

# **Financial Statements of City of Warman**

December 31, 2022

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

In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial statements.

The Council is composed of elected officials who are not employees of the 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 the administration and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the Municipality's external auditors.

Deloitte 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 follows. The external auditors have full and free access to, and meet periodically and separately with, both the Council and administration to discuss their audit findings.

  
Councilor/Reeve/Mayor

  
CFO/Administrator

## Independent Auditor's Report

To His Worship the Mayor and City Council of  
City of Warman

### Opinion

We have audited the financial statements of City of Warman (the "City"), which comprise the statement of financial position as at December 31, 2022, and the statements of operations, change in net financial assets and cash flow for the year then ended, and notes to the financial statements, including a summary of significant accounting policies (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the City as at December 31, 2022, and the results of its financial activities, changes in net financial assets and changes in financial position for the year then ended in accordance with Canadian public sector accounting standards ("PSAS").

### Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards ("Canadian GAAS"). 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 City 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.

### Other Matter - Unaudited Supplementary Information

We draw attention to the fact that the supplementary information included in Schedules 1 to 8 does not form part of the financial statements. We have not audited or reviewed this supplementary information and, accordingly, we do not express an opinion, a review conclusion or any other form of assurance on this supplementary information.

### 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 City'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 City or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the City'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 GAAS 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 GAAS, 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 City'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 City'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 City 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.

*Deloitte LLP*

Chartered Professional Accountants  
June 26, 2023

**The City of Warman**  
**Statement of Financial Position**  
**As at December 31, 2022**

Statement 1

	2022	2021
<b>ASSETS</b>		
<b>Financial Assets</b>		
Cash (Note 2)	19,221,185	33,131,176
Taxes Receivable (Note 3)	429,008	352,290
Other Accounts Receivable (Note 4)	8,175,246	6,890,386
Investments (Note 5)	19,600,000	5,200,000
Other	10	10
<b>Total Financial Assets</b>	<b>47,425,449</b>	<b>45,573,862</b>
<b>LIABILITIES</b>		
Accounts Payable and Accrued Liabilities (Note 6)	4,022,091	5,210,831
Deposits	562,271	538,838
Deferred Revenue (Note 7)	1,370,130	1,458,433
Long-Term Debt (Note 8)	628,250	978,395
<b>Total Liabilities</b>	<b>6,582,742</b>	<b>8,186,497</b>
<b>NET FINANCIAL ASSETS</b>	<b>40,842,707</b>	<b>37,387,365</b>
<b>Non-Financial Assets</b>		
Tangible Capital Assets (Note 9)	194,994,110	186,004,427
Prepayments and Deferred Charges	91,783	204,717
<b>Total Non-Financial Assets</b>	<b>195,085,893</b>	<b>186,209,144</b>
<b>Accumulated Surplus (Schedule 6)</b>	<b>235,928,600</b>	<b>223,596,509</b>

The attached notes comprise an important part of these financial statements.

**The City of Warman  
Statement of Operations  
As at December 31, 2022**

Statement 2

	<b>2022 Budget</b>	<b>2022</b>	2021
<b>Revenues</b>			
Taxes and Other Unconditional Revenue (Schedule 1)	13,909,349	14,701,820	13,845,534
Fees and Charges (Schedule 4,5)	8,254,495	8,906,906	9,562,283
Conditional Grants (Schedule 4,5)	176,008	260,935	230,449
Tangible Capital Asset Sales - Gain (Schedule 4,5)	-	4,547	91,657
Investment Income and Commissions (Schedule 4,5)	300,000	973,235	487,186
<b>Total Revenues</b>	<b>22,639,852</b>	<b>24,847,443</b>	<b>24,217,109</b>
<b>Expenses</b>			
General Government Services (Schedule 3)	1,999,009	1,786,401	7,459,603
Protective Services (Schedule 3)	2,106,565	1,901,961	1,810,104
Transportation Services (Schedule 3)	3,781,891	5,257,714	4,981,273
Environmental and Public Health Services (Schedule 3)	1,210,090	1,239,047	1,143,097
Planning and Development Services (Schedule 3)	777,045	778,358	733,296
Recreation and Cultural Services (Schedule 3)	4,669,327	5,296,630	4,752,013
Utility Services (Schedule 3)	5,629,951	5,645,371	5,776,771
<b>Total Expenses</b>	<b>20,173,877</b>	<b>21,905,482</b>	<b>26,656,157</b>
<b>Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions</b>	<b>2,465,975</b>	<b>2,941,961</b>	<b>(2,439,048)</b>
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5, Note 9)	12,000,201	9,390,130	9,946,292
<b>Surplus of Revenues over Expenses</b>	<b>14,466,176</b>	<b>12,332,091</b>	<b>7,507,244</b>
<b>Accumulated Surplus, Beginning of Year</b>	<b>223,596,509</b>	<b>223,596,509</b>	<b>216,089,265</b>
<b>Accumulated Surplus, End of Year</b>	<b>238,062,685</b>	<b>235,928,600</b>	<b>223,596,509</b>

The attached notes comprise an important part of these financial statements.

**The City of Warman**  
**Statement of Change in Net Financial Assets**  
**As at December 31, 2022**

Statement 3

	<b>2022 Budget</b>	<b>2022</b>	<b>2021</b>
<b>Surplus of Revenues over Expenses</b>	14,466,176	12,332,091	7,507,244
Acquisition of tangible capital assets	(1,909,804)	(15,171,364)	(11,701,485)
Amortization of tangible capital assets	2,929,365	6,181,681	6,075,517
Proceeds on disposal of tangible capital assets	-	4,547	105,293
Gain on the disposal of tangible capital assets	-	(4,547)	(91,657)
<b>(Deficit) Excess of capital expenses over expenditures</b>	<b>1,019,561</b>	<b>(8,989,683)</b>	<b>(5,612,332)</b>
Prepayments and deferred charges	-	(91,783)	(204,717)
Use of prepayments and deferred charges	-	204,717	205,681
<b>Deficit of expenses of other non-financial over expenditures</b>	<b>-</b>	<b>112,934</b>	<b>964</b>
<b>Change in Net Financial Assets</b>	<b>15,485,737</b>	<b>3,455,342</b>	<b>1,895,876</b>
<b>Net Financial Assets - Beginning of Year</b>	<b>37,387,365</b>	<b>37,387,365</b>	<b>35,491,489</b>
<b>Net Financial Assets - End of Year</b>	<b>52,873,102</b>	<b>40,842,707</b>	<b>37,387,365</b>

The attached notes comprise an important part of these financial statements.

The City of Warman  
Statement of Cash Flow  
As at December 31, 2022

Statement 4

	2022	2021
<b>Cash provided by (used for) the following activities</b>		
<b>Operating:</b>		
Surplus	12,332,091	7,507,244
Amortization	6,181,681	6,075,517
Developer contributed tangible capital assets	(1,932,873)	(2,003,776)
Gain on disposal of tangible capital assets	(4,547)	(91,657)
	<u>16,576,352</u>	<u>11,487,328</u>
<b>Change in non-cash working capital</b>		
Taxes Receivable	(76,718)	117,530
Other Accounts Receivable	(1,284,860)	3,008,963
Accounts Payable and Accrued Liabilities	(3,060,027)	(481,125)
Deposits	23,433	2,509
Deferred Revenue	(88,303)	(741,580)
Prepayments and Deferred Charges	112,934	964
<b>Net cash from operations</b>	<b>12,202,811</b>	<b>13,394,589</b>
<b>Capital:</b>		
Acquisition of capital assets	(11,367,204)	(6,783,990)
Proceeds from the disposal of capital assets	4,547	105,293
<b>Net cash used for capital</b>	<b>(11,362,657)</b>	<b>(6,678,697)</b>
<b>Investing:</b>		
Acquisition of investments	(16,000,000)	-
Disposal of investments	1,600,000	2,603,931
<b>Net cash investing</b>	<b>(14,400,000)</b>	<b>2,603,931</b>
<b>Financing:</b>		
Long-term debt repaid	(350,145)	(976,360)
<b>Net cash used for financing</b>	<b>(350,145)</b>	<b>(976,360)</b>
<b>Increase (decrease) in cash</b>	<b>(13,909,991)</b>	<b>8,343,464</b>
<b>Cash - Beginning of Year</b>	<u>33,131,176</u>	<u>24,787,713</u>
<b>Cash - End of Year</b>	<b>19,221,185</b>	<b>33,131,176</b>

The attached notes comprise an important part of these financial statements.



**The City of Warman**  
**Notes to the Financial Statements**  
**As at December 31, 2022**

**1. Significant accounting policies**

The financial statements of the City of Warman (the "City") are prepared by management in accordance with 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 City are as follows:

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

- a) **Reporting Entity:** The financial statements includes the assets, liabilities and flow of resources of the City. The City does not own or control any other organizations.
- b) **Revenue and Expense Recognition:** Revenues are recorded using the accrual basis of accounting whereby revenues are recognized as they are earned and are measurable. Funds from external parties and earnings that are restricted by agreements or legislation are accounted for as deferred revenue until used for the purpose specified. Expenses are accounted for in the period the goods and services are acquired and a liability is incurred or transfers are due.

Property tax revenue is based on assessments determined in accordance with Provincial legislation and the formulas, principles and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually. Taxation revenues are recorded net of a provision for potential losses on outstanding assessment appeals and uncollected taxes. By their nature, these provisions are subject to measurement uncertainty and the impact on the financial statements of future periods could be material. Penalties on overdue taxes are recorded in the period levied.

Land sales are recognized in the financial statements as revenues in the period in which the contract is signed and the deposit is received

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

- e) **Deferred Revenue -** 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.
- 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.

**The City of Warman**  
**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 6.
- 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 amortized cost using the effective interest method, less any provisions for other than temporary impairment.
- l) **Tangible Capital Assets:** All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Donated tangible capital assets received are recorded at their fair market value at the date of contribution. The cost of tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. The City's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
<b>General Assets</b>	
<b>Land</b>	Indefinite
<b>Land Improvements</b>	10 to 45 Years
<b>Buildings</b>	25 to 50 Years
<b>Vehicles &amp; Equipment</b>	
Vehicles	10 to 25 Years
Machinery and Equipment	10 to 20 Years
<b>Infrastructure Assets</b>	
<b>Infrastructure Assets</b>	
<b>Water &amp; Sewer</b>	45 to 75 Years
<b>Road Network Assets</b>	5 to 65 Years

**Developer Contributed Assets:** Developer contributed assets consist of tangible capital assets acquired/constructed and paid for by certain developers, with ownership and responsibility for ongoing maintenance transferring to the City upon completion of the respective development. These assets typically consist of road/street, and water and sewer infrastructure, and the value of these contributions are recorded by the City as a tangible capital asset and capital revenue in the year the assets are completed and transferred to the City based on the fair value of the asset contributed.

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

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

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

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

**The City of Warman**  
**Notes to the Financial Statements**  
**As at December 31, 2022**

**1. Significant accounting policies - continued**

- n) **Measurement Uncertainty:** The preparation of financial statements in conformity with PSAS 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. Key estimates include the collectability of accounts receivable, estimate of accrued liabilities, the useful lives of tangible capital assets, contaminated sites and environmental assessments, contingent liabilities and commitments.

Certain amounts of grant funding recognized as receivable and revenue in the year are based on management's best estimates as to the extent of the eligibility of various expenditures under the various funding programs for which the City has been approved. Final determination as to the actual amount of funding provided to the City under certain of these funding programs are made by government based on their evaluation of reports/claims provided to them by the City. It is possible, under certain funding programs for there to be differences between the amount of management's estimated funding earned under the programs and the actual funding received.

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.

- o) **Basis of Segmentation/Segment Report:** 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 City.

Protective Services: Protective services is comprised of expenses for police and fire protection.

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

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

Planning and Development: The planning and development segment provides for neighborhood 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.

- p) **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:
- i. an environmental standard exists;
  - ii. contamination exceeds the environmental standard;
  - iii. The City is directly responsible, or accepts responsibility for the contamination;
  - iv. it is expected that future economic benefits will be given up; and
  - v. a reasonable estimate of the expense can be made.

The City re-assesses the liability for contaminated sites annually. There has been no change to the estimated costs or liability since 2021. Future development of the landfill site could result in additional remediation costs; however, future development plans are indeterminable at this time and remediation costs are uncertain, therefore no liability has been recorded. See Note 6.

- q) **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.
- r) **Budget Information:** Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on December 13, 2021.

**The City of Warman**  
**Notes to the Financial Statements**  
**As at December 31, 2022**

**1. Significant accounting policies - continued**

- s) **Future Accounting Standards:** The following new accounting standards were issued by the Public Sector Accounting Board (PSAB). The City continues to assess the impacts of the standards and the impact of these standards on the City's financial statements is unknown:

**Effective for fiscal years beginning on or after April 1, 2022**

**PS 1201 - Financial Statement Presentation** establishes general reporting principles and standards for the disclosure of information in government financial statements.

**PS 2601 - Foreign Currency Translation** establishes standards on how to account for and report transactions that are denominated in a foreign currency in government financial statements.

**PS 3041 - Portfolio investments** establishes standards on how to account for and report portfolio investments in government financial statements.

**PS 3280 - Asset Retirement Obligations** establishes standards on how to account for and report a liability for asset retirement obligations.

**PS 3450 - Financial Instruments** establishes standards on how to account for and report all types of financial instruments including derivatives.

**Effective for fiscal years beginning on or after April 1, 2023**

**PS 3400 - Revenue** provides guidance on the recognition of revenue that distinguishes between revenue that arises from transactions that include performance obligations and from transactions that do not have performance obligations.

**The City of Warman**  
**Notes to the Financial Statements**  
**As at December 31, 2022**

2. Cash	2022	2021
Cash	19,221,185	33,131,176
<b>Total Cash</b>	<b>19,221,185</b>	<b>33,131,176</b>

The City has an approved line of credit facility arranged with its financial institution with a maximum credit available of \$1,000,000, secured by a general security agreement. At December 31, 2022, \$nil was drawn on this line of credit (2021 - \$nil).

3. Taxes Receivable	2022	2021
Municipal - Current	407,004	329,590
- Arrears	22,004	22,700
- Less Allowance for Uncollectibles	-	-
<b>Total municipal taxes receivable</b>	<b>429,008</b>	<b>352,290</b>
School - Current	230,792	189,461
- Arrears	12,276	11,317
<b>Total school taxes receivable</b>	<b>243,068</b>	<b>200,778</b>
 Total taxes and grants in lieu receivable	 <b>672,076</b>	 <b>553,068</b>
 Deduct taxes receivable to be collected on behalf of schools	 <b>(243,068)</b>	 <b>(200,778)</b>
<b>Municipal and grants in lieu taxes receivable</b>	<b>429,008</b>	<b>352,290</b>

4. Other Accounts Receivable	2022	2021
Federal government	290,011	327,316
Provincial government	6,258,020	5,470,336
Utility	502,554	444,383
Trade	399,675	309,858
Allowance for uncollectables	-	-
Multi-Material Stewardship Western (MMSW) revenue	36,580	30,604
Sask Energy Municipal Surcharge	33,301	25,451
Accrued interest and other	655,105	282,438
<b>Total Other Accounts Receivable</b>	<b>8,175,246</b>	<b>6,890,386</b>

5. Investments	2022	2021
2 Year GIC maturing January 17th, 2022 at 2.45% annual interest	-	1,000,000
1 Year GIC maturing March 24th, 2023 at 2.00% annual interest	5,000,000	-
2 Year GIC maturing March 24th, 2024 at 2.70% annual interest	6,000,000	-
5 Year GIC maturing July 9th, 2022 at 2.20% annual interest	-	600,000
5 Year GIC maturing July 9th, 2024 at 2.45% annual interest	600,000	600,000
3 Year GIC maturing January 17th, 2023 at 2.50% annual interest	3,000,000	3,000,000
3 Year GIC maturing March 24th, 2025 at 2.95% annual interest	2,000,000	-
5 Year GIC maturing March 24th, 2027 at 3.10% annual interest	3,000,000	-
<b>Total Investments</b>	<b>19,600,000</b>	<b>5,200,000</b>

**The City of Warman**

**Notes to the Financial Statements**

**As at December 31, 2022**

**6. Accounts Payable and Accrued Liabilities**

	2022	2021
Accrued Salaries and Benefits	218,192	190,909
Trade Payables	3,454,686	4,583,405
RM of Corman Park Payable	349,213	436,517
Liability for Contaminated Sites	-	-
<b>Total Accounts Payable and Accrued Liabilities</b>	<b>4,022,091</b>	<b>5,210,831</b>

**RM of Corman Park Agreement**

The municipality recognizes a liability for the agreement entered into with Rural Municipality of Corman Park 344 for a cost sharing portion of paving Township Road 384. The final project share to the City was \$611,125, to be paid in seven equal interest free increments of \$87,304, with the first payment made in the 2020 fiscal year. The final payment will be made in 2027.

**7. Deferred Revenue**

	2022	2021
Government of Saskatchewan - School Connections Grant	732,000	754,875
Canada Community Building (CCB) Funding	583,891	661,751
Other	54,239	41,807
<b>Total Deferred Revenue</b>	<b>1,370,130</b>	<b>1,458,433</b>

Amounts deferred under the Government of Saskatchewan - School Connections Grant relate to an upfront payment received whereby the City is required to provide services over a period of 40 years. \$22,875 is amortized on a straight-line basis each year into capital revenue until the year 2054.

Amounts deferred under the Canada Community Building Fund (formerly the Municipal Gas Tax Funding) Agreement are required to be spent on eligible project and eligible project costs outlined by the funding agreement. Amounts received in excess of eligible project costs incurred are deferred, and subsequently recognized when eligible project costs are incurred and the government transfer recognition criteria have been met.

**8. Long-term Debt**

The City's authorized debt limit is \$20,000,000.

Long Term Debt Consists of the following:

	2022	2021
5.67% fixed rate loan, repayable in equal monthly instalments of \$33,045 including interest, maturing on August 31, 2024 related to construction of the City's Legends Recreational Complex	628,250	978,395
	<b>628,250</b>	<b>978,395</b>

Future principal and interest payments are as follows:

Year	Principal	Interest	Total
2023	370,394	26,150	396,544
2024	257,856	6,396	264,252
Balance	<b>628,250</b>	<b>32,546</b>	<b>660,796</b>

The City of Warman  
Schedule of Tangible Capital Assets by Object  
As at December 31, 2022

9. Tangible Capital Assets

		2022					2021			
		General Assets					Infrastructure Assets	General/Infrastructure Assets Under Construction	Total	Total
		Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear assets			
Assets	<b>Asset cost</b>									
	Opening Asset costs	3,843,672	16,035,557	31,541,670	6,523,751	4,049,582	185,691,500	8,868,210	256,553,942	245,108,197
	Additions during the year	-	389,576	19,093	-	171,922	1,525,282	13,065,491	15,171,364	11,701,485
	Disposals and write-downs during the year	-	-	-	-	(20,475)	-	-	(20,475)	(255,740)
	Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
	<b>Closing Asset Costs</b>	<b>3,843,672</b>	<b>16,425,133</b>	<b>31,560,763</b>	<b>6,523,751</b>	<b>4,201,029</b>	<b>187,216,782</b>	<b>21,933,701</b>	<b>271,704,831</b>	<b>256,553,942</b>
Amortization	<b>Accumulated Amortization Cost</b>									
	Opening Accumulated Amortization Costs	-	4,227,891	7,050,890	3,051,575	2,033,407	54,185,752	-	70,549,515	64,716,103
	Add: Amortization taken	-	633,473	648,897	418,546	325,412	4,155,353	-	6,181,681	6,075,518
	Less: Accumulated amortization on disposals	-	-	-	-	(20,475)	-	-	(20,475)	(242,106)
	<b>Closing Accumulated Amortization Costs</b>	<b>-</b>	<b>4,861,364</b>	<b>7,699,787</b>	<b>3,470,121</b>	<b>2,338,344</b>	<b>58,341,105</b>	<b>-</b>	<b>76,710,721</b>	<b>70,549,515</b>
	<b>Net Book Value</b>	<b>3,843,672</b>	<b>11,563,769</b>	<b>23,860,976</b>	<b>3,053,630</b>	<b>1,862,685</b>	<b>128,875,677</b>	<b>21,933,701</b>	<b>194,994,110</b>	<b>186,004,427</b>

Contributed assets totaled \$1,914,858 (2021 - \$2,003,776) comprised of infrastructure contributed by developers and were capitalized at their fair value at time of receipt. The value of these contributed assets are included in Provincial/Federal Capital Grants and Contributions in the Statement of Operations.

The City of Warman  
 Schedule of Tangible Capital Assets by Function  
 As at December 31, 2022

9. Tangible Capital Assets

		2022							2021	
		General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
<b>Assets</b>	<b>Asset cost</b>									
	Opening Asset costs	2,452,960	5,106,007	106,367,292	1,559,061	268,203	47,578,116	93,222,303	256,553,942	245,108,197
	Additions during the year	-	36,508	1,023,753	-	-	493,168	13,617,935	15,171,364	11,701,485
	Disposals and write-downs during the year	-	-	-	-	-	(20,475)	-	(20,475)	(255,740)
	<b>Closing Asset Costs</b>	<b>2,452,960</b>	<b>5,142,515</b>	<b>107,391,045</b>	<b>1,559,061</b>	<b>268,203</b>	<b>48,050,809</b>	<b>106,840,238</b>	<b>271,704,831</b>	<b>256,553,942</b>
<b>Amortization</b>	<b>Accumulated Amortization Cost</b>									
	Opening Accumulated Amortization Costs	881,444	1,501,908	40,516,453	454,243	228,254	10,838,222	16,128,990	70,549,516	64,716,103
	Add: Amortization taken	46,121	189,588	3,017,707	35,561	10,029	1,415,159	1,467,517	6,181,681	6,075,518
	Less: Accumulated amortization on disposals	-	-	-	-	-	(20,475)	-	(20,475)	(242,106)
	<b>Closing Accumulated Amortization Costs</b>	<b>927,565</b>	<b>1,691,496</b>	<b>43,534,160</b>	<b>489,804</b>	<b>238,283</b>	<b>12,232,906</b>	<b>17,596,507</b>	<b>76,710,721</b>	<b>70,549,515</b>
	<b>Net Book Value</b>	<b>1,525,395</b>	<b>3,451,019</b>	<b>63,856,885</b>	<b>1,069,257</b>	<b>29,920</b>	<b>35,817,903</b>	<b>89,243,731</b>	<b>194,994,110</b>	<b>186,004,427</b>



**10. Contractual Rights**

Contractual rights are rights to economic resources arising from contracts or agreements that will result in an asset and revenue in the future. Significant contractual rights of the municipality are as follows:

Contractual Rights Type	Describe Nature Time and Extent	2023	2024	2025	2026	Thereafter	Current Year Total	Prior Year Total
Future Lease Revenue	Lease revenue for agreements with tenants at the Recreation Complex	\$ 159,527	\$ 129,245	\$ 103,819	\$ 95,834	\$ 58,274	\$ 170,124	\$ 139,595
Future Lease Revenue	Lease revenue for agreements with tenants at other locations	\$ 9,437	\$ 10,183	\$ 6,210	\$ 1,207	\$ -	\$ 9,779	\$ 10,349
<b>Total</b>		<b>\$ 168,964</b>	<b>\$ 139,428</b>	<b>\$ 110,029</b>	<b>\$ 97,041</b>	<b>\$ 58,274</b>	<b>\$ 179,903</b>	<b>\$ 149,944</b>

Significant contractual rights of the Municipality for the Canadian Community Building Fund (CCB) allocation are as follows:

Year	Per Capita	Estimated CCB Funding Allocation
2022-23	61.80	\$ 681,036
2023-24	64.20	\$ 707,484
<b>Total</b>		<b>\$ 1,388,520</b>

Significant contractual rights of the Municipality from KH Developments related to Off Site Development Agreements are listed below. The agreements allow the municipality to collect for the future development of arterial roads, district parks, lagoon expansion and works, water reservoir expansion and works, and recreation required to support continued growth of the City. Current drop dead dates on all agreements are currently set by resolution of Council for December 31, 2023. These amounts are not reflected in the financial statements as a receivable, but rather the revenue is appropriately recognized at the time when KH Development requests a development permit from the City. Should the developer default on the agreement, the City can assume ownership of the respective land within the agreement. However, in the case of the drop dead date approaching prior to the City collecting all amounts per the agreement, and the Developer being in a position to continue with development, it is likely Council would provide an extension to the agreements. Note the City is not at a financial risk with these agreements, as the City has not fronted any funds towards the developments.

Agreement	Total Agreement Amount	Payments Received up to Dec 31, 2022	Remaining Receivable Under Agreement
Southlands Industrial Stage 1	3,765,600	1,150,800	2,614,800
Southlands Stage 5	1,163,532	413,000	750,532
Centennial Blvd Commercial West	397,440	165,813	231,627
<b>Total</b>	<b>5,326,572</b>	<b>1,729,613</b>	<b>3,596,959</b>

**11. Pension plan**

The City is an employer member of the Municipal Employees 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 City is required to make current service contributions to the MEPP of 9.0% of pensionable payroll. Employees of the City are required to make current service contributions of 9.0% of pensionable salary. Contributions for current services are recorded as expenditures in the year in which they become due.

Total current service contributions were \$327,396 (\$324,615 in 2021). Total current service contributions by the employee to the MEPP would be equal to those contributions made by the City.

**12. Future Capital Projects and Contractual Obligations**

The City annually budgets for future capital projects. Significant capital projects budgeted for 2022 include:

City Yards Land Acquisition and Construction	3,500,000
Lift Station #3	3,521,000
Single Axle Gravel Truck Addition	180,000
Wide Area Mower Replacement	115,000
Hot Crack Sealer	95,000
	<u>7,411,000</u>

The City's total capital budget for 2023 is \$7,765,500. Funding for the above projects is anticipated to be from the City's own municipal resources (including fees and charges), as well as funding from the Canada Community-Building Fund Program to assist in supporting the reconstruction of Lift Station #3.

The City of Warman  
 Schedule of Taxes and Other Unconditional Revenue  
 As at December 31, 2022

Schedule 1

Unaudited

	2022 Budget	2022	2021
<b>TAXES</b>			
General municipal tax levy	10,971,383	11,199,987	10,642,802
Abatements and adjustments	(210,000)	(177,414)	(180,931)
<b>Net Municipal Taxes</b>	<b>10,761,383</b>	<b>11,022,573</b>	<b>10,461,871</b>
Penalties on tax arrears	50,000	45,822	52,042
<b>Total Taxes</b>	<b>10,811,383</b>	<b>11,068,395</b>	<b>10,513,913</b>
<b>UNCONDITIONAL GRANTS</b>			
Equalization (Revenue Sharing)	2,286,877	2,482,131	2,393,672
<b>Total Unconditional Grants</b>	<b>2,286,877</b>	<b>2,482,131</b>	<b>2,393,672</b>
<b>GRANTS IN LIEU OF TAXES</b>			
Federal	3,925	4,130	3,925
Provincial			
SaskTel	7,164	7,532	7,164
Other Government Transfers			
SaskPower Corporation Surcharge	800,000	1,139,632	926,860
<b>Total Grants in Lieu of Taxes</b>	<b>811,089</b>	<b>1,151,294</b>	<b>937,949</b>
<b>TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE</b>	<b>13,909,349</b>	<b>14,701,820</b>	<b>13,845,534</b>

The City of Warman  
 Schedule of Operating and Capital Revenue by Function  
 As at December 31, 2022  
 Unaudited

Schedule 2 - 1

	2022 Budget	2022	2021
<b>GENERAL GOVERNMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Other	53,349	133,772	990,383
Total Fees and Charges	53,349	133,772	990,383
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain	-	-	-
- Investment income and commissions	300,000	973,235	487,186
Total Other Segmented Revenue	353,349	1,107,007	1,477,569
Total Conditional Grants	-	-	-
<b>Total Operating Capital</b>	<b>353,349</b>	<b>1,107,007</b>	<b>1,477,569</b>
Conditional Grants			
- Other	11,269,121	23,375	1,422,486
<b>Total Capital</b>	<b>11,269,121</b>	<b>23,375</b>	<b>1,422,486</b>
<b>Total General Government Services</b>	<b>11,622,470</b>	<b>1,130,382</b>	<b>2,900,055</b>

**PROTECTIVE SERVICES**

<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Other	86,916	133,823	244,364
Total Fees and Charges	86,916	133,823	244,364
- Tangible capital asset sales - gain (loss)	-	-	8,235
Total Other Segmented Revenue	86,916	133,823	252,599
Total Conditional Grants	-	-	-
<b>Total Operating Capital</b>	<b>86,916</b>	<b>133,823</b>	<b>252,599</b>
Conditional Grants			
- Local government	80,000	80,000	80,000
- Other	-	10,372	4,810
<b>Total Capital</b>	<b>80,000</b>	<b>90,372</b>	<b>84,810</b>
<b>Total Protective Services</b>	<b>166,916</b>	<b>224,195</b>	<b>337,409</b>

The City of Warman  
 Schedule of Operating and Capital Revenue by Function  
 As at December 31, 2022  
 Unaudited

Schedule 2 - 2

	2022 Budget	2022	2021
<b>TRANSPORTATION SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Custom work	1,000	588	1,538
- Sales of supplies	-	2,005	2,366
- Other	-	9,190	227
Total Fees and Charges	1,000	11,783	4,131
- Tangible capital asset sales - gain (loss)	-	-	58,359
- <b>Other (Specify)</b>			
Total Other Segmented Revenue	1,000	11,783	62,490
Total Conditional Grants	-	-	-
<b>Total Operating Capital</b>	<b>1,000</b>	<b>11,783</b>	<b>62,490</b>
Conditional Grants			
- Gas Tax	650,180	418,378	681,036
- Other	-	-	-
<b>Total Capital</b>	<b>650,180</b>	<b>418,378</b>	<b>681,036</b>
<b>Total Transportation Services</b>	<b>651,180</b>	<b>430,161</b>	<b>743,526</b>

**ENVIRONMENTAL AND PUBLIC HEALTH SERVICES**

<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	309,400	333,630	326,394
- Other	56,200	83,271	96,180
Total Fees and Charges	365,600	416,901	422,574
- Tangible capital asset sales - gain (loss)			
- Other			
Total Other Segmented Revenue	365,600	416,901	422,574
Conditional Grants			
- Other	50,000	146,233	122,417
Total Conditional Grants	50,000	146,233	122,417
<b>Total Operating Capital</b>	<b>415,600</b>	<b>563,134</b>	<b>544,991</b>
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Environmental and Public Health Services</b>	<b>415,600</b>	<b>563,134</b>	<b>544,991</b>

The City of Warman  
Schedule of Operating and Capital Revenue by Function  
As at December 31, 2022  
Unaudited

Schedule 2 - 3

	2022 Budget	2022	2021
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges	-	283,501	-
- Other	231,300	259,931	279,259
Total Fees and Charges	231,300	543,432	279,259
- Other	-	-	-
Total Other Segmented Revenue	231,300	543,432	279,259
Total Conditional Grants	-	-	-
<b>Total Operating</b>	231,300	543,432	279,259
<b>Total Capital</b>	-	-	-
<b>Total Planning and Development Services</b>	<b>231,300</b>	<b>543,432</b>	<b>279,259</b>

**RECREATION AND CULTURAL SERVICES**

<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Other	1,542,430	1,746,832	1,400,034
Total Fees and Charges	1,542,430	1,746,832	1,400,034
- Tangible capital asset sales - gain (loss)	-	4,547	25,063
- Other			
Total Other Segmented Revenue	1,542,430	1,751,379	1,425,097
Conditional Grants			
- Local government	2,900	2,944	2,944
- Other	123,108	111,758	105,088
Total Conditional Grants	126,008	114,702	108,032
<b>Total Operating</b>	1,668,438	1,866,081	1,533,129
<b>Capital</b>			
Conditional Grants			
- Saskatchewan Infrastructure Growth Initiative	-	-	-
- Other (Capital Donations)	900	1,932,873	2,003,776
<b>Total Capital</b>	900	1,932,873	2,003,776
<b>Total Recreation and Cultural Services</b>	<b>1,669,338</b>	<b>3,798,954</b>	<b>3,536,905</b>

The City of Warman  
 Schedule of Operating and Capital Revenue by Function  
 As at December 31, 2022

Schedule 2 - 4

Unaudited

	2022 Budget	2022	2021
<b>UTILITY SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Water	5,019,400	4,836,609	5,114,464
- Sewer	954,500	1,032,317	1,089,454
- <b>Other (Specify)</b>	-	51,437	17,620
Total Other Segmented Revenue	5,973,900	5,920,363	6,221,538
Total Conditional Grants	-	-	-
<b>Total Operating</b>	<b>5,973,900</b>	<b>5,920,363</b>	<b>6,221,538</b>
<b>Capital</b>			
Conditional Grants			
- Investing in Canada Infrastructure Program	-	6,925,132	5,754,184
- <b>Other (Capital Contributions - Developers)</b>	-	-	-
<b>Total Capital</b>	<b>-</b>	<b>6,925,132</b>	<b>5,754,184</b>
<b>Total Utility Services</b>	<b>5,973,900</b>	<b>12,845,495</b>	<b>11,975,722</b>

<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>20,730,704</b>	<b>19,535,753</b>	<b>20,317,867</b>
--	-------------------	-------------------	-------------------

**SUMMARY**

Total Other Segmented Revenue	8,554,495	9,884,688	10,141,126
Total Conditional Grants	176,008	260,935	230,449
Total Capital Grants and Contributions	12,000,201	9,390,130	9,946,292
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>20,730,704</b>	<b>19,535,753</b>	<b>20,317,867</b>

The City of Warman

Total Expenses by Function

As at December 31, 2022

Unaudited

Schedule 3 - 1

	2022 Budget	2022	2021
<b>GENERAL GOVERNMENT SERVICES</b>			
Council remuneration and travel	258,170	259,492	208,717
Wages and benefits	1,091,491	945,935	994,014
Professional/Contractual services	491,330	404,609	427,166
Utilities	40,880	40,066	38,061
Maintenance, materials and supplies	80,750	45,537	44,227
Grants and contributions - operating	14,500	43,107	9,910
Write down of Receivable	-	-	5,691,284
Amortization	21,388	46,121	46,120
Interest	500	1,534	104
<b>Total Government Services</b>	<b>1,999,009</b>	<b>1,786,401</b>	<b>7,459,603</b>

**PROTECTIVE SERVICES**

**Police protection**

Wages and benefits	229,990	159,073	231,749
Professional/Contractual services	1,258,080	1,073,679	864,875
Utilities	11,600	11,631	9,927
Maintenance, material and supplies	9,000	7,736	9,505
Amortization	5,338	10,543	10,543

**Fire protections**

Wages and benefits	306,775	270,249	312,778
Professional/Contractual services	99,531	90,607	90,658
Utilities	23,700	27,185	24,641
Maintenance, material and supplies	83,700	72,213	81,619
Write off of Equipment	-	-	-
Amortization	78,851	179,045	173,809

**Total Protective Services**

**2,106,565      1,901,961      1,810,104**

**TRANSPORTATION SERVICES**

Wages and benefits	729,444	662,492	665,257
Professional/Contractual Services	938,660	975,522	828,421
Utilities	189,600	250,484	229,408
Maintenance, materials, and supplies	386,600	351,509	271,421
Gravel	15,000	-	4,191
Write off of Equipment	-	-	-
Amortization	1,522,587	3,017,707	2,982,575

**Total Transportation Services**

**3,781,891      5,257,714      4,981,273**

**The City of Warman**  
**Total Expenses by Function**  
**As at December 31, 2022**  
**Unaudited**

Schedule 3 - 2

	<b>2022 Budget</b>	<b>2022</b>	<b>2021</b>
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
Wages and benefits	92,639	64,791	51,299
Professional/Contractual services	1,095,170	1,131,827	1,052,248
Utilities	1,000	565	496
Maintenance, materials and supplies	3,500	6,303	3,493
Write off of equipment	-	-	-
Amortization	17,781	35,561	35,561
<b>Total Environmental and Public Health Services</b>	<b>1,210,090</b>	<b>1,239,047</b>	<b>1,143,097</b>
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
	-		
Wages and benefits	378,949	400,794	359,550
Professional/Contractual Services	372,900	352,795	352,786
Write off of equipment	-	-	-
Amortization	8,596	10,029	10,123
Other	16,600	14,740	10,837
<b>Total Planning and Development Services</b>	<b>777,045</b>	<b>778,358</b>	<b>733,296</b>
<b>RECREATION AND CULTURAL SERVICES</b>			
	-		
Wages and benefits	2,133,421	2,069,503	1,948,885
Professional/Contractual services	735,541	752,583	578,941
Utilities	638,010	621,655	464,779
Maintenance, materials and supplies	375,750	303,120	266,865
Grants and contributions - operating	86,258	75,854	71,392
Write off of equipment	-	-	-
Amortization	582,327	1,415,159	1,344,883
Interest	114,520	46,399	75,708
Allowance for uncollectibles	3,500	12,357	560
<b>Total Recreation and Cultural Services</b>	<b>4,669,327</b>	<b>5,296,630</b>	<b>4,752,013</b>



**The City of Warman**  
**Total Expenses by Function**  
**As at December 31, 2022**  
**Unaudited**

Schedule 3 - 3

	<b>2022 Budget</b>	<b>2022</b>	<b>2021</b>
<b>UTILITY SERVICES</b>			
Wages and benefits	308,965	313,340	265,391
Professional/Contractual services	4,336,700	3,598,809	3,834,750
Utilities	103,910	94,977	82,129
Maintenance, materials and supplies	146,450	170,729	122,598
Amortization	733,926	1,467,516	1,471,903
Interest	-	-	-
<b>Total Utility Services</b>	<b>5,629,951</b>	<b>5,645,371</b>	<b>5,776,771</b>
<b>TOTAL EXPENSES BY FUNCTION</b>	<b>20,173,877</b>	<b>21,905,482</b>	<b>26,656,157</b>

The City of Warman  
Schedule of Segment Disclosure by Function  
As at December 31, 2022  
Unaudited

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and Charges	133,772	133,823	11,783	416,901	543,432	1,746,832	5,920,363	8,906,906
Tangible Capital Asset Sales - Gain	-	-	-	-	-	4,547	-	4,547
Investment Income and Commissions	973,235	-	-	-	-	-	-	973,235
Grants - Conditional	-	-	-	146,233	-	114,702	-	260,935
- Capital	23,375	90,372	418,378	-	-	1,932,873	6,925,132	9,390,130
<b>Total revenues</b>	<b>1,130,382</b>	<b>224,195</b>	<b>430,161</b>	<b>563,134</b>	<b>543,432</b>	<b>3,798,954</b>	<b>12,845,495</b>	<b>19,535,753</b>
<b>Expenses (Schedule 3)</b>								
Wages & Benefits	1,205,427	429,322	662,492	64,791	400,794	2,069,503	313,340	5,145,669
Professional/ Contractual Services	404,609	1,164,286	975,522	1,131,827	352,795	752,583	3,598,809	8,380,431
Utilities	40,066	38,816	250,484	565	-	621,655	94,977	1,046,563
Maintenance Materials and Supplies	45,537	79,949	351,509	6,303	-	303,120	170,729	957,147
Grants and Contributions	43,107	-	-	-	-	75,854	-	118,961
Amortization	46,121	189,588	3,017,707	35,561	10,029	1,415,159	1,467,516	6,181,681
Interest	1,534	-	-	-	-	46,399	-	47,933
Allowance for Uncollectibles	-	-	-	-	-	12,357	-	12,357
Write Down of Receivables	-	-	-	-	-	-	-	-
Other	-	-	-	-	14,740	-	-	14,740
<b>Total expenses</b>	<b>1,786,401</b>	<b>1,901,961</b>	<b>5,257,714</b>	<b>1,239,047</b>	<b>778,358</b>	<b>5,296,630</b>	<b>5,645,371</b>	<b>21,905,482</b>
<b>Surplus (Deficit) by Function</b>	<b>(656,019)</b>	<b>(1,677,766)</b>	<b>(4,827,553)</b>	<b>(675,913)</b>	<b>(234,926)</b>	<b>(1,497,676)</b>	<b>7,200,124</b>	<b>(2,369,729)</b>
Taxation and other unconditional revenue (Schedule 1)								14,701,820
<b>Net Surplus</b>								<b>12,332,091</b>

The City of Warman  
Schedule of Segment Disclosure by Function  
As at December 31, 2021  
Unaudited

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and Charges	990,383	244,364	4,131	422,574	279,259	1,400,034	6,221,538	9,562,283
Tangible Capital Asset Sales - Gain	-	8,235	58,359	-	-	25,063	-	91,657
Investment Income and Commissions	487,186	-	-	-	-	-	-	487,186
Grants - Conditional	-	-	-	122,417	-	108,032	-	230,449
- Capital	1,422,486	84,810	681,036	-	-	2,003,776	5,754,184	9,946,292
<b>Total revenues</b>	<b>2,900,055</b>	<b>337,409</b>	<b>743,526</b>	<b>544,991</b>	<b>279,259</b>	<b>3,536,905</b>	<b>11,975,722</b>	<b>20,317,867</b>
<b>Expenses (Schedule 3)</b>								
Wages & Benefits	1,202,731	544,527	665,257	51,299	359,550	1,948,885	265,391	5,037,640
Professional/ Contractual Services	427,166	955,533	828,421	1,052,248	352,786	578,941	3,834,750	8,029,845
Utilities	38,061	34,568	229,408	496	-	464,779	82,129	849,441
Maintenance Materials and Supplies	44,227	91,124	275,612	3,493	-	266,865	122,598	803,919
Grants and Contributions	9,910	-	-	-	-	71,392	-	81,302
Amortization	46,120	184,352	2,982,575	35,561	10,123	1,344,883	1,471,903	6,075,517
Interest	104	-	-	-	-	75,708	-	75,812
Allowance for Uncollectibles	-	-	-	-	-	560	-	560
Write Down of Receivables	5,691,284	-	-	-	-	-	-	5,691,284
Other	-	-	-	-	10,837	-	-	10,837
<b>Total expenses</b>	<b>7,459,603</b>	<b>1,810,104</b>	<b>4,981,273</b>	<b>1,143,097</b>	<b>733,296</b>	<b>4,752,013</b>	<b>5,776,771</b>	<b>26,656,157</b>
<b>Surplus (Deficit) by Function</b>	<b>(4,559,548)</b>	<b>(1,472,695)</b>	<b>(4,237,747)</b>	<b>(598,106)</b>	<b>(454,037)</b>	<b>(1,215,108)</b>	<b>6,198,951</b>	<b>(6,338,290)</b>
Taxation and other unconditional revenue (Schedule 1)								13,845,534
<b>Net Surplus</b>								<b>7,507,244</b>

**The City of Warman**  
**Schedule of Accumulated Surplus**  
**As at December 31, 2022**

Schedule 6

Unaudited

	2021	Changes	2022
<b>UNAPPROPRIATED SURPLUS</b>	<b>17,372,186</b>	<b>3,209,934</b>	<b>20,582,120</b>
<b>APPROPRIATED RESERVES</b>			
Utility	8,850,947	(3,471,828)	5,379,119
Other	12,347,344	3,254,159	15,601,502
<b>Total Appropriated</b>	<b>21,198,291</b>	<b>(217,669)</b>	<b>20,980,621</b>
<b>NET INVESTMENT IN TANGIBLE CAPITAL ASSETS</b>			
Tangible capital assets (Note 9)	186,004,427	8,989,683	194,994,110
Less: Related debt	(978,395)	350,145	(628,250)
<b>Net Investment in Tangible Capital Assets</b>	<b>185,026,032</b>	<b>9,339,828</b>	<b>194,365,860</b>
<b>Total Accumulated Surplus</b>	<b>223,596,509</b>	<b>12,332,092</b>	<b>235,928,600</b>

**The City of Warman**  
**Schedule of Mill Rates and Assessments**  
**As at December 31, 2022**  
**Unaudited**

Schedule 7

	PROPERTY CLASS					Total
	Agriculture	Residential	Multi Residential	Commercial & Industrial	Railway & Pipelines	
<b>Taxable Assessment</b>	1,838,265	1,115,120,560	131,064,480	193,910,245	1,278,230	1,443,211,780
<b>Regional Park Assessment</b>	-	-	-	-	-	-
<b>Total Assessment</b>	-	-	-	-	-	<b>1,443,211,780</b>
<b>Mill Rate Factor(s)</b>	0.48	-	-	0.97	1.18	-
<b>Total Base/Minimum Tax</b> (generated for each property class)	5,950	2,374,645	391,510	226,800	2,700	3,001,605
<b>Total Municipal Tax Levy</b> (include base and/or minimum tax and special levies)	11,138	8,721,034	1,162,169	1,116,758	11,588	11,022,687

MILL RATES:	MILLS
<b>Average Municipal*</b>	7.64
<b>Average School*</b>	4.68
<b>Uniform Municipal Mill Rate</b>	5.88

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

**The City of Warman**  
**Schedule of Council Remuneration**  
**As at December 31, 2022**  
**Unaudited**

Schedule 8

<b>Position</b>	<b>Name</b>	<b>Remuneration</b>	<b>Reimbursed Costs</b>	<b>Total</b>
<b>Mayor</b>	<b>Philipchuk, Gary</b>	60,287	7,670	67,957
Councillor	Tooley, Kevin	25,184	3,378	28,562
Councillor	Beck, Richard	22,008	2,044	24,052
Councillor	Cripps, Shaun	3,516	-	3,516
Councillor	Johnson, Tracy	21,416	2,715	24,131
Councillor	Peterson, Trevor	10,623	3,361	13,984
Councillor	Ramage, Doug	21,097	3,329	24,426
Councillor	Seed, Marshall	22,816	3,568	26,384
<b>Total</b>		<b>186,947</b>	<b>26,065</b>	<b>213,012</b>