

Annual Financial Statements

And Supporting Schedules

For The

Town of Unity

As at December 31, 2022

Management's Responsibility for Financial Reporting

The financial statements of Town of Unity have been prepared in accordance with Canadian public sector accounting standards (PSAS). When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances. These statements include certain amounts based on management's estimates and judgments. Management has determined such amounts based on a reasonable basis in order to ensure that the financial statements are presented fairly in all material respects.


The integrity and reliability of Town of Unity's reporting systems are achieved through the use of formal policies and procedures, the careful selection of employees and an appropriate division of responsibilities. These systems are designed to provide reasonable assurance that the financial information is reliable and accurate.

The Council is responsible for ensuring that management fulfills its responsibility for financial reporting and is ultimately responsible for reviewing and approving the financial statements. The Council is composed of elected officials, who are not employees of the municipality, and meets periodically with management to review significant accounting, reporting and internal control matters. The Council is also responsible for the approval of the engagement or re-appointment of the external auditors.

The financial statements have been audited on behalf of the members by HRO Chartered Professional Accountants, in accordance with Canadian public sector accounting standards.

June 27, 2023

Date


Reeve/Mayor


CFO/Administrator



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INDEPENDENT AUDITOR'S REPORT

To the Members of Town of Unity

Qualified Opinion

We have audited the financial statements of Town of Unity (the organization), which comprise the statement of financial position as at December 31, 2022, and the statements of operations, changes in accumulated surplus, changes in net financial assets (debt) and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the organization as at December 31, 2022, and the results of its operations and cash flows for the year then ended in accordance with Canadian public sector accounting standards (PSAS)

Basis for Qualified Opinion

The municipality has interests in Unity Medical Arts Ltd. the Unity Rural Fire Association which are government partnerships (Note 1a). The municipality has not recorded these interests in its financial statements using the proportionate consolidation method, which constitutes a departure from Canadian Public Sector Accounting Standards. The effect on the financial statements has not been determined for the fiscal 2022 and 2021 years. Our audit opinion on the financial statements for the year ended December 31, 2022 was modified accordingly because of the possible effects of this limitation of scope.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the organization in accordance with 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 qualified audit 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 PSAS, 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 organization'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 organization or to cease operations, or has no realistic alternative but to do so.

(continues)

LORALIE A. RAICHE, CPA, CA, CFP®
DALLAN D. OBERG, CPA, CA*

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Independent Auditor's Report to the To the Members of Town of Unity *(continued)*

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the organization'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 organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the organization 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.

HRO

North Battleford, Saskatchewan
June 27, 2023

Chartered Professional Accountants

Town of Unity
Statement of Financial Position
As at December 31, 2022

Statement 1

Re-stated

	2022	2021
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	\$ 2,801,419	\$ 1,747,808
Taxes Receivable - Municipal (Note 3)	282,250	307,460
Other Accounts Receivable (Note 4)	502,700	494,488
Assets Held for Sale (Note 5)	620,494	620,494
Long-term Investments (Note 6)	76,568	77,677
Debt Charges Recoverable		
Other (Specify)		
Total Financial Assets	4,283,431	3,247,927
LIABILITIES		
Bank Indebtedness (Note 7)		
Accounts Payable	766,312	173,705
Accrued Liabilities Payable	905	
Deposits	106,758	155,855
Deferred Revenue		
Accrued Landfill Costs (Note 8)	370,539	359,746
Liability for Contaminated Sites (Note 9)	210,870	207,754
Other Liabilities		
Long-term Debt (Note 10)	476,661	1,264,036
Lease Obligations		2,989
Total Liabilities	1,932,045	2,164,085
NET FINANCIAL ASSETS (DEBT)	2,351,386	1,083,842
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6. 7)	18,318,052	18,504,852
Prepayments and Deferred Charges	25,713	41,730
Stock and Supplies	8,025	7,038
Other		
Total Non-Financial Assets	18,351,790	18,553,620
Accumulated Surplus (Deficit) (Schedule 8)	\$ 20,703,176	\$ 19,637,462

Contingent Liabilities (Note 11)

The accompanying notes and schedules are an integral part of these statements.

Town of Unity
Statement of Operations
As at December 31, 2022

Statement 2
Re-stated

	2022 Budget	2022	2021
Revenues			
Taxes and Other Unconditional Revenue (Schedule 1)	\$ 2,888,000	\$ 3,040,708	\$ 3,053,897
Fees and Charges (Schedule 4, 5)	1,818,380	2,059,255	1,946,242
Conditional Grants (Schedule 4, 5)	75,900	93,142	155,350
Tangible Capital Asset Sales - Gain (Loss) (Schedule 4, 5)		11,884	9,523
Land Sales - Gain (Loss) (Schedule 4, 5)			50,598
Investment Income and Commissions (Schedule 4, 5)	5,200	39,227	21,417
Restructurings (Schedule 4, 5)			
Other Revenues (Schedule 4, 5)	39,750	43,954	74,247
Total Revenues	4,827,230	5,288,170	5,311,274

Expenses			
General Government Services (Schedule 3)	627,960	638,758	646,899
Protective Services (Schedule 3)	387,960	398,678	365,241
Transportation Services (Schedule 3)	873,640	1,212,237	1,260,797
Environmental and Public Health Services (Schedule 3)	283,710	238,051	256,155
Planning and Development Services (Schedule 3)	142,300	44,360	89,381
Recreation and Cultural Services (Schedule 3)	713,660	983,848	959,377
Utility Services (Schedule 3)	802,290	803,990	1,236,787
Restructurings (Schedule 3)			
Total Expenses	3,831,520	4,319,922	4,814,637

Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	995,710	968,248	496,637
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Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	5,000	97,466	319,520
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Surplus (Deficit) of Revenues over Expenses	\$ 1,000,710	1,065,714	816,157
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Accumulated Surplus (Deficit), Beginning of Year		19,637,462	18,821,305
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Accumulated Surplus (Deficit), End of Year		\$ 20,703,176	\$ 19,637,462
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The accompanying notes and schedules are an integral part of these statements.

Town of Unity
Statement of Change in Net Financial Assets (Debt)
As at December 31, 2022

Statement 3

	2022 Budget	2022	2021
			<i>Re-stated</i>
Surplus (Deficit)	\$ 1,000,710	\$ 1,065,714	\$ 816,157
(Acquisition) of tangible capital assets		(864,959)	(1,628,666)
Amortization of tangible capital assets		973,698	965,327
Proceeds on disposal of tangible capital assets		89,944	24,002
Loss (gain) on the disposal of tangible capital assets		(11,884)	(9,523)
Transfer of Assets/Liabilities in Restructuring Transactions			
Surplus (Deficit) of capital revenue over expenditures		186,799	(648,860)
(Acquisition) of supplies inventories		(986)	(1,764)
(Acquisition) of prepaid expense			(41,547)
Consumption of supplies inventories			
Use of prepaid expense		16,017	
Surplus (Deficit) of expenses of other non-financial over expenditures		15,031	(43,311)
Increase (Decrease) in Net Financial Assets	\$ 1,000,710	1,267,544	123,986
Net Financial Assets - Beginning of Year		1,083,842	959,856
Net Financial Assets (Debt) - End of Year		\$ 2,351,386	\$ 1,083,842

The accompanying notes and schedules are an integral part of these statements.

Town of Unity
Statement of Cash Flow
As at December 31, 2022

Statement 4
Re-stated

	2022	2021
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	\$ 1,065,714	\$ 816,157
Amortization	973,698	965,327
Loss (gain) on disposal of tangible capital assets	(11,884)	(9,523)
	<u>2,027,528</u>	<u>1,771,961</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	25,210	(205,965)
Other Receivables	(8,212)	210,730
Assets Held for Sale		38,103
Other Financial Assets		
Accounts and Accrued Liabilities Payable	593,512	(354,633)
Deposits	(49,097)	80,523
Deferred Revenue		
Accrued Landfill costs	10,793	10,478
Liability for Contaminated Sites	3,116	3,070
Other Liabilities		
Stock and Supplies for Use	(986)	(1,764)
Prepayments and Deferred Charges	16,017	(41,547)
Other (Specify)		
Cash provided by (applied to) operating transactions	2,617,881	1,510,956
Capital:		
Acquisition of Tangible Capital Assets	(864,959)	(1,628,666)
Proceeds on the Sale of Tangible Capital Assets	89,944	24,002
Other Capital		
Cash provided by (applied to) capital transactions	(775,015)	(1,604,664)
Investing:		
Acquisition of Investments	1,109	
Proceeds on the Disposal of Investments		
Other Investments		
Cash provided by (applied to) investing transactions	1,109	
Financing:		
Debt Charges Recovered		
Proceeds from Long-Term Debt Issues		
Long-Term Debt Repayment	(787,375)	(225,260)
Other Financing	(2,989)	(8,561)
Cash provided by (applied to) financing transactions	(790,364)	(233,821)
Change in Cash and Temporary Investments during the year	1,053,611	(327,529)
Cash and Temporary Investments - Beginning of Year	1,747,808	2,075,337
Cash and Temporary Investments - End of Year	\$ 2,801,419	\$ 1,747,808

The accompanying notes and schedules are an integral part of these statements.

1. Significant Accounting Policies

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

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 consolidates 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. Entities included in these consolidated financial statements are as follows:

Entity
Town of Unity

Partnerships: A partnership represents a contractual arrangement between the municipality and a party or parties outside the reporting entity. The partners have significant, clearly defined common goals, make a financial investment in the partnership, share control of decision making, and share, on an equitable basis, the significant risks and benefits associated with the operations of the partnership. These consolidated financial statements contain the following partnerships:

Unity Medical Arts Ltd. - not consolidated
Unity Rural Fire Association Inc. - not consolidated

The municipality is unable to consolidate the above government partnerships because audited financial statements at December 31, 2022 for each are unavailable at the time of completion.

- b) **Collection of Funds for Other Authorities:** Collection of funds by the municipality for the school boards are collected and remitted in accordance with relevant legislation. The amounts collected are disclosed in Note 3.
- c) **Government Transfers:** Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return. Government transfers are recognized as revenue in the period that the events giving rise to the transfer occur, providing:
- a) the transfers are authorized;
 - b) any eligibility criteria have been met; and
 - c) 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.

- 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.
- e) **Deferred Revenue:** Fees and charges - certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred or services performed.
- f) **Local Improvement Charges:** Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed.
- g) **Net Financial Assets:** Net financial assets at the end of an accounting period are the net amount of financial assets less liabilities outstanding. Financial assets represent items such as cash and those other assets on hand which could provide resources to discharge existing liabilities or finance future operations. These include realizable assets which are convertible to cash and not intended for consumption in the normal course of operations.
- h) **Non-financial Assets:** Tangible capital and other non-financial assets are accounted for as assets by the government because they can be used to provide government services in future periods. These assets do not normally provide resources to discharge the liabilities of the government unless they are sold.

Town of Unity
Notes to the Financial Statements
As at December 31, 2022

1. Significant Accounting Policies - continued

- 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 8.
- j) **Property Tax Revenue:** Property tax revenue is based on assessments determined in accordance with Saskatchewan Legislation and the formulas, principles, and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually by council following the guidance of the Government of Saskatchewan. Tax revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred. Requisitions operate as a flow through and are excluded from municipal revenue.
- k) **Investments:** Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment. Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment. The long-term investment in Delta Co-operative Association Ltd. is accounted for on the equity basis. The investment in Unity Medical Arts Ltd. is recorded at cost.
- l) **Inventories:** Inventories of materials and supplies expected to be used by the municipality are valued at the lower of cost or replacement cost. Inventories of land, materials and supplies held for resale are valued at the lower of cost or net realizable value. Cost is determined by the average cost method. Net realizable value is the estimated selling price in the ordinary course of business.
- m) **Tangible Capital Assets:** All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Initial costs for tangible capital assets that were acquired and developed prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant 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. The cost of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. The tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The municipality's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
<i>General Assets</i>	
Land	Indefinite
Land Improvements	5 to 20 Yrs
Buildings	10 to 50 Yrs
Vehicles and Equipment	
Vehicles	5 to 10 Yrs
Machinery and Equipment	5 to 10 Yrs
<i>Infrastructure Assets</i>	
Water and Sewer	30 to 75 Yrs
Road Network Assets	30 to 75 Yrs

Government Contributions: Government contributions for the acquisition of tangible 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 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. Any other lease not meeting the before mentioned criteria is classified as an operating lease and rental payments are expensed as incurred.

Town of Unity

Notes to the Financial Statements

As at December 31, 2022

1. Significant Accounting Policies - continued

- n) **Landfill Liability:** The municipality maintains a waste disposal site. The annual provision is reported as an expense and the accumulated provision is reported on the Statement of Financial Position. Recommended disclosure is provided in Note 8.
- o) **Trust Funds:** Funds held in trust for others, under a trust agreement or statute, are not included in the financial statements as they are not controlled by the municipality.
- p) **Employee Benefit Plans:** Contributions to the municipality's defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the municipality's obligations are limited to their contributions.
- q) **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 municipality:
 - i. is directly responsible; or
 - ii. accepts responsibility;
 - d) it is expected that future economic benefits will be given up; and
 - e) a reasonable estimate of the amount can be made.
- 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 revenue and expenditures during the period. Taxes receivable and accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

The measurement of materials and supplies are based on estimates of volume and quality. The 'Opening Asset costs' of tangible capital assets have been estimated where actual costs were not available. Amortization is based on the estimated useful lives of tangible capital assets.

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

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

The segments (functions) are as follows:

General Government: Provides for the administration of the municipality.

Protective Services: Comprised of expenses for police and fire protection.

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

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

Planning and Development: Provides for neighborhood development and sustainability.

Recreation and Cultural: 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.

- t) **Land Sales:** Land sales are recognized in the financial statements as revenues in the period in which the contract is signed and the ability to collect is reasonably assured.
- u) **Assets Held for Sale:** Land for resale is recorded at the lower of cost to prepare the land for sale and the market value of the land. Costs to prepare the land for sale include leveling, grading and utility service connections. The land is considered available for sale when all the land preparation is completed.
- v) **Tax Title Property:** Property acquired through the tax enforcement process and temporarily held is recorded at the lesser of the carrying amount (cost equal to the outstanding taxes including any applicable penalties up to the date of acquisition plus any costs necessary to maintain after acquisition) and the net recoverable amount. Impairment losses are not reversed in subsequent years, if net recoverable value subsequently increases.

Town of Unity
Notes to the Financial Statements
As at December 31, 2022

1. Significant Accounting Policies - continued

w) **Budget Information:** Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on *March 8, 2022*.

x) **New Standards and Amendments to Standards:
Effective for Fiscal Years Beginning On or After April 1, 2022:**

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

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

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

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

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

Effective for Fiscal Years Beginning On or After April 1, 2023:

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

The extent of the impact on adoption of these future standards is not known at this time.

Town of Unity
Notes to the Financial Statements
As at December 31, 2022

	2022	2021
2. Cash and Temporary Investments		
Cash	\$ 1,501,965	\$ 890,063
Temporary Investments		
Restricted Cash	1,299,454	857,745
Total Cash and Temporary Investments	\$ 2,801,419	\$ 1,747,808

Cash and temporary investments include balances with banks, Credit Unions, term deposits, marketable securities and short-term investments with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

The municipality has set aside funds (restricted cash) to finance future expenditures based upon appropriated reserves (Schedule 8) determined by council; these funds are internally restricted. The appropriated reserves are overfunded by \$587,324 and underfunded by \$1,494,978 as of December 31, 2022 and 2021, respectively.

3. Taxes Receivable - Municipal

Municipal - Current	\$ 93,022	\$ 93,878
- Arrears	76,841	46,657
	169,863	140,535
- Less Allowance for Uncollectibles	(74,409)	(44,243)
Total Municipal Taxes Receivable	95,454	96,292
School - Current	2,878	5,719
- Arrears	17,646	9,537
Total School Taxes Receivable	20,524	15,256
Other	186,796	211,168
Total Taxes and Grants in Lieu Receivable	302,774	322,716
Deduct Taxes Receivable to be Collected on Behalf of Other Organizations	(20,524)	(15,256)
Total Taxes Receivable - Municipal	\$ 282,250	\$ 307,460

4. Other Accounts Receivable

Federal government	\$ 21,369	\$ 48,874
Provincial government	66,615	
Local government	3,319	28,704
Utility	312,646	339,406
Trade	98,868	78,521
Other (Credit Bureau)	2,527	1,627
Total Other Accounts Receivable	505,344	497,132
Less Allowance for Uncollectibles	(2,644)	(2,644)
Net Other Accounts Receivable	\$ 502,700	\$ 494,488

5. Assets Held for Sale

Tax Title Property	\$ 96,156	\$ 96,156
Allowance for Market Value Adjustment		
Net Tax Title Property	96,156	96,156
Other Land	524,338	524,338
Allowance for Market Value Adjustment		
Net Other Land	524,338	524,338
Total Assets Held for Sale	\$ 620,494	\$ 620,494

Town of Unity

Notes to the Financial Statements

As at December 31, 2022

	2022	2021
6. Long-term Investments		<i>Re-stated</i>
Delta Co-operative Association Limited - equity	\$ 13,768	\$ 14,877
North West Terminal Ltd. - shares	10,000	10,000
Unity Medical Arts Ltd. - shares	52,800	52,800
Total Long-term Investments	\$ 76,568	\$ 77,677

7. Credit Facility Agreement

The municipality has a credit facility agreement with its financial institution that covers its long-term debt facilities referred to in Note 10, credit cards in the amount of \$10,000, and revolving operating lines of credit in the amount of \$100,000 and \$250,000.

Interest on these lines of credit is 6.95% and 6.7%, respectively. Security for the lines of credit is the assignment of the municipality's municipal taxes receivable. The balance owing at year end under these lines of credit was \$40 (2021 - \$20).

8. Accrued Landfill Costs

Accrued landfill costs	\$ 370,539	\$ 359,746
Total Accrued Landfill Costs	\$ 370,539	\$ 359,746

Included in total accrued landfill costs is \$370,539 (2021 - \$359,746) of estimated total landfill closure and post-closure expenses. The estimated liability for these expenses is recognized as the landfill site's capacity is used. Estimated total expenses represent the sum of the discounted future cash flows for closure and post-closure care activities discounted at the municipality's average long-term borrowing rate of 3% (2021 - 3%). By its nature, this estimate is subject to measurement uncertainty and the effect on the financial statements of changes in such estimates in future periods could be significant.

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

9. Liability for Contaminated Sites

The municipality recognizes and estimates a liability of \$210,870 (2021 - \$207,754) for remediation of site 199, 1st Avenue East (former Pool's Auto). It is believed that this site may have been contaminated due to the fact that this site was previously occupied by a fuel and service station. The assessment figure is based on the findings of McElhanney Project Engineers after a Phase II Environmental Site Assessment (ESA) was conducted. It is estimated that approximately 950 cubic metres (1,900 metric tonnes) of petroleum hydrocarbon impacted soil exceeding the applicable regulatory guidelines will require remediation. The recommended remediation methodology will be in the form of excavation, transportation to an approved facility and replacement with clean, imported fill material. Groundwater is assumed to naturally attenuate over time as the contaminated material is replaced. As such, no active groundwater cleanup costs are included since such costs are not deemed necessary at the current time.

Town of Unity
Notes to the Financial Statements
As at December 31, 2022

10. Long-term Debt

a) The debt limit of the municipality is \$4,805,959. 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)).

b) The Unity Credit Union loan is secured by a general assignment of property taxes, grants and other revenues receivable. The loan is repayable in monthly payments of \$67,395 including interest at 3.5%. The loan is due August, 2022.

Future principal repayments are estimated as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2022				522,994
Balance				522,994

c) The Scotiabank loan is secured by a vehicle with a net book value of \$39,119. The loan is interest free and repayable monthly in principal payments of \$610. The loan is due July, 2027.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2022				7,317
2023	7,317		7,317	7,317
2024	7,317		7,317	7,317
2025	7,317		7,317	7,317
2026	7,317		7,317	7,317
Thereafter	4,271		4,271	4,271
Balance	33,539		33,539	40,856

d) The Scotiabank loan is secured by a vehicle with a net book value of \$41,329. The loan is interest free and repayable monthly in principal payments of \$643. The loan is due July, 2027.

Future principal repayments are estimated as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2022				7,714
2023	7,714		7,714	7,714
2024	7,714		7,714	7,714
2025	7,714		7,714	7,714
2026	7,714		7,714	7,714
Thereafter	4,499		4,499	4,499
Balance	35,355		35,355	43,069

e) The Unity Credit Union loan is secured by a general assignment of property taxes, grants and other revenues receivable. The loan is repayable in monthly payments of \$22,001 including interest at 2.7%. The loan is due June, 2024.

Future principal repayments are estimated as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2022				249,345
2023	256,162	7,855	264,017	256,162
2024	151,605	1,361	152,966	151,610
2025				
2026				
Thereafter				
Balance	407,767	9,216	416,983	657,117

Total Long-term Debt	\$ 476,661	\$ 9,216	\$ 485,877	\$ 1,264,036
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Town of Unity
Notes to the Financial Statements
As at December 31, 2022

11. Contingent Liabilities

The municipality has been named as defendant in a claim seeking compensation for damages. The plaintiff alleges that the municipality diverted storm water into the lagoon which resulted in the flooding of adjacent land rendering it unusable for cattle operations. The amount of damages and the likelihood of loss, if any, is not determinable as of the date of the financial statements.

12. Pension Plan

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality's pension expense in 2022 was \$93,485 (2021 - \$84,370). 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.

13. Comparative Figures

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

14. Subsequent Event

Subsequent to the year, the municipality received approval from the Unity Credit Union for a loan for \$3,000,000 for a term of 60 months with interest at 7.24%. Monthly payments are \$59,744 starting the month after the first disbursement with a general security agreement including an assignment of tax levies and grants.

Town of Unity
 Schedule of Taxes and Other Unconditional Revenue
 As at December 31, 2022

Schedule 1

	2022 Budget	2022	2021
TAXES			
General municipal tax levy	\$ 2,250,000	\$ 2,288,244	\$ 2,257,689
Abatements and adjustments			
Discount on current year taxes	(46,000)	(43,863)	(45,556)
Net Municipal Taxes	2,204,000	2,244,381	2,212,133
Potash tax share			
Trailer license fees	9,000	7,270	9,249
Penalties on tax arrears	13,000	25,255	21,660
Special tax levy		200	2,871
Other (Specify)			
Total Taxes	2,226,000	2,277,106	2,245,913

UNCONDITIONAL GRANTS

Revenue Sharing	500,000	532,921	579,278
Safe Restart			
Other (Specify)			
Total Unconditional Grants	500,000	532,921	579,278

GRANTS IN LIEU OF TAXES

Federal	15,000	9,479	14,210
Provincial			
S.P.C. Electrical			4
SaskEnergy Gas			
TransGas			
Central Services		3,099	5,567
SaskTel		3,797	3,797
Other (Specify)			
Local/Other			
Housing Authority		1,692	
C.P.R. Mainline			
Treaty Land Entitlement			
Other (Local municipalities)	2,000	7,500	2,000
Other Government Transfers			
S.P.C. Surcharge	100,000	134,202	144,730
SaskEnergy Surcharge	45,000	70,912	58,398
Other (Specify)			
Total Grants in Lieu of Taxes	162,000	230,681	228,706

TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 2,888,000	\$ 3,040,708	\$ 3,053,897
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Town of Unity
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2022

Schedule 2 - 1

	2022 Budget	2022	2021
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GENERAL GOVERNMENT SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 1,000	\$ 3,120	\$ 2,410
- Sales of supplies	100	217	914
- Other (Rentals, licenses, permits)	63,580	95,316	92,140
Total Fees and Charges	64,680	98,653	95,464
- Tangible capital asset sales - gain (loss)			50,598
- Land sales - gain			21,417
- Investment income and commissions	5,200	39,227	13,981
- Other (Donations, refunds)	100	14,639	
Total Other Segmented Revenue	69,980	152,519	181,460
Conditional Grants			
- Student Employment			
- MEEP			
- Other (Specify)			
Total Conditional Grants			
Total Operating	69,980	152,519	181,460

Capital

Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- Provincial Disaster Assistance			
- MEEP			
- Other (Specify)			
Total Capital			
Restructuring Revenue (Specify, if any)			
Total General Government Services	69,980	152,519	181,460

PROTECTIVE SERVICES

Operating

Other Segmented Revenue			
Fees and Charges	34,000	46,123	41,500
- Other (Pound fees, fire fees, tower usage fees)		13,144	4,218
Total Fees and Charges	34,000	59,267	45,718
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	34,000	59,267	45,718
Conditional Grants			
- Student Employment			
- Local government			
- MEEP			
- Other (Specify)			
Total Conditional Grants			
Total Operating	34,000	59,267	45,718

Capital

Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- Provincial Disaster Assistance			
- Local government			
- MEEP			
- Other (Specify)			
Total Capital			
Restructuring Revenue (Specify, if any)			
Total Protective Services	34,000	59,267	45,718

Town of Unity
Schedule of Operating and Capital Revenue by Function
As at December 31, 2022

Schedule 2 - 2

	2022 Budget	2022	2021
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work			
- Sales of supplies			
- Road Maintenance and Restoration Agreements			
- Frontage			
- Other (Airport land lease, snow dumping fees)	9,500	14,980	10,920
Total Fees and Charges	9,500	14,980	10,920
- Tangible capital asset sales - gain (loss)		11,884	9,523
- Other (Specify)			
Total Other Segmented Revenue	9,500	26,864	20,443
Conditional Grants			
- RIRG (CTP)			
- Student Employment			
- MEEP			
- Other (SGI)			5,820
Total Conditional Grants			5,820
Total Operating	9,500	26,864	26,263
Capital			
Conditional Grants			
- Federal Gas Tax		79,506	313,520
- Canada Community-Building Fund (CCBF)			
- ICIP			
- RIRG (Heavy Haul, CTP, Bridge and Large Culvert)			
- Local government (airport)	5,000	17,960	6,000
- Provincial Disaster Assistance			
- MEEP			
- Other (Specify)			
Total Capital	5,000	97,466	319,520
Restructuring Revenue (Specify, if any)			
Total Transportation Services	14,500	124,330	345,783

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	256,500	303,890	306,350
- Other (Handi-van, cemetery, columbarium, pets)	14,500	22,030	25,990
Total Fees and Charges	271,000	325,920	332,340
- Tangible capital asset sales - gain (loss)			
- Other (Donations, SARRC, Columbarium fees)	9,000	13,736	29,798
Total Other Segmented Revenue	280,000	339,656	362,138
Conditional Grants			
- Student Employment			
- TAPD	1,000	846	39,630
- Local government	1,000	2,500	1,000
- Other (MMRSP, MMSW)	25,000	32,035	34,189
Total Conditional Grants	27,000	35,381	74,819
Total Operating	307,000	375,037	436,957
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- TAPD			
- Provincial Disaster Assistance			
- MEEP			
- Other (Specify)			
Total Capital			
Restructuring Revenue (Specify, if any)			
Total Environmental and Public Health Services	307,000	375,037	436,957

Town of Unity
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2022

Schedule 2 - 3

2022 Budget	2022	2021
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PLANNING AND DEVELOPMENT SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges			
- Other (Economic Dev Fees)		260	550
Total Fees and Charges		260	550
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue		260	550
Conditional Grants			
- Student Employment			
- MEEP			
- Other (Specify)			
Total Conditional Grants			
Total Operating		260	550

Capital

Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- Provincial Disaster Assistance			
- MEEP			
- Other (Specify)			
Total Capital			
Restructuring Revenue (Specify, if any)			
Total Planning and Development Services		260	550

RECREATION AND CULTURAL SERVICES

Operating

Other Segmented Revenue			
Fees and Charges	125,800	174,309	140,402
- Other (Custom Work)	5,000	7,440	7,958
Total Fees and Charges	130,800	181,749	148,360
- Tangible capital asset sales - gain (loss)			
- Other (TIP, Groupex. SPRA. WCB)	30,650	15,579	30,468
Total Other Segmented Revenue	161,450	197,328	178,828
Conditional Grants			
- Student Employment	15,000	8,274	17,095
- Local government	15,300	28,213	22,313
- Donations	10,000	13,711	21,637
- Other (Library)	8,600	7,563	13,666
- MEEP			
- Other (Specify)			
Total Conditional Grants	48,900	57,761	74,711
Total Operating	210,350	255,089	253,539

Capital

Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- Local government			
- Provincial Disaster Assistance			
- MEEP			
- Other (Specify)			
Total Capital			
Restructuring Revenue (Specify, if any)			
Total Recreation and Cultural Services	210,350	255,089	253,539

Town of Unity
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2022

Schedule 2 - 4

	2022 Budget	2022	2021
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	583,400	620,818	578,614
- Sewer	205,000	232,552	208,121
- Other (Sewer infrastructure levy)	520,000	525,056	526,155
Total Fees and Charges	1,308,400	1,378,426	1,312,890
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	1,308,400	1,378,426	1,312,890
Conditional Grants			
- Student Employment			
- MEEP			
- Other (Specify)			
Total Conditional Grants			
Total Operating	1,308,400	1,378,426	1,312,890
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- New Building Canada Fund (SCF, NRP)			
- Clean Water and Wastewater Fund			
- Provincial Disaster Assistance			
- MEEP			
- Other (Specify)			
Total Capital			
Restructuring Revenue (Specify, if any)			
Total Utility Services	1,308,400	1,378,426	1,312,890

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 1,944,230	\$ 2,344,928	\$ 2,576,897
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SUMMARY

Total Other Segmented Revenue	\$ 1,863,330	\$ 2,154,320	\$ 2,102,027
Total Conditional Grants	75,900	93,142	155,350
Total Capital Grants and Contributions	5,000	97,466	319,520
Restructuring Revenue			
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 1,944,230	\$ 2,344,928	\$ 2,576,897

Town of Unity

Total Expenses by Function

As at December 31, 2022

Schedule 3 - 1

	2022 Budget	2022	2021
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 51,040	\$ 51,257	\$ 41,446
Wages and benefits	367,880	373,871	369,265
Professional/Contractual services	141,000	105,545	125,528
Utilities	11,700	8,670	9,470
Maintenance, materials and supplies	50,340	31,370	42,287
Grants and contributions - operating	1,500	1,150	1,150
- capital			
Amortization		27,367	23,986
Interest	4,500	4,986	29,577
Allowance for uncollectibles		30,193	
Other (Sask. Housing)		4,349	4,190
General Government Services	627,960	638,758	646,899
Restructuring (Specify, if any)			
Total General Government Services	627,960	638,758	646,899

PROTECTIVE SERVICES

Police protection

Wages and benefits	73,980	72,440	71,331
Professional/Contractual services	212,580	218,287	205,707
Utilities	4,250	4,217	3,727
Maintenance, materials and supplies	10,550	7,686	4,464
Grants and contributions - operating			
- capital			
Other (Specify)			

Fire protections

Wages and benefits	35,000	40,255	23,744
Professional/Contractual services	19,350	16,548	12,191
Utilities	3,300	3,734	2,764
Maintenance, material and supplies	28,950	14,975	20,777
Grants and contributions - operating			
- capital			
Amortization		20,536	20,536
Interest			
Other (Specify)			

Protective Services

Restructuring (Specify, if any)

Protective Services	387,960	398,678	365,241
Restructuring (Specify, if any)			
Total Protective Services	387,960	398,678	365,241

TRANSPORTATION SERVICES

Wages and benefits	425,020	342,777	327,904
Professional/Contractual Services	120,030	152,481	281,153
Utilities	73,600	78,319	70,417
Maintenance, materials and supplies	164,000	211,188	172,274
Gravel	45,000	30,274	30,913
Grants and contributions - operating	2,200	41,361	2,200
- capital			
Amortization		351,490	354,548
Interest	43,790	4,347	21,388
Other (Specify)			

Transportation Services

Restructuring (Specify, if any)

Transportation Services	873,640	1,212,237	1,260,797
Restructuring (Specify, if any)			
Total Transportation Services	873,640	1,212,237	1,260,797

Town of Unity

Total Expenses by Function

As at December 31, 2022

Schedule 3 - 2

	2022 Budget	2022	2021
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	75,450	45,973	71,745
Professional/Contractual services	180,880	151,696	139,309
Utilities	2,000	2,403	1,906
Maintenance, materials and supplies	11,520	10,435	17,241
Grants and contributions - operating			
o Waste disposal			
o Public Health			
- capital			
o Waste disposal			
o Public Health			
Amortization		13,635	12,406
Interest			
Other (Landfill closure, contaminated sites)	13,860	13,909	13,548
Environmental and Public Health Services	283,710	238,051	256,155
Restructuring (Specify, if any)			
Total Environmental and Public Health Services	283,710	238,051	256,155

PLANNING AND DEVELOPMENT SERVICES

Wages and benefits	88,000		43,934
Professional/Contractual Services	7,500	10,255	17,015
Utilities	4,300	4,180	3,727
Grants and contributions - operating			
- capital	17,000	17,427	17,602
Amortization			
Interest			
Other (Materials, supplies, travel, community events)	25,500	12,498	7,103
Planning and Development Services	142,300	44,360	89,381
Restructuring (Specify, if any)			
Total Planning and Development Services	142,300	44,360	89,381

RECREATION AND CULTURAL SERVICES

Wages and benefits	389,590	416,876	372,872
Professional/Contractual services	82,250	88,438	76,648
Utilities	95,300	125,033	100,843
Maintenance, materials and supplies	104,800	156,216	208,461
Grants and contributions - operating	28,000	15,000	18,722
- capital			
Amortization		166,713	174,707
Interest	13,720	15,572	7,124
Allowance for uncollectibles			
Other (Specify)			
Recreation and Cultural Services	713,660	983,848	959,377
Restructuring (Specify, if any)			
Total Recreation and Cultural Services	713,660	983,848	959,377

Town of Unity

Total Expenses by Function

As at December 31, 2022

Schedule 3 - 3

	2022 Budget	2022	2021
UTILITY SERVICES			
Wages and benefits	103,700	97,431	103,241
Professional/Contractual services	510,790	207,261	362,607
Utilities	99,600	64,503	69,586
Maintenance, materials and supplies	72,200	38,364	309,698
Grants and contributions - operating - capital			
Amortization		393,957	379,144
Interest	16,000	2,474	12,511
Allowance for uncollectibles			
Other (Specify)			
Utility Services	802,290	803,990	1,236,787
Restructuring (<i>Specify, if any</i>)			
Total Utility Services	802,290	803,990	1,236,787
TOTAL EXPENSES BY FUNCTION	\$ 3,831,520	\$ 4,319,922	\$ 4,814,637

Town of Unity
Schedule of Segment Disclosure by Function
As at December 31, 2022

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Cultural	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 98,653	\$ 59,267	\$ 14,980	\$ 325,920	\$ 260	\$ 181,749	\$ 1,378,426	\$ 2,059,255
Tangible Capital Asset Sales - Gain			11,884					11,884
Land Sales - Gain	39,227							39,227
Investment Income and Commissions	14,639			13,736		15,579		43,954
Other Revenues				35,381		57,761		93,142
Grants - Conditional - Capital			97,466					97,466
Restructurings								
Total Revenues	152,519	59,267	124,330	375,037	260	255,089	1,378,426	2,344,928
Expenses (Schedule 3)								
Wages & Benefits	425,128	112,695	342,777	45,973		416,876	97,431	1,440,880
Professional/ Contractual Services	105,545	234,835	152,481	151,696	10,255	88,438	207,261	950,511
Utilities	8,670	7,951	78,319	2,403	4,180	125,033	64,503	291,059
Maintenance, Materials and Supplies	31,370	22,661	241,462	10,435		156,216	38,364	500,508
Grants and Contributions	1,150		41,361		17,427	15,000		74,938
Amortization	27,367	20,536	351,490	13,635		166,713	393,957	973,698
Interest	4,986		4,347			15,572	2,474	27,379
Allowance for Uncollectibles	30,193							30,193
Other	4,349			13,909				30,756
Restructurings								
Total Expenses	638,758	398,678	1,212,237	238,051	44,360	983,848	803,990	4,319,922
Surplus (Deficit) by Function	\$ (486,239)	\$ (339,411)	\$ (1,087,907)	\$ 136,986	\$ (44,100)	\$ (728,759)	\$ 574,436	(1,974,994)
Taxation and Other Unconditional Revenue (Schedule 1)								3,040,708
Net Surplus (Deficit)								\$ 1,065,714

Town of Unity
Schedule of Segment Disclosure by Function
For the year ended December 31, 2021

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Cultural	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 95,464	\$ 45,718	\$ 10,920	\$ 332,340	\$ 550	\$ 148,360	\$ 1,312,890	\$ 1,946,242
Tangible Capital Asset Sales - Gain			9,523					9,523
Land Sales - Gain	50,598							50,598
Investment Income and Commissions	21,417							21,417
Other Revenues	13,981			29,798		30,468		74,247
Grants - Conditional			5,820	74,819		74,711		155,350
- Capital			319,520					319,520
Restructurings								
Total Revenues	181,460	45,718	345,783	436,957	550	253,539	1,312,890	2,576,897
Expenses (Schedule 3)								
Wages & Benefits	410,711	95,075	327,904	71,745	43,934	372,872	103,241	1,425,482
Professional/ Contractual Services	125,528	217,898	281,153	139,309	17,015	76,648	362,607	1,220,158
Utilities	9,470	6,491	70,417	1,906	3,727	100,843	69,586	262,440
Maintenance, Materials and Supplies	42,287	25,241	203,187	17,241	17,602	208,461	309,698	806,115
Grants and Contributions	1,150		2,200			18,722		39,674
Amortization	23,986	20,536	354,548	12,406		174,707	379,144	965,327
Interest	29,577		21,388			7,124	12,511	70,600
Allowance for Uncollectibles								
Other	4,190			13,548	7,103			24,841
Restructurings								
Total Expenses	646,899	365,241	1,260,797	256,155	89,381	959,377	1,236,787	4,814,637
Surplus (Deficit) by Function	\$ (465,439)	\$ (319,523)	\$ (915,014)	\$ 180,802	\$ (88,831)	\$ (705,838)	\$ 76,103	(2,237,740)
Taxation and Other Unconditional Revenue (Schedule 1)								3,053,897
Net Surplus (Deficit)								\$ 816,157

Town of Unity
 Schedule of Tangible Capital Assets by Object
 As at December 31, 2022

Re-stated
 2021

2022

Assets	General Assets							Infrastructure Assets Linear assets	General/ Infrastructure Assets Under Construction	Total
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment					
Asset Cost										
Opening Asset costs	\$ 354,647	\$ 2,677,084	\$ 5,255,478	\$ 1,220,018	\$ 1,726,311	\$ 15,603,515	\$ 1,724,338	\$ 27,007,701		
Additions during the year		32,580	12,343	137,741	26,137		656,158	1,628,666		
Disposals and write-downs during the year			(17,208)	(51,121)		(55,704)	(5,149)	(74,976)		
Transfers (from) assets under construction	100,000		1,462,859				(1,562,859)			
Transfer of Capital Assets related to restructuring										
Closing Asset Costs	454,647	2,709,664	6,713,472	1,306,638	1,752,448	15,547,811	812,488	28,561,391		
Amortization										
Accumulated Amortization Cost										
Opening Accumulated Amortization Costs		1,329,883	2,127,294	863,527	976,357	4,759,478		9,151,708		
Add: Amortization taken		122,889	127,846	44,375	99,712	578,876		965,327		
Less: Accumulated amortization on disposals				(51,121)				(60,496)		
Transfer of Capital Assets related to restructuring										
Closing Accumulated Amortization Costs		1,452,772	2,255,140	856,781	1,076,069	5,338,354		10,056,539		
Net Book Value	\$ 454,647	\$ 1,256,892	\$ 4,458,332	\$ 449,857	\$ 676,379	\$ 10,209,457	\$ 812,488	\$ 18,318,052		

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 \$ -

Town of Unity
 Schedule of Tangible Capital Assets by Function
 As at December 31, 2022

Re-stated

	2022						2021	
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Cultural	Water & Sewer	Total
Assets								
Asset Cost								
Opening Asset costs	\$ 837,582	\$ 628,696	\$ 8,393,923	\$ 962,778	-	\$ 5,044,976	\$ 12,693,436	\$ 27,007,701
Additions during the year	3,492	6,044	137,741	11,380		105,767	600,535	1,628,666
Disposals and write-downs during the year			(58,557)	(5,149)			(65,476)	(74,976)
Transfer of Capital Assets related to restructuring								
Closing Asset Costs	841,074	634,740	8,473,107	969,009		5,150,743	13,228,495	28,561,391
Amortization								
Accumulated Amortization Cost								
Opening Accumulated Amortization Costs	373,381	488,272	3,242,773	839,258		1,507,307	3,605,548	9,151,708
Add: Amortization taken	27,367	20,537	351,490	13,635		166,713	393,956	965,327
Less: Accumulated amortization on disposals			(51,121)					(60,496)
Transfer of Capital Assets related to restructuring								
Closing Accumulated Amortization Costs	400,748	508,809	3,543,142	852,893		1,674,020	3,999,504	10,056,539
Net Book Value	\$ 440,326	\$ 125,931	\$ 4,929,965	\$ 116,116		\$ 3,476,723	\$ 9,228,991	\$ 18,504,852

Town of Unity
 Schedule of Accumulated Surplus
 As at December 31, 2022

Schedule 8

Re-stated

	2021	Changes	2022
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UNAPPROPRIATED SURPLUS	\$ 46,911	\$ 2,102,744	\$ 2,149,655
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APPROPRIATED RESERVES

Cemetery	73,661		73,661
Contaminated Sites	90,000	30,000	120,000
Dedicated Lands	33,421		33,421
Food Bank	7,310		7,310
General Reserve	1,933,688	(1,715,679)	218,009
Landfill	120,000	40,000	160,000
Library Fund	10,018	5,085	15,103
Machinery and Equipment	10,596		10,596
Municipal Airport	7,386		7,386
Road Infrastructure	12,815		12,815
Swimming Pool	53,829		53,829

Total Appropriated	2,352,724	(1,640,594)	712,130
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NET INVESTMENT IN TANGIBLE CAPITAL ASSETS

Tangible capital assets (Schedule 6, 7)	18,504,852	(186,800)	18,318,052
Less: Related debt	(1,267,025)	790,364	(476,661)

Net Investment in Tangible Capital Assets	17,237,827	603,564	17,841,391
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Total Accumulated Surplus	\$ 19,637,462	\$ 1,065,714	\$ 20,703,176
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Town of Unity
 Schedule of Mill Rates and Assessments
 As at December 31, 2022

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	\$ 1,214,895	\$ 148,290,000			\$ 46,082,944		\$ 195,587,839
Regional Park Assessment							
Total Assessment							195,587,839
Mill Rate Factor(s)	0.805	0.805			1.150		
Total Base/Minimum Tax (generated for each property class)		546,250			87,400		633,650
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 11,492	\$ 1,610,008			\$ 666,744		\$ 2,288,244

MILL RATES:

	MILLS
Average Municipal*	11.6993
Average School*	4.8093
Potash Mill Rate	
Uniform Municipal Mill Rate	11.7500

* 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 Unity
Schedule of Council Remuneration
As at December 31, 2022
(Unaudited)

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Mayor	Sharon Del Frari	\$ 6,975	\$ 2,226	\$ 9,201
Councillor	Ryan Sernecky	5,475	1,970	7,445
Councillor	Brent Weber	5,100	1,460	6,560
Councillor	Robert Abel	5,325		5,325
Councillor	Richard Hill	5,175	1,525	6,700
Councillor	Curtis McLean	5,025		5,025
Councillor	Christopher Halter	5,175		5,175
Total		\$ 38,250	\$ 7,181	\$ 45,431

Town of Unity
Schedule of Financial Statement Adjustments
As at December 31, 2022

Schedule 11

The municipality has restated its financial statements to adjust for the 2020 local improvement levy that reduced the tangible capital assets in error and has restated for the purchase of shares in Unity Medical Arts Ltd. in a prior period that were previously expensed in error. The impact on the financial statement is as follows:

Effect of Change on 2021 Statement of Financial Position

2021 Accumulated Surplus/Deficit as previously reported	\$ 19,284,194
Add: Increase in tangible capital assets	300,468
Add: Increase in investments	52,800
Less:	-

Restated 2021 Accumulated Surplus/Deficit **\$ 19,637,462**

Effect of Change to 2021 Statement of Operations (Financial Activities)

2021 Surplus (Deficit) of Revenues over Expenses as previously reported	\$816,157
Add:	-
	-
Less:	-
	-
	-

Restated Surplus (Deficit) of Revenue over Expenses **\$ 816,157**