not resulted in any impact to the financial statements.

PS 3160 Public Private Partnerships, a new standard establishing guidance on how to account for and report on partnerships between public and private sector entities. Specifically those in which the entity in the public sector procures infrastructure in conjunction with a private sector entity. In these scenarios the private sector entity must have obligations to design, build, acquire or improve existing infrastructure. Furthermore they must also finance the transaction past the point in which the asset is initially ready for use along with operating and/or maintaining such on an ongoing basis. The standard may be applied either retroactively (with or without prior period restatement) or prospectively. As a result of this adoption, it has not resulted in any impact to the financial statements.

TOWN OF ARCOLA
Notes to the Financial Statements
For the year ended December 31, 2024

2. Cash and Cash Equivalents	2024	2023
Cash	\$ 4,382,132	\$ 4,042,526
Petty cash	800	800
Total Cash and Cash Equivalents	\$ 4,382,932	\$ 4,043,326

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

3. Taxes Receivable	2024	2023
Municipal - Current	\$ 56,146	\$ 45,657
- Arrears	29,407	25,530
	85,553	71,187
- Less Allowance for Uncollectables	(4,500)	(4,500)
Total Municipal Taxes Receivable	81,053	66,687

School - Current	16,625	14,918
- Arrears	7,150	4,534
Total School Taxes Receivable	23,775	19,452

Other	-	-
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Total Taxes Receivable	104,828	86,139
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Deduct taxes to be collected on behalf of other organizations	(23,775)	(19,452)
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Total Taxes Receivable - Municipal	\$ 81,053	\$ 66,687
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4. Other Accounts Receivable	2024	2023
Trade receivables	\$ 59,103	\$ 51,088
Federal government	-	6,021
Provincial government	18,719	6,463
GST receivable	9,885	8,730
Local government	75,631	54,972
Arcola Fair Society	30,000	37,500
Utility accounts receivable	62,908	64,823
Total Other Accounts Receivable	256,246	229,597
Less Allowance for Uncollectables	(2,956)	(2,956)
Net Other Accounts Receivable	\$ 253,290	\$ 226,641

TOWN OF ARCOLA
Notes to the Financial Statements
For the year ended December 31, 2024

5. Other Long-Term Investments

	2024	2023
Moose Mountain Health Care Corporation	\$ 100,000	\$ 100,000
Valuation allowance	(100,000)	(100,000)
Co-op equity	2,275	1,864
Total Other Long-Term Investments	\$ 2,275	\$ 1,864

6. Accounts Payable

	2024	2023
Trade payables	\$ 42,181	\$ 32,001
Local government	14,184	14,184
PST payable	3,083	6,140
Vacation payable	6,587	7,888
Source deductions payable	51	731
School collections	47,587	58,027
Accrued interest	7,858	8,389
Total Accounts Payable	\$ 121,531	\$ 127,360

7. Deferred Revenue

	2024	2023
Building permits	\$ 750	\$ -
Total Deferred Revenue	\$ 750	\$ -

8. Long-Term Debt

The debt limit of the municipality is \$1,494,071. 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)).

a) Debenture debt is repayable at \$75,311 annually with principal and interest, interest at 3.2%.
Matures September 2036

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2024	\$ -	\$ -	\$ -	\$ 50,006
2025	51,606	23,705	75,311	51,606
2026	53,258	22,053	75,311	53,258
2027	54,962	20,349	75,311	54,962
2028	56,721	18,590	75,311	56,721
2029	58,536	16,775	75,311	58,536
Thereafter	465,693	61,486	527,179	465,693
Balance	\$ 740,776	\$ 162,958	\$ 903,734	\$ 790,782

9. Other Non-Financial Assets

	2024	2023
Municipal share of tax title property, net of partial allowance of \$18,341	\$ 10,000	\$ 10,000
Other land for resale	285,737	285,737
Total Other Non-Financial Assets	\$ 295,737	\$ 295,737

TOWN OF ARCOLA
Notes to the Financial Statements
For the year ended December 31, 2024

10. Pension Plan

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. Employees and employers each make plan contributions of 9% of salary (subject to an annually adjusted maximum pensionable earnings amount). The municipality's pension expense in 2024 was \$29,718 (2023 - \$29,034). The benefits accrued to the municipality's employees from MEPP are calculated using the following: pensionable years of service, highest average salary, and the plan accrual rate.

Every three years, an actuarial valuation is performed to assess the financial position of the plan and the adequacy of plan funding. Any actuarially determined deficiency is the responsibility of the participating employers and employees, which could affect future contribution rates and/or benefits. Contributions to MEPP are not segregated in separate accounts or restricted to provide benefits to the employees of a particular employer. As a result, individual employers are not able to identify their share of the underlying assets and liabilities, and the net pension assets or liabilities for the plan are not recognized in these financial statements. Rather, the plan is accounted for as a defined contribution plan where the contributions are expensed when made.

The most recent available information reports, in total, plan assets of \$3,602,822,000, plan liabilities, including pension obligations, of \$2,441,485,000, and a resulting surplus of \$1,161,337,000.

11. Related Parties

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

12. Risk Management

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

Credit Risk

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

Liquidity Risk

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

Market Risk

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

Interest Rate Risk

Interest rate risk is the risk that future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The municipality is exposed to interest rate price risk on its long term debt that has a fixed interest rate. The interest rate and maturity date of the debt is disclosed in Note 8.

TOWN OF ARCOLA
Notes to the Financial Statements
For the year ended December 31, 2024

Currency Risk

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

Other Price Risk

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

TOWN OF ARCOLA
Schedule of Taxes and Other Unconditional Revenue
For the year ended December 31, 2024

Schedule 1

	2024 Budget	2024	2023
TAXES			
General municipal tax levy	\$ 806,720	\$ 806,721	\$ 791,022
Abatements and adjustments	(5,000)	-	(8,609)
Discount on current year taxes	(29,110)	(32,532)	(28,725)
Net Municipal Taxes	772,610	774,189	753,688
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	8,750	8,753	10,919
Special tax levy	-	-	1,845
Other -	-	-	-
Total Taxes	781,360	782,942	766,452
UNCONDITIONAL GRANTS			
Revenue Sharing	178,020	178,022	155,684
Organized Hamlet	-	-	-
Other -	-	-	-
Total Unconditional Grants	178,020	178,022	155,684
GRANTS IN LIEU OF TAXES			
Federal	1,470	1,498	1,475
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	-	-	-
Central Services	-	-	-
SaskTel	1,610	1,642	1,613
Other -	-	-	-
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other -	-	-	-
Other Government Transfers			
S.P.C. Surcharge	44,850	43,648	44,849
SaskEnergy Surcharge	21,450	19,449	21,446
Other -	-	-	-
Total Grants in Lieu of Taxes	69,380	66,237	69,383
TOTAL OTHER UNCONDITIONAL REVENUE	247,400	244,259	225,067
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 1,028,760	\$ 1,027,201	\$ 991,519

TOWN OF ARCOLA

Schedule of Operating and Capital Revenue by Function For the year ended December 31, 2024

Schedule 2-1

GENERAL GOVERNMENT SERVICES

Operating

	2024 Budget	2024	2023
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 4,590	\$ 8,592	\$ 4,951
- Sales of supplies	-	-	-
- Other - Sign corridor	4,800	5,000	4,800
Total Fees and Charges	9,390	13,592	9,751
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain	-	-	-
- Investment income and commissions	106,800	184,871	179,486
- Other - Mineral lease	1,840	1,839	-
Total Other Segmented Revenue	118,030	200,302	189,237
Conditional Grants			
- Student Employment	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	118,030	200,302	189,237

Capital

Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total General Government Services	\$ 118,030	\$ 200,302	\$ 189,237

PROTECTIVE SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Other - Fees and fines	\$ 3,930	\$ 2,458	\$ 3,931
Total Fees and Charges	3,930	2,458	3,931
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Other - Donations and insurance proceeds	-	-	-
Total Other Segmented Revenue	3,930	2,458	3,931
Conditional Grants			
- Student Employment	-	-	-
- Local Government	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	3,930	2,458	3,931

Capital

Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Local Government	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total Protective Services	\$ 3,930	\$ 2,458	\$ 3,931

TOWN OF ARCOLA

Schedule of Operating and Capital Revenue by Function For the year ended December 31, 2024

Schedule 2-2

	2024 Budget	2024	2023
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 720	\$ 280	\$ 722
- Sales of supplies	-	-	-
- Road maintenance, restoration agreements	-	-	-
- Frontage	-	-	-
- Other -	-	-	-
Total Fees and Charges	720	280	722
- Tangible capital asset sales - gain (loss)	-	44,605	(3,451)
- Intangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	720	44,885	(2,729)
Conditional Grants			
- RIRG (CTP)	-	-	-
- Student Employment	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	720	44,885	(2,729)
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- RIRG (CTP, Bridge/ Large Culvert, Rd Const)	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other - SGI	-	18,402	-
Total Capital	-	18,402	-
Restructuring Revenues/Expenses	-	-	-
Total Transportation Services	\$ 720	\$ 63,287	\$ (2,729)

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and disposal fees	\$ 75,860	\$ 76,097	\$ 75,858
- Other - Cemetery plot sales	600	900	900
Total Fees and Charges	76,460	76,997	76,758
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Other - Donations	-	36,927	3,705
Total Other Segmented Revenue	76,460	113,924	80,463
Conditional Grants			
- MMSW	16,150	16,146	16,146
- Pest Control	-	-	-
- Local Government	-	-	-
- Other - Student employment	1,820	1,960	1,820
Total Conditional Grants	17,970	18,106	17,966
Total Operating	94,430	132,030	98,429
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- TAPD	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total Environmental and Public Health Services	\$ 94,430	\$ 132,030	\$ 98,429

TOWN OF ARCOLA

Schedule of Operating and Capital Revenue by Function For the year ended December 31, 2024

Schedule 2-3

	2024 Budget	2024	2023
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and development charges	\$ -	\$ -	\$ -
- Other - Trailer fees	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total Planning and Development Services	\$ -	\$ -	\$ -

RECREATION AND CULTURAL SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Other - Recreation fees	\$ 184,000	\$ 177,539	\$ 243,258
Total Fees and Charges	184,000	177,539	243,258
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Other - Donations	2,560	16,652	27,492
Total Other Segmented Revenue	186,560	194,191	270,750
Conditional Grants			
- SIGA	-	500	46
- Local Government	103,670	70,640	47,069
- Sask Lotteries	7,020	8,968	7,020
- Cornerstone Credit Union	25,000	3,210	-
- Community Initiatives	7,460	9,879	7,660
- Other - Recreation Director	20,000	22,450	15,000
Total Conditional Grants	163,150	115,647	76,795
Total Operating	349,710	309,838	347,545
Capital			
Conditional Grants			
- Canada Community Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Local Government	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other - Cornerstone Credit Union	-	21,790	-
Total Capital	-	21,790	-
Restructuring Revenues/Expenses	-	-	-
Total Recreation and Cultural Services	\$ 349,710	\$ 331,628	\$ 347,545

TOWN OF ARCOLA
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2024

Schedule 2-4

	2024 Budget	2024	2023
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	\$ 190,050	\$ 186,307	\$ 189,055
- Sewer	188,580	187,065	190,736
- Other - Pump house sales and connection fees	650	299	648
Total Fees and Charges	379,280	373,671	380,439
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	379,280	373,671	380,439
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	379,280	373,671	380,439
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	21,090	40,488	44,282
- ICIP	-	-	-
- New Building Canada Fund (SCF, NRP)	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	21,090	40,488	44,282
Restructuring Revenues/Expenses	-	-	-
Total Utility Services	\$ 400,370	\$ 414,159	\$ 424,721

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 967,190	\$ 1,143,864	\$ 1,061,134
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SUMMARY

Total Other Segmented Revenue	\$ 764,980	\$ 929,431	\$ 922,091
Total Conditional Grants	181,120	133,753	94,761
Total Capital Grants and Contributions	21,090	80,680	44,282
Restructuring Revenue	-	-	-

TOTAL REVENUE BY FUNCTION	\$ 967,190	\$ 1,143,864	\$ 1,061,134
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TOWN OF ARCOLA
Schedule of Total Expenses by Function
-For the year ended December 31, 2024

Schedule 3-1

	2024 Budget	2024	2023
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 26,630	\$ 20,404	\$ 19,591
Wages and benefits	106,210	100,591	100,506
Professional/Contractual services	112,900	82,786	116,900
Utilities	9,780	7,814	8,172
Maintenance, materials, and supplies	27,850	24,918	26,346
Grants and contributions - operating	3,000	-	2,861
- capital	-	-	-
Amortization of tangible capital assets	12,980	12,985	11,374
Amortization of intangible capital assets	-	-	-
Interest	1,500	1,265	3,108
Accretion of asset retirement obligations	-	-	-
Allowance for uncollectables	-	6,064	12,238
Other -	-	-	-
Total General Government Services	\$ 300,850	\$ 256,827	\$ 301,096

PROTECTIVE SERVICES

Police Protection

Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	37,000	37,624	36,567
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Other -	-	-	-

Fire Protection

Wages and benefits	-	-	-
Professional/Contractual services	5,000	4,049	2,777
Utilities	-	-	-
Maintenance, materials, and supplies	-	47	-
Grants and contributions - operating	6,000	6,000	6,000
- capital	-	-	-
Amortization of tangible capital assets	3,200	3,200	3,200
Amortization of intangible capital assets	-	-	-
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other -	-	-	-

Total Protective Services	\$ 51,200	\$ 50,920	\$ 48,544
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TRANSPORTATION SERVICES

Wages and benefits	\$ 101,850	\$ 103,189	\$ 100,590
Council remuneration and travel	-	-	-
Professional/Contractual services	321,570	222,789	101,480
Utilities	25,800	22,364	23,181
Maintenance, materials, and supplies	34,950	26,216	27,377
Gravel	15,000	16,507	6,877
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization of tangible capital assets	69,200	62,423	69,797
Amortization of intangible capital assets	-	-	-
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other -	-	-	-

Total Transportation Services	\$ 568,370	\$ 453,488	\$ 329,302
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TOWN OF ARCOLA
Schedule of Total Expenses by Function
For the year ended December 31, 2024

Schedule 3-2

	2024 Budget	2024	2023
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	\$ 23,020	\$ 21,012	\$ 21,247
Professional/Contractual services	87,000	82,158	76,259
Utilities	-	-	-
Maintenance, materials, and supplies	12,500	4,240	-
Grants and contributions - operating	-	-	-
- Waste disposal	-	-	-
- Public health	47,490	47,592	37,200
- capital	-	-	-
- Waste disposal	-	-	-
- Public health	-	-	-
Amortization of tangible capital assets	10,200	10,189	10,189
Amortization of intangible capital assets	-	-	-
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other - Housing Deficit & Doctor Trailer	950	1,882	553
Total Environmental and Public Health Services	\$ 181,160	\$ 167,073	\$ 145,448

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

RECREATION AND CULTURAL SERVICES			
Wages and benefits	\$ 135,540	\$ 118,981	\$ 117,425
Professional/Contractual services	84,590	96,861	89,144
Utilities	81,950	74,067	79,533
Maintenance, materials, and supplies	95,700	84,553	91,674
Grants and contributions - operating	14,480	13,290	10,405
- capital	-	-	-
Amortization of tangible capital assets	77,360	76,792	76,307
Amortization of intangible capital assets	-	-	-
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Allowance for uncollectables	-	-	-
Other -	-	-	-
Total Recreation and Cultural Services	\$ 489,620	\$ 464,544	\$ 464,488

TOWN OF ARCOLA
Schedule of Total Expenses by Function
For the year ended December 31, 2024

Schedule 3-3

	2024 Budget	2024	2023
UTILITY SERVICES			
Wages and benefits	\$ 110,960	\$ 103,828	\$ 103,245
Professional/Contractual services	64,310	46,482	112,116
Utilities	17,580	17,358	16,723
Maintenance, materials, and supplies	41,340	67,831	21,230
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization of tangible capital assets	143,670	143,655	137,423
Amortization of intangible capital assets	-	-	-
Interest	25,310	24,775	26,342
Accretion of asset retirement obligation	-	-	-
Allowance for uncollectables	-	-	4,100
Other -	-	-	-
Total Utility Services	\$ 403,170	\$ 403,929	\$ 421,179
TOTAL EXPENSES BY FUNCTION	\$ 1,994,370	\$ 1,796,781	\$ 1,710,057

TOWN OF ARCOLA
Schedule of Segment Disclosure by Function
For the year ended December 31, 2024

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 13,592	\$ 2,458	\$ 280	\$ 76,997	\$ -	\$ 177,539	\$ 373,671	\$ 644,537
Tangible Capital Asset Sales - Gain(Loss)	-	-	44,605	-	-	-	-	44,605
Investment Income and Commissions	184,871	-	-	-	-	-	-	184,871
Other Revenues	1,839	-	-	36,927	-	16,652	-	55,418
Grants - Conditional	-	-	-	18,106	-	115,647	-	133,753
- Capital	-	-	18,402	-	-	21,790	40,488	80,680
Total Revenues	200,302	2,458	63,287	132,030	-	331,628	414,159	1,143,864
Expenses (Schedule 3)								
Wages and Benefits	120,995	-	103,189	21,012	-	118,981	103,828	468,005
Professional / Contractual Services	82,786	41,673	222,789	82,158	-	96,861	46,482	572,749
Utilities	7,814	-	22,364	-	-	74,067	17,358	121,603
Maintenance, Materials, and Supplies	24,918	47	42,723	4,240	-	84,553	67,831	224,312
Grants and Contributions	-	6,000	-	47,592	-	13,290	-	66,882
Amortization of Tangible Capital Assets	12,985	3,200	62,423	10,189	-	76,792	143,655	309,244
Interest	1,265	-	-	-	-	-	24,775	26,040
Allowance for Uncollectables	6,064	-	-	-	-	-	-	6,064
Other	-	-	-	1,882	-	-	-	1,882
Total Expenses	256,827	50,920	453,488	167,073	-	464,544	403,929	1,796,781
Surplus (Deficit) by Function	\$ (56,525)	\$ (48,462)	\$ (390,201)	\$ (35,043)	\$ -	\$ (132,916)	\$ 10,230	\$ (652,917)

Taxation and Other Unconditional Revenue (Schedule 1) \$ 1,027,201

Net Surplus (Deficit) \$ 374,284

TOWN OF ARCOLA
Schedule of Segment Disclosure by Function
For the year ended December 31, 2023

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 9,751	\$ 3,931	\$ 722	\$ 76,758	\$ -	\$ 243,258	\$ 380,439	\$ 714,859
Tangible Capital Asset Sales - Gain(Loss)	-	-	(3,451)	-	-	-	-	(3,451)
Investment Income and Commissions	179,486	-	-	-	-	-	-	179,486
Other Revenues	-	-	-	3,705	-	27,492	-	31,197
Grants - Conditional	-	-	-	17,966	-	76,795	-	94,761
- Capital	-	-	-	-	-	-	44,282	44,282
Total Revenues	189,237	3,931	(2,729)	98,429	-	347,545	424,721	1,061,134
Expenses (Schedule 3)								
Wages and Benefits	120,097	-	100,590	21,247	-	117,425	103,245	462,604
Professional / Contractual Services	116,900	39,344	101,480	76,259	-	89,144	112,116	535,243
Utilities	8,172	-	23,181	-	-	79,533	16,723	127,609
Maintenance, Materials, and Supplies	26,346	-	34,254	-	-	91,674	21,230	173,504
Grants and Contributions	2,861	6,000	-	37,200	-	10,405	-	56,466
Amortization of Tangible Capital Assets	11,374	3,200	69,797	10,189	-	76,307	137,423	308,290
Interest	3,108	-	-	-	-	-	26,342	29,450
Allowance for Uncollectables	12,238	-	-	-	-	-	4,100	16,338
Other	-	-	-	553	-	-	-	553
Total Expenses	301,096	48,544	329,302	145,448	-	464,488	421,179	1,710,057
Surplus (Deficit) by Function	\$ (111,859)	\$ (44,613)	\$ (332,031)	\$ (47,019)	\$ -	\$ (116,943)	\$ 3,542	\$ (648,923)

Taxation and Other Unconditional Revenue (Schedule 1) \$ 991,519

Net Surplus (Deficit) **\$ 342,596**

TOWN OF ARCOLA
Schedule of Tangible Capital Assets by Object
For the year ended December 31, 2024

Schedule 6

2024							2023		
General Assets					Infrastructure Assets		General / Infrastructure Assets Under Construction	Total	Total
Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets	Public Private Partnerships			
\$ 20,585	\$ 3,254,134	\$ 3,354,435	\$ 178,965	\$ 707,788	\$ 4,213,927	\$ -	\$ -	\$ 11,729,834	\$ 11,359,901
5,723	-	5,430	-	188,061	31,178	-	-	230,392	373,384
-	-	-	-	(52,818)	-	-	-	(52,818)	(3,451)
-	-	-	-	-	-	-	-	-	-
\$ 26,308	\$ 3,254,134	\$ 3,359,865	\$ 178,965	\$ 843,031	\$ 4,245,105	\$ -	\$ -	\$ 11,907,408	\$ 11,729,834
\$ -	\$ 417,644	\$ 1,677,356	\$ 161,315	\$ 418,978	\$ 2,182,013	\$ -	\$ -	\$ 4,857,306	\$ 4,549,016
-	84,421	87,798	4,041	37,386	95,598	-	-	309,244	308,290
-	-	-	-	(32,127)	-	-	-	(32,127)	-
\$ -	\$ 502,065	\$ 1,765,154	\$ 165,356	\$ 424,237	\$ 2,277,611	\$ -	\$ -	\$ 5,134,423	\$ 4,857,306
\$ 26,308	\$ 2,752,069	\$ 1,594,711	\$ 13,609	\$ 418,794	\$ 1,967,494	\$ -	\$ -	\$ 6,772,985	\$ 6,872,528

1. Total contributed/donated assets received in 2024: \$ -
2. List of assets recognized at nominal value in 2024 are:
 - Infrastructure assets \$ -
 - Vehicles \$ -
 - Machinery and Equipment \$ -
3. Amount of interest capitalized in 2024: \$ -

TOWN OF ARCOLA
Schedule of Tangible Capital Assets by Function
For the year ended December 31, 2024

Schedule 7

	2024								2023
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
Asset Cost									
Opening Asset Costs	\$ 328,998	\$ 208,990	\$ 2,286,626	\$ 418,609	\$ 18,587	\$ 2,599,946	\$ 5,868,078	\$ 11,729,834	\$ 11,359,901
Additions during the year	5,723	-	186,332	2,291	-	30,958	5,088	230,392	373,384
Disposals and write-downs during the year	-	-	(52,818)	-	-	-	-	(52,818)	(3,451)
Closing Asset Costs	\$ 334,721	\$ 208,990	\$ 2,420,140	\$ 420,900	\$ 18,587	\$ 2,630,904	\$ 5,873,166	\$ 11,907,408	\$ 11,729,834
Accumulated Amortization									
Opening Accum. Amort. Costs	\$ 242,322	\$ 203,914	\$ 1,453,730	\$ 165,229	\$ -	\$ 1,353,106	\$ 1,439,005	\$ 4,857,306	\$ 4,549,016
Add: Amortization taken	12,985	3,200	62,423	10,189	-	76,792	143,655	309,244	308,290
Less: Accum. Amort. on Disposals	-	-	(32,127)	-	-	-	-	(32,127)	-
Closing Accumulated Amortization	\$ 255,307	\$ 207,114	\$ 1,484,026	\$ 175,418	\$ -	\$ 1,429,898	\$ 1,582,660	\$ 5,134,423	\$ 4,857,306
Net Book Value	\$ 79,414	\$ 1,876	\$ 936,114	\$ 245,482	\$ 18,587	\$ 1,201,006	\$ 4,290,506	\$ 6,772,985	\$ 6,872,528

TOWN OF ARCOLA
Schedule of Intangible Capital Assets by Object
For the year ended December 31, 2024

Schedule 8

	2024						2023	
	General Intangible Assets							
	Patents	Trademarks	Copyrights	Customer Relationships	Goodwill	Other	Intangibles under development	Total
Asset Cost								
Opening Asset Costs	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Additions during the year	-	-	-	-	-	-	-	-
Disposals and write downs during the year	-	-	-	-	-	-	-	-
Transfers (from) assets under development	-	-	-	-	-	-	-	-
Closing Asset Costs	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accumulated Amortization								
Opening Accum. Amort. Cost	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Add: Amortization taken	-	-	-	-	-	-	-	-
Less: Accum. Amort. on Disposals	-	-	-	-	-	-	-	-
Closing Accumulated Amort.	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Book Value	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

TOWN OF ARCOLA
Schedule of Intangible Capital Assets by Function
For the year ended December 31, 2024

Schedule 9

	2024								2023
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
Asset Cost									
Opening Asset Costs	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Additions during the year	-	-	-	-	-	-	-	-	-
Disposals and write-downs during the year	-	-	-	-	-	-	-	-	-
Closing Asset Costs	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accumulated Amortization									
Opening Accum. Amort. Costs	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Add: Amortization taken	-	-	-	-	-	-	-	-	-
Less: Accum. Amort. on Disposals	-	-	-	-	-	-	-	-	-
Closing Accumulated Amortization	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Book Value	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

TOWN OF ARCOLA
Schedule of Accumulated Surplus
For the year ended December 31, 2024

Schedule 10

	2023	Changes	2024
UNAPPROPRIATED SURPLUS	\$ 2,322,347	\$ 66,146	\$ 2,388,493

APPROPRIATED RESERVES

Future Expenditure/Capital Reserve	183,996	173,748	357,744
CCBF (Gas Tax) Reserve	-	19,545	19,545
Healthcare Reserve	113,353	-	113,353
Prairie Place Reserve	40,516	-	40,516
Recreation Capital Reserve	47,605	28,057	75,662
Health Reserve	100,000	-	100,000
Equipment Reserve	114,241	34,051	148,292
Cemetery Reserve	108,325	441	108,766
Municipal Reserve	30,202	-	30,202
General Reserve	66,233	-	66,233
Paving Reserve	100,000	(14,740)	85,260
Cemetery Beautification Reserve	34,704	34,289	68,993
Utility Reserve	948,425	41,112	989,537
Sewer Reserve	353,993	41,172	395,165

Total Appropriated	2,241,593	357,675	2,599,268
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NET INVESTMENT IN TANGIBLE CAPITAL ASSETS

Tangible Capital Assets (Schedule 6, 7)	6,872,528	(99,543)	6,772,985
Intangible Capital Assets (Schedule 8, 9)	-	-	-
Less: Related debt	(790,782)	50,006	(740,776)

Net Investment in Tangible Capital Assets	6,081,746	(49,537)	6,032,209
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OTHER	-	-	-
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Total Accumulated Surplus	\$ 10,645,686	\$ 374,284	\$ 11,019,970
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TOWN OF ARCOLA
Schedule of Mill Rates and Assessments
For the year ended December 31, 2024

Schedule 11

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	\$ 282,005	\$ 44,610,480	\$ -	\$ -	\$ 15,504,255	\$ -	\$ 60,396,740
Regional Park Assessment							-
Total Assessment							60,396,740
Mill Rate Factor(s)	1.500	0.950	-	-	1.300		
Total Base Tax	1,250	381,120	-	-	46,600		428,970
Total Municipal Tax Levy	\$ 3,788	\$ 635,400	\$ -	\$ -	\$ 167,533		\$ 806,721

MILL RATES:	MILLS
Average Municipal*	13.357
Average School*	5.121
Potash Mill Rate	-
Uniform Municipal Mill Rate	6.000

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

TOWN OF ARCOLA
Schedule of Council Remuneration
For the year ended December 31, 2024

Schedule 12

Name	Remuneration	Reimbursed Costs	Total
Scott Tessier	\$ 3,950	\$ 380	\$ 4,330
Michael Boulet	2,000	-	2,000
Elaine Hislop	2,225	-	2,225
Sheila Sim	2,425	-	2,425
Mike Waelchli	1,750	-	1,750
Geordan Workman	1,525	-	1,525
Jennifer Wotta	1,575	-	1,575
Total	\$ 15,450	\$ 380	\$ 15,830