

TOWN OF BRUNO

Auditor's Report

Financial Statements

December 31, 2023

MANAGEMENT'S RESPONSIBILITY

To the Ratepayers of
Town of Bruno:

Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. The preparation of the statements necessarily includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgments and estimates by management is required.

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

The Council is composed of elected officials who are not employees of the Town. The Council is responsible for overseeing management in the performance of its financial reporting responsibilities. The Council fulfills 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 Town's external auditors.

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



Mayor



Administrator

INDEPENDENT AUDITOR'S REPORT

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

Report on the Financial Statements

Qualified Opinion

We have audited the financial statements of the **Town of Bruno**, which comprise the statement of financial position as at **December 31, 2023** and the statements of financial activities, changes in net financial assets, changes in financial position, and remeasurement gains and losses 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 Town as at **December 31, 2023** and its financial performance and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified Opinion

Under PSAS, the Town was required to adopt a new accounting standard, PS 3280 - Asset Retirement Obligations. This new accounting standard required the Town to record present liabilities for future expenditures with respect to legal obligations associated with the retirement of tangible capital assets. The Town was unable to obtain and provide sufficient appropriate audit evidence regarding the completeness and valuation of these potential liabilities and the required disclosures. Consequently, we were unable to determine whether any adjustments were necessary to the presented amount of liabilities, accumulated surplus (deficit), expenditures, or surplus (deficit) of revenues over expenditures.

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

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

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

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

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

Auditor's Responsibility for the Audit of the Financial Statements

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

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

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

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

Saskatoon, Saskatchewan
June 19, 2024



Jensen Stromberg
Chartered Professional Accountants

TOWN OF BRUNO
STATEMENT OF FINANCIAL POSITION

Statement 1

December 31, 2023

with comparative figures for 2022

	2023	2022
	ASSETS	
Financial assets:		
Cash and cash equivalents (Note 2)	\$ 1,434,657	1,303,867
Investments	-	-
Taxes receivable - Municipal (Note 3)	92,336	67,042
Other accounts receivable (Note 4)	193,892	180,188
Assets held for sale (Note 5)	3,296	3,296
Long-term receivables (Note 6)	7,240	7,240
Debt charges recoverable	-	-
Other	-	-
	<hr/>	<hr/>
Total financial assets	1,731,421	1,561,633
	LIABILITIES	
Bank indebtedness (Note 7)	-	-
Accounts payable	157,888	25,209
Accrued liabilities payable	-	-
Deposits	49,611	41,776
Deferred revenue	-	-
Asset retirement obligations	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Long-term debt (Note 8)	59,673	107,230
Lease obligations	-	-
	<hr/>	<hr/>
Total liabilities	267,172	174,215
NET FINANCIAL ASSETS (DEBT)	1,464,249	1,387,418
Non-financial assets:		
Tangible capital assets (Schedule 6, 7)	3,700,003	3,398,652
Prepaid and deferred charges	20	32
Stock and supplies	14,514	21,614
	<hr/>	<hr/>
Total non-financial assets	3,714,537	3,420,298
Accumulated surplus (deficit)	\$ 5,178,786	4,807,716
Accumulated surplus (deficit) is comprised of:		
Accumulated surplus (deficit) excluding remeasurement gains (losses) (Schedule 8)	5,178,786	4,807,716
Accumulated remeasurement gains (losses) (Statement 5)	-	-

APPROVED ON BEHALF OF COUNCIL:

 Mayor

 Councillor

See accompanying notes to the financial statements.

TOWN OF BRUNO
STATEMENT OF FINANCIAL ACTIVITIES

Statement 2

Year ended December 31, 2023
with comparative figures for 2022

		<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
Revenues:				
Tax revenue	(Schedule 1)	\$ 535,490	534,458	531,165
Other unconditional revenue	(Schedule 1)	213,820	199,458	178,501
Fees and charges	(Schedule 4, 5)	846,720	804,997	789,430
Conditional grants	(Schedule 4, 5)	34,390	166,701	45,621
Tangible capital asset sales - gain (loss)	(Schedule 4, 5)	12,000	(1,002)	16,040
Land sales - gain (loss)	(Schedule 4, 5)	-	-	3,406
Investment income	(Schedule 4, 5)	35,190	43,216	19,564
Commissions	(Schedule 4, 5)	-	-	-
Restructurings	(Schedule 4, 5)	-	-	-
Other revenues	(Schedule 4, 5)	100	-	101
Provincial/Federal capital grants and contributions	(Schedule 4, 5)	<u>56,030</u>	<u>210,737</u>	<u>63,892</u>
Total Revenues		<u>1,733,740</u>	<u>1,958,565</u>	<u>1,647,720</u>
Expenditures:				
General government services	(Schedule 3)	401,700	358,079	308,102
Protective services	(Schedule 3)	112,230	113,371	93,538
Transportation services	(Schedule 3)	337,220	297,835	301,217
Environmental and public health services	(Schedule 3)	101,430	100,030	88,947
Planning and development services	(Schedule 3)	10,000	29,506	19,505
Recreation and cultural services	(Schedule 3)	327,590	352,137	286,006
Utility services	(Schedule 3)	347,560	336,537	312,551
Restructurings	(Schedule 3)	-	-	-
Total Expenditures		<u>1,637,730</u>	<u>1,587,495</u>	<u>1,409,866</u>
Surplus (deficit) of revenues over expenditures		96,010	371,070	237,854
Accumulated surplus (deficit) excluding remeasurement gains (losses), beginning of year		<u>4,807,716</u>	<u>4,807,716</u>	<u>4,569,862</u>
Accumulated surplus (deficit) excluding remeasurement gains (losses), end of year		\$ 4,903,726	5,178,786	4,807,716

See accompanying notes to the financial statements.

TOWN OF BRUNO
STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

Statement 3

Year ended December 31, 2023
with comparative figures for 2022

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
Surplus (deficit)	\$ 96,010	371,070	237,854
(Acquisition) of tangible capital assets	-	(435,287)	(509,425)
Amortization of tangible capital assets	131,870	132,935	118,381
Proceeds on disposal of tangible capital assets	-	-	59,800
Loss (gain) on disposal of tangible capital assets	(12,000)	1,002	(16,040)
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (deficit) of capital expenses over expenditures	<u>119,870</u>	<u>(301,350)</u>	<u>(347,284)</u>
(Acquisition) of supplies inventories	-	(5,384)	-
(Acquisition) of prepaid expenses	-	-	-
Consumption of supplies inventories	-	12,483	10,095
Use of prepaid expenses	-	12	34
Surplus (deficit) of expenses of other non-financial over expenditures	<u>-</u>	<u>7,111</u>	<u>10,129</u>
Unrealized remeasurement gains (losses)	-	-	-
Increase (decrease) in Net Financial Assets	<u>215,880</u>	<u>76,831</u>	<u>(99,301)</u>
Net Financial Assets (Debt) - Beginning of the year	<u>1,387,418</u>	<u>1,387,418</u>	<u>1,486,719</u>
Net Financial Assets (Debt) - End of year	<u>\$ 1,603,298</u>	<u>1,464,249</u>	<u>1,387,418</u>

See accompanying notes to the financial statements.

TOWN OF BRUNO
STATEMENT OF CHANGES IN FINANCIAL POSITION

Statement 4

Year ended December 31, 2023
with comparative figures for 2022

Cash provided by (used in) the following activities:	2023	2022
Operating:		
Surplus (deficit)	\$ 371,070	237,854
Amortization	132,935	118,381
Loss (gain) on disposal of tangible capital assets	<u>1,002</u>	<u>(16,040)</u>
	505,007	340,195
Change in assets/liabilities		
Taxes receivable - Municipal	(25,294)	9,895
Other accounts receivable	(13,705)	5,605
Assets held for sale	-	416
Other financial assets	-	-
Accounts and accrued liabilities payable	132,679	(4,901)
Deposits	7,835	5,219
Deferred revenue	-	-
Asset retirement obligations	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Stock and supplies	7,099	10,095
Prepayments and deferred charges	12	34
Other	<u>-</u>	<u>-</u>
Net cash from operations	<u>613,633</u>	<u>366,558</u>
Capital:		
Cash used to acquire tangible capital assets	(435,287)	(509,425)
Proceeds on disposal of tangible capital assets	-	59,800
Other capital	<u>-</u>	<u>-</u>
Net cash used for capital	<u>(435,287)</u>	<u>(449,625)</u>
Investing:		
Decrease (increase) in restricted cash	-	-
Proceeds on disposal of investments	-	-
Decrease (increase) in investments	<u>-</u>	<u>-</u>
Net cash from investing	<u>-</u>	<u>-</u>
Financing activities:		
Debt charges recovered	-	-
Long-term debt issued	-	122,205
Long-term debt repaid	(47,556)	(52,185)
Other financing	<u>-</u>	<u>-</u>
Net cash from (used for) financing	<u>(47,556)</u>	<u>70,020</u>
Change in cash and cash equivalents during the year	130,790	(13,047)
Cash and cash equivalents, beginning of year	<u>1,303,867</u>	<u>1,316,914</u>
Cash and cash equivalents, end of year (Note 2)	<u>\$ 1,434,657</u>	<u>1,303,867</u>

See accompanying notes to the financial statements.

TOWN OF BRUNO
STATEMENT OF REMEASUREMENT GAINS AND LOSSES

Statement 5

Year ended December 31, 2023
with comparative figures for 2022

	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
Accumulated remeasurement gains (losses), beginning of year	\$ <u> </u> <u> </u>	<u> </u> <u> </u>
Unrealized gains (losses)		
Derivatives	- <u> </u>	- <u> </u>
Equity investments measured at fair value	- <u> </u>	- <u> </u>
Foreign exchange	- <u> </u>	- <u> </u>
	- <u> </u>	- <u> </u>
Reclassified to the Statement of Financial Activities		
Derivatives	- <u> </u>	- <u> </u>
Equity investments measured at fair value	- <u> </u>	- <u> </u>
Foreign exchange	- <u> </u>	- <u> </u>
	- <u> </u>	- <u> </u>
Net remeasurement gains (losses)	- <u> </u>	- <u> </u>
Accumulated remeasurement gains (losses), end of year	\$ <u> </u> <u> </u>	<u> </u> <u> </u>

See accompanying notes to the financial statements.

TOWN OF BRUNO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES

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

(a) 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.

(b) Reporting Entity

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

Partnerships

A partnership represents a contractual arrangement between the Town 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.

(c) Collection of Funds for Other Authorities

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

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

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

Unearned government transfer amounts received but not earned will be recorded as deferred revenue. Earned government transfer amounts not received will be recorded as an amount receivable.

(e) Other (Non-Government Transfer) Contributions

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

(f) Deferred Revenue - Fees and Charges

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

(g) Local Improvement Charges

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

TOWN OF BRUNO
NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(h) Net Financial Assets

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

(i) 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.

(j) Appropriated Reserves

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

(k) Property Tax Revenue

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

(l) Financial Instruments

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

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

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

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

Measurement of Financial Instruments:

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

Cash and cash equivalents	Cost and amortized cost
Investments	Fair value and cost/amortized cost
Other accounts receivable	Cost and amortized cost
Long-term receivables	Amortized cost
Debt charges recoverable	Amortized cost
Bank indebtedness	Amortized cost
Accounts payable and accrued liabilities	Cost
Deposit liabilities	Cost
Long-term debt	Amortized cost

TOWN OF BRUNO
NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(m) Inventories

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

(n) Tangible Capital Assets

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

	<u>Asset</u>	<u>Useful Life</u>
<i>General Assets</i>		
Land		Indefinite
Land improvements		5 to 20 years
Buildings		10 to 50 years
Vehicles and equipment		
Vehicles		5 to 10 years
Machinery & Equipment		5 to 10 years
<i>Infrastructure Assets</i>		
Infrastructure assets		30 to 75 years
Water and sewer		30 to 75 years
Road network assets		30 to 75 years

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

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

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

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

TOWN OF BRUNO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(o) Asset Retirement Obligations

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

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

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

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

(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:

- a) an environmental standard exists;
- b) contamination exceeds the environmental standard;
- c) the Town:
 - i. is directly responsible; or
 - ii. accepts responsibility;
- d) it is expected that future economic benefits will be given up; and
- e) a reasonable estimate of the amount can be made.

The Town does not have any contaminated sites.

(q) Employee Benefit Plans

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

TOWN OF BRUNO
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(r) Measurement Uncertainty

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

Measurement uncertainty impacts the following financial statement areas:

- a) Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.
- b) The measurement of materials and supplies are based on estimates of volume and quality.
- c) The 'Opening asset costs' of tangible capital assets have been estimated where actual costs were not available.
- d) Amortization is based on the estimated useful lives of tangible capital assets.
- e) The liability associated with asset retirement obligations are measured with reference to the best estimate of the amount required to ultimately remediate the liability at the financial statement date, the discount rate, and inflation.
- f) Measurement of financial instruments at fair value and recognition and measurement of impairment of financial instruments requires the use of significant management estimates.

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

(s) Basis of Segmentation/Segment Report

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

These segments (functions) are as follows:

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

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

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

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

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

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

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

TOWN OF BRUNO
NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(t) Assets Held for Sale

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

(u) Budget Information

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on April 18, 2023.

(v) Loan Guarantees

Loan guarantees provided by the Town for various organizations are not consolidated as part of the Town's financial statements. As the guarantees represent potential financial commitments for the Town, these amounts are considered contingent liabilities and are not formally recognized as liabilities until the Town considers it likely for the borrower to default on its obligation and the amount of the liability can be estimated. The Town monitors the status of the organizations annually and in the event that payment by the Town is likely to occur, a provision will be recognized in the financial statements.

(w) New Standards and Amendments to Standards: effective for fiscal years beginning on or after April 1, 2023

PS 3160, Public Private Partnerships, a new standard establishing guidance on how to account for and report on partnerships between public and private sector entities. Specifically those in which the entity in the public sector procures infrastructure in conjunction with a private sector entity. In these scenarios the private sector entity must have obligations to design, build, acquire or improve existing infrastructure. Furthermore they must also finance the transaction past the point in which the asset is initially ready for use along with operating and/or maintaining such on an ongoing basis. The standard applies to 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 standard is mandatory for fiscal years beginning on or after April 1, 2023. Earlier adoption is permitted. The standard may be adopted retroactively or prospectively.

PSG-8, Purchased Intangibles, provides guidance on accounting for and reporting on purchased intangibles. It provides clarity on the recognition criteria, along with instances of assets that would not meet the definition of such. The standard may be adopted retroactively or prospectively.

TOWN OF BRUNO
NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(x) New Accounting Policies Adopted During the Year

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 instruments 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 remeasurement 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.

2. CASH AND CASH EQUIVALENTS

	<u>2023</u>	<u>2022</u>
Cash	\$ 1,434,657	1,303,867
Short-term investments	-	-
Restricted cash	-	-
	<hr/> <u>\$ 1,434,657</u>	<hr/> <u>1,303,867</u>

Cash and cash equivalents includes balances with banks, less outstanding cheques and plus outstanding deposits, and short-term deposits with maturities of three months or less.

TOWN OF BRUNO
NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

3. TAXES AND GRANTS IN LIEU RECEIVABLE

	2023	2022
Municipal: - Current	\$ 67,290	59,878
- Arrears	<u>31,732</u>	<u>12,750</u>
	99,022	72,628
Less: allowance for uncollectibles	<u>(6,686)</u>	<u>(5,586)</u>
Total municipal taxes receivable	<u>92,336</u>	<u>67,042</u>
School: - Current	16,602	15,199
- Arrears	<u>3,525</u>	<u>1,252</u>
Total taxes to be collected on behalf of School Divisions	<u>20,127</u>	<u>16,451</u>
Other: - Current	-	-
- Arrears	<u>-</u>	<u>-</u>
Total other collections receivable	<u>-</u>	<u>-</u>
Total taxes and grants in lieu receivable or to be collected on behalf of other organizations	112,463	83,493
Deduct taxes receivable to be collected on behalf of other organizations	<u>(20,127)</u>	<u>(16,451)</u>
Total taxes receivable - Municipal	<u>\$ 92,336</u>	<u>67,042</u>

4. OTHER ACCOUNTS RECEIVABLE

	2023	2022
Federal government	\$ 40,124	18,882
Provincial government	5,577	2,766
Local government	25,286	17,481
Utility	112,541	121,908
Trade	10,364	19,151
Other	-	-
Total other accounts receivable	193,892	180,188
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Net other accounts receivable	<u>\$ 193,892</u>	<u>180,188</u>

TOWN OF BRUNO
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

5. ASSETS HELD FOR SALE

	<u>2023</u>	<u>2022</u>
Tax title property	\$ 14,503	14,503
Less: - allowance for market value adjustment	(10,933)	(10,933)
- due to other taxing authorities	<u>(3,570)</u>	<u>(3,570)</u>
Net tax title property	<u>-</u>	<u>-</u>
Other land	3,296	3,296
Less: - allowance for market value adjustment	<u>-</u>	<u>-</u>
Net other land	<u>3,296</u>	<u>3,296</u>
Total land for resale	<u>\$ 3,296</u>	<u>3,296</u>

6. LONG-TERM RECEIVABLES

	<u>2023</u>	<u>2022</u>
Equity in co-operatives	<u>\$ 7,240</u>	<u>7,240</u>

7. BANK INDEBTEDNESS

Credit Arrangements

At December 31, 2023, the Town had a line of credit totaling \$200,000, none of which was drawn.

TOWN OF BRUNO
NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

8. LONG-TERM DEBT

The authorized debt limit for the Town is \$1,322,692. The authorized debt limit for a Town is the total amount of the Town's own source revenues for the preceding year (the *Municipalities Act* section 161(1)). The incremental debt above the debt limit authorized in the Municipalities Act is approved by the Saskatchewan Municipal Board.

Bank loans:

	2023	2022
Bruno Credit Union loan, repayable in blended monthly payments of \$2,540 including interest at 3.50%, maturing March 2023.	\$ -	7,556
Bruno Credit Union loan, repayable in blended monthly payments of \$3,622 including interest at 4.25%, matured in May 2025.	<u>59,673</u>	<u>99,674</u>
	<u><u>\$ 59,673</u></u>	<u><u>107,230</u></u>

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total
2024	\$ 41,729	1,729	43,458
2025	17,944	182	18,126
2026	-	-	-
2027	-	-	-
2028	-	-	-
Thereafter	<u>—</u>	<u>—</u>	<u>—</u>
Balance	<u><u>\$ 59,673</u></u>	<u><u>1,911</u></u>	<u><u>61,584</u></u>

9. PENSION PLAN

The Town is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The Town's pension expense in 2023 was \$26,447 (2022 - \$22,358). The benefits accrued to the Town's employees from MEPP are calculated using the following: pensionable years of service, highest average salary, and the plan accrual rate.

Total current service contributions by the Town to MEPP in 2023 were \$26,447 (2022 - \$22,358). Total current service contributions by the employees of the Town to MEPP in 2023 were \$26,447 (2022 - \$22,358).

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

TOWN OF BRUNO
NOTES TO THE FINANCIAL STATEMENTS

December 31, 2023

10. RISK MANAGEMENT

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

Credit Risk

Credit risk is the risk that one party to a financial instrument will fail to discharge their responsibilities with respect to the financial instrument, and in doing so, cause a loss for the other party. The Town is mainly exposed to credit risk with respect to its cash and taxes and other accounts receivable. It is management's opinion that the Town is not exposed to significant credit risk as its cash is held by financial institutions with high credit ratings, and a significant portion of its taxes and other accounts receivable can be collected through tax enforcement procedures.

Liquidity Risk

Liquidity risk is the risk that the Town will encounter difficulty in meeting financial obligations as they fall due. The Town undertakes regular cash flow analyses to ensure that there are sufficient cash resources to meet all obligations. The Town is mainly exposed to liquidity risk with respect to its accounts payable and accrued liabilities and long-term debt.

Market Risk

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

- Interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The financial instruments that potentially subject the Town to interest rate risk consist of long-term debt.
- Currency risk is the risk that the future cash flows of a financial instrument will fluctuate due to changes in currency fluctuations. The Town is not subject to currency risk on its financial instruments.
- Other price risk is the risk that the future cash flows of a financial instrument will fluctuate due to changes in the fair value of equity investments. The Town is not subject to other price risk on its financial instruments.

TOWN OF BRUNO

SCHEDULE OF TAXES AND OTHER UNCONDITIONAL REVENUES

Year ended December 31, 2023
with comparative figures for 2022

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
TAXES			
General municipal tax levy	\$ 531,720	530,504	527,768
Abatements and adjustments	(580)	(956)	(956)
Discount on current year taxes	-	-	-
Net municipal taxes	531,140	529,548	526,812
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	4,350	4,910	4,353
Special tax levy	-	-	-
Other	-	-	-
Total Taxes	535,490	534,458	531,165
UNCONDITIONAL GRANTS			
Revenue sharing	152,600	147,953	130,495
Organized Hamlet	-	-	-
Other	-	-	-
Total Unconditional Grants	152,600	147,953	130,495
GRANTS IN LIEU OF TAXES			
Federal	-	-	-
Provincial	-	-	-
S.P.C. Electrical	-	-	-
Sask. Energy Gas	25,000	18,918	15,159
TransGas	-	-	-
Central Services	-	-	-
Sasktel	1,220	1,219	1,219
Other	-	-	-
Local/Other	-	-	-
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other	-	-	-
Other Government Transfers	-	-	-
S.P.C. Surcharge	35,000	31,368	31,628
Sask Energy Surcharge	-	-	-
Other	-	-	-
Total Grants in Lieu of Taxes	61,220	51,505	48,006
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE			
	\$ 749,310	733,916	709,666

See accompanying notes to the financial statements.

TOWN OF BRUNO**SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION****Year ended December 31, 2023**

with comparative figures for 2022

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ 320	599	320
Sales of supplies	15,090	7,907	12,819
Other (licenses, permits)	4,640	5,187	4,632
Total Fees and Charges	20,050	13,693	17,771
Tangible capital asset sales - gain (loss)	12,000	-	-
Land sales - gain (loss)	-	-	3,406
Investment income	35,190	43,216	19,564
Commissions	-	-	-
Other (miscellaneous receipts)	100	-	101
Total other segmented revenue	67,340	56,909	40,842
Conditional Grants			
Student employment	2,080	1,755	3,216
Other	-	-	-
Total Conditional Grants	2,080	1,755	3,216
Total Operating	69,420	58,664	44,058
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue			
Total General Government Services	69,420	58,664	44,058
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Other (policing and fire fees)	30,100	7,535	27,006
Total Fees and Charges	30,100	7,535	27,006
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	30,100	7,535	27,006
Conditional Grants			
Student employment	-	-	-
Local government	22,000	25,286	21,096
Other	-	-	-
Total Conditional Grants	22,000	25,286	21,096
Total Operating	52,100	32,821	48,102
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Provincial Disaster Assistance	-	-	-
Local government	-	-	-
Other (Fire hall donations)	-	127,319	-
Total Capital	-	127,319	-
Restructuring Revenue			
Total Protective Services	52,100	160,140	48,102

See accompanying notes to the financial statements.

TOWN OF BRUNO

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2023

with comparative figures for 2022

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ 80	200	82
Sale of gravel and supplies	300	1,773	295
Road maintenance and restoration agreements	-	-	-
Other (equipment rentals)	950	429	950
Total Fees and Charges	1,330	2,402	1,327
Tangible capital asset sales - gain (loss)	-	(1,000)	16,040
Other	-	-	-
Total other segmented revenue	1,330	1,402	17,367
Conditional Grants			
Primary Weight Corridor	-	-	-
Student employment	-	-	-
Other (SGI Traffic Safety)	-	-	10,995
Total Conditional Grants	-	-	10,995
Total Operating	1,330	1,402	28,362
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue			
Total Transportation Services	1,330	1,402	28,362
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Waste and disposal fees	19,530	20,206	19,532
Other	-	-	-
Total Fees and Charges	19,530	20,206	19,532
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	19,530	20,206	19,532
Conditional Grants			
Student employment	-	-	-
TAPD	-	-	-
Local government	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	19,530	20,206	19,532
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
TAPD	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue			
Total Environmental and Public Health Services Services	19,530	20,206	19,532

See accompanying notes to the financial statements.

TOWN OF BRUNO

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2023

with comparative figures for 2022

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Land inventory net gain (net loss)	\$ -	-	-
Other	-	-	-
Total Fees and Charges	-	-	-
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	-	-	-
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue			
Total Planning and Development Services	-	-	-
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Other (recreation fees)	222,870	194,770	165,975
Total Fees and Charges	222,870	194,770	165,975
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	222,870	194,770	165,975
Conditional Grants			
Student Employment	-	-	-
Local government	-	-	-
Donations	-	-	-
Other (Sask Lotteries)	10,310	10,314	10,314
Total Conditional Grants	10,310	10,314	10,314
Total Operating	233,180	205,084	176,289
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	-	-	-
Local government	10,000	20,000	-
Provincial Disaster Assistance	-	-	-
Other (donations - artificial ice)	4,000	22,237	45,012
Total Capital	14,000	42,237	45,012
Restructuring Revenue			
Total Recreation and Cultural Services	247,180	247,321	221,301

See accompanying notes to the financial statements.

TOWN OF BRUNO

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2023
with comparative figures for 2022

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Water	\$ 328,560	341,044	325,392
Sewer	224,280	225,347	224,281
Other (custom work)	-	-	8,146
Total Fees and Charges	552,840	566,391	557,819
Tangible capital asset sales - gain (loss)	-	(2)	-
Other	-	-	-
Total other segmented revenue	552,840	566,389	557,819
Conditional Grants			
Student employment	-	-	-
Other (ICIP funding)	-	129,346	-
Total Conditional Grants	-	129,346	-
Total Operating	552,840	695,735	557,819
Capital			
Conditional Grants			
Canada Community-Building Fund (CCBF)	42,030	41,181	18,880
New Building Canada Fund (SCF, NRP)	-	-	-
Clean Water and Wastewater Fund	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	42,030	41,181	18,880
Restructuring Revenue			
Total Utility Services	594,870	736,916	576,699
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 984,430	1,224,649	938,054
SUMMARY			
Total Other Segmented Revenue	\$ 894,010	847,211	828,541
Total Conditional Grants	34,390	166,701	45,621
Total Capital Grants and Contributions	56,030	210,737	63,892
Restructuring Revenue	-	-	-
TOTAL REVENUE BY FUNCTION	\$ 984,430	1,224,649	938,054

See accompanying notes to the financial statements.

TOWN OF BRUNO

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2023

with comparative figures for 2022

		2023 Budget	2023 Actual	2022 Actual
GENERAL GOVERNMENT SERVICES				
Council remuneration and travel	\$ 26,380	15,596	13,013	
Wages and benefits	151,820	141,946	118,229	
Professional/Contractual services	134,130	127,275	119,337	
Utilities	26,540	19,632	16,819	
Maintenance, materials, and supplies	33,370	17,831	18,463	
Grants and contributions	16,980	19,278	16,379	
-operating				
-capital				
Amortization	3,960	3,955	3,954	
Accretion of asset retirement obligations	-	-	-	
Interest	-	-	-	
Allowance for uncollectibles	-	1,100	976	
Other (conventions, training)	8,520	11,466	932	
General Government Services	401,700	358,079	308,102	
Restructuring				
Total General Government Services	401,700	358,079	308,102	
PROTECTIVE SERVICES				
Police protection				
Wages and benefits	-	-	-	
Professional/Contractual services	33,000	34,727	32,532	
Utilities	-	-	-	
Maintenance, materials, and supplies	-	-	-	
Grants and contributions	-	-	-	
-operating				
-capital				
Amortization	-	-	-	
Accretion of asset retirement obligations	-	-	-	
Interest	-	-	-	
Other	-	-	-	
Fire protection				
Wages and benefits	28,170	22,094	17,921	
Professional/Contractual services	19,810	5,718	15,926	
Utilities	6,100	5,989	5,944	
Maintenance, materials, and supplies	14,810	9,144	8,767	
Grants and contributions	-	-	-	
-operating				
-capital				
Amortization	10,340	10,338	12,448	
Accretion of asset retirement obligations	-	-	-	
Interest	-	-	-	
Other (Firehall fundraising costs)	-	25,361	-	
Protective Services	112,230	113,371	93,538	
Restructuring				
Total Protective Services	112,230	113,371	93,538	

See accompanying notes to the financial statements.

TOWN OF BRUNO

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2023

with comparative figures for 2022

		2023 Budget	2023 Actual	2022 Actual
TRANSPORTATION SERVICES				
Wages and benefits	\$ 173,480	160,307	153,468	
Professional/Contractual services	21,450	20,206	14,465	
Utilities	25,970	25,789	27,632	
Maintenance, materials, and supplies	57,230	31,884	56,521	
Gravel	12,890	13,604	12,864	
Grants and contributions	-operating	-	-	
	-capital	-	-	
Amortization	42,550	42,542	32,620	
Accretion of asset retirement obligations	-	-	-	
Interest	3,650	3,503	3,647	
Other	-	-	-	
Transportation Services	337,220	297,835	301,217	
Restructuring				
Total Transportation Services	337,220	297,835	301,217	
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES				
Wages and benefits	29,940	34,552	17,652	
Professional/Contractual services	24,590	14,608	22,572	
Utilities	-	-	-	
Maintenance, materials, and supplies	26,200	30,168	28,022	
Grants and contributions	-operating	-	-	
	Waste disposal	-	-	
	Public health	-	-	
	-capital	-	-	
	Waste disposal	-	-	
	Public health	-	-	
Amortization	4,090	4,092	4,091	
Accretion of asset retirement obligations	-	-	-	
Interest	-	-	-	
Other (REACT levy)	16,610	16,610	16,610	
Environmental and Public Health Services	101,430	100,030	88,947	
Restructuring				
Total Environmental and Public Health Services	101,430	100,030	88,947	
PLANNING AND DEVELOPMENT SERVICES				
Wages and benefits	-	-	-	
Professional/Contractual services	10,000	29,506	19,505	
Grants and contributions	-operating	-	-	
	-capital	-	-	
Amortization	-	-	-	
Accretion of asset retirement obligations	-	-	-	
Interest	-	-	-	
Other	-	-	-	
Planning and Development Services	10,000	29,506	19,505	
Restructuring				
Total Planning and Development Services	10,000	29,506	19,505	

See accompanying notes to the financial statements.

TOWN OF BRUNO**TOTAL EXPENSES BY FUNCTION****Year ended December 31, 2023**

with comparative figures for 2022

		<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
RECREATION AND CULTURAL SERVICES				
Wages and benefits	\$	33,790	26,691	37,969
Professional/Contractual services		9,240	6,644	11,394
Utilities		53,800	53,590	50,355
Maintenance, materials, and supplies		186,790	225,124	147,552
Grants and contributions	-operating	4,980	-	-
	-capital	-	-	-
Amortization		38,990	40,078	38,736
Accretion of asset retirement obligations		-	-	-
Interest		-	-	-
Allowance for uncollectibles		-	-	-
Other (Shower fees)		-	10	-
Recreation and Cultural Services		<u>327,590</u>	<u>352,137</u>	<u>286,006</u>
Restructuring		-	-	-
Total Recreation and Cultural Services		<u>327,590</u>	<u>352,137</u>	<u>286,006</u>
UTILITY SERVICES				
Wages and benefits		69,650	67,420	58,947
Professional/Contractual services		41,000	26,860	19,423
Utilities		11,250	11,685	11,239
Maintenance, materials, and supplies		29,720	27,530	26,445
Grants and contributions	-operating	-	-	-
	-capital	-	-	-
Amortization		31,940	31,930	26,532
Accretion of asset retirement obligations		-	-	-
Interest		-	-	-
Allowance for uncollectibles		-	-	-
Other (Water)		<u>164,000</u>	<u>171,112</u>	<u>169,965</u>
Utility Services		<u>347,560</u>	<u>336,537</u>	<u>312,551</u>
Restructuring		-	-	-
Total Utility Services		<u>347,560</u>	<u>336,537</u>	<u>312,551</u>
TOTAL EXPENDITURES BY FUNCTION		<u>\$ 1,637,730</u>	<u>1,587,495</u>	<u>1,409,866</u>

See accompanying notes to the financial statements.

TOWN OF BRUNO

SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2023

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and charges	\$ 13,693	7,535	2,402	20,206	-	194,770	566,391	804,997
Tangible capital asset sales - Gain (loss)	-	-	(1,000)	-	-	-	(2)	(1,000)
Land sales - Gain (loss)	43,216	-	-	-	-	-	-	43,216
Investment income	-	-	-	-	-	-	-	-
Commissions	-	-	-	-	-	-	-	-
Other revenues	-	-	-	-	-	-	-	-
Grants - Conditional	1,755	25,286	-	-	-	10,314	129,346	166,701
Grants - Capital	-	127,319	-	-	-	42,237	41,181	210,737
Restructurings	-	-	-	-	-	-	-	-
Total revenues	58,664	160,140	1,402	20,206	-	247,321	736,916	1,224,649
Expenses (Schedule 3)								
Wages & Benefits	157,542	22,094	160,307	34,552	-	26,691	67,420	468,606
Professional/Contractual Services	127,275	40,445	20,206	14,608	29,506	6,644	26,860	265,544
Utilities	19,632	5,989	25,789	-	-	53,590	11,685	116,685
Maintenance, materials and supplies	17,831	9,144	45,488	30,168	-	225,134	27,530	355,295
Grants and contributions	19,278	-	-	-	-	-	-	19,278
Amortization	3,955	10,338	42,542	4,092	-	40,078	31,930	132,935
Accretion of asset retirement obligations	-	-	-	-	-	-	-	-
Interest	-	-	3,503	-	-	-	-	-
Allowance for uncollectibles	1,100	-	-	-	-	-	-	-
Other	11,466	25,361	-	16,610	-	-	171,112	224,549
Restructurings	-	-	-	-	-	-	-	-
Total expenses	358,079	113,371	297,835	100,030	29,506	352,137	336,537	1,587,495
Surplus (deficit) by function	(299,415)	46,769	(296,433)	(79,824)	(29,506)	(104,816)	400,379	(362,846)
Taxation and other unconditional revenue (Schedule 1)	-	-	-	-	-	-	-	733,916
Net surplus (deficit)	\$ 358,079	-	-	-	-	-	\$ 371,070	-

See accompanying notes to the financial statements.

TOWN C BRUNO

Schedule 5

SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2022

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and charges	\$ 17,771	27,006	1,327	19,532		165,975	557,819	789,430
Tangible capital asset sales - Gain (loss)	3,406	16,040						16,040
Land sales - Gain (loss)	19,564							3,406
Investment income								19,564
Commissions	101	21,096	10,995			10,314	45,012	101
Other revenues	3,216							45,621
Grants - Conditional								63,892
Grants - Capital								
Restructurings								
Total revenues	44,058	48,102	28,362	19,532		221,301	576,699	938,054
Expenses (Schedule 3)								
Wages & Benefits	131,242	17,921	153,468	17,652		37,969	58,947	417,199
Professional/Contractual Services	119,337	48,458	14,465	22,572	19,505	11,394	19,423	255,154
Utilities	16,819	5,944	27,632			50,355	11,239	111,989
Maintenance, materials and supplies	18,463	8,767	69,385	28,022	147,552		26,445	298,634
Grants and contributions	16,379					38,736	26,532	16,379
Amortization	3,954	12,448	32,620	4,091				118,381
Accretion of asset retirement obligations								
Interest			3,647					
Allowance for uncollectibles	976			16,610			169,965	976
Other	932							187,507
Restructurings								
Total expenses	308,102	93,538	301,217	88,947	19,505	286,006	312,551	1,409,866
Surplus (deficit) by function								
Taxation and other unconditional revenue (Schedule 1)								
Net surplus (deficit)	(264,044)	(45,436)	(272,855)	(69,415)	(19,505)	(64,705)	264,148	(471,812)
								709,666
								\$ 237,854

See accompanying notes to the financial statements.

Schedule 6

TOWN OF BRUNO

SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT

Year ended December 31, 2023
with comparative figures for 2022

	2023				2022		
	General Assets		Machinery & Equipment		Infrastructure Assets	General / Infrastructure Assets Under Construction	Total
	Land	Improvements	Buildings	Vehicles	Linear Assets	Total	Total
Asset cost							
Opening asset costs	\$ 24,912	113,765	2,307,780	-	1,452,011	1,603,585	9,053
Additions during the year	-	12,906	-	-	146,209	66,207	209,965
Disposals and write-downs during the year	-	-	-	-	(9,450)	(1,687)	-
Transfers (from) assets under construction	-	-	-	-	-	-	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-
Closing asset costs	24,912	126,671	2,307,780	-	1,588,770	1,668,105	219,018
Accumulated amortization cost							
Opening accumulated amortization costs	-	39,139	850,303	-	526,246	696,766	-
Add: Amortization taken	-	6,861	33,734	-	67,361	24,979	-
Less: Accumulated amortization on disposals	-	-	-	-	(8,450)	(1,686)	-
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-
Closing accumulated amortization costs	-	46,000	884,037	-	585,157	720,059	-
Net book value	\$ 24,912	80,671	\$ 1,423,743	-	1,003,613	948,046	219,018
1. Total contributed/donated assets received in 2023:							
2. List of assets recognized at nominal value in 2023 are:							
-Infrastructure Assets							
-Vehicles							
-Machinery and Equipment							
3. Amount of interest capitalized in 2023:							

See accompanying notes to the financial statements.

Schedule 7

TOWN OF BRUNO

SCHEDULE OF TANGIBLE CAPITAL ASSETS BY FUNCTION

Year ended December 31, 2023
with comparative figures for 2022

	2023						2022		
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
Asset cost									
Opening asset costs	\$ 177,701	214,525	1,356,936	247,760	-	1,867,669	1,646,515	5,511,106	5,067,665
Additions during the year	220,470	28,834	138,014	-	-	23,750	24,217	435,287	509,425
Disposals and write-downs during the year	-	-	(9,450)	-	-	-	(1,687)	(11,137)	(65,984)
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing asset costs	<u>398,171</u>	<u>243,359</u>	<u>1,485,500</u>	<u>247,760</u>	-	<u>1,891,419</u>	<u>1,669,045</u>	<u>5,935,256</u>	<u>5,511,106</u>
Accumulated amortization cost									
Opening accumulated amortization costs	20,558	87,467	638,099	94,437	-	760,229	511,664	2,112,454	2,016,297
Add: Amortization taken	3,955	10,338	42,542	4,092	-	40,078	31,930	132,935	118,381
Less: Accumulated amortization on disposals	-	-	(8,450)	-	-	-	(1,686)	(10,136)	(22,224)
Transfer of assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing accumulated amortization costs	<u>24,513</u>	<u>97,805</u>	<u>672,191</u>	<u>98,529</u>	-	<u>800,307</u>	<u>541,908</u>	<u>2,235,253</u>	<u>2,112,454</u>
Net book value	<u>\$ 373,658</u>	<u>145,554</u>	<u>813,309</u>	<u>149,231</u>	-	<u>1,091,112</u>	<u>1,127,137</u>	<u>3,700,003</u>	<u>3,398,652</u>

See accompanying notes to the financial statements.

TOWN OF BRUNO
SCHEDULE OF ACCUMULATED SURPLUS
Year ended December 31, 2023

	<u>2022</u>	<u>Changes</u>	<u>2023</u>
UNAPPROPRIATED SURPLUS	<u>\$ 994,171</u>	<u>22,162</u>	<u>1,016,333</u>
APPROPRIATED RESERVES			
Machinery and equipment	52,194	-	52,194
Public reserve	311	-	311
Capital trust	-	-	-
Utility	144,220	-	144,220
Fire	85,599	-	85,599
Hall	54,941	-	54,941
Library	10,952	-	10,952
Recreation	173,906	-	173,906
Total Appropriated	<u>522,123</u>	<u>-</u>	<u>522,123</u>
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6)	3,398,652	301,351	3,700,003
Less: Related debt	(107,230)	47,557	(59,673)
Net Investment in Tangible Capital Assets	<u>3,291,422</u>	<u>348,908</u>	<u>3,640,330</u>
Accumulated Surplus excluding remeasurement gains (losses)	<u>\$ 4,807,716</u>	<u>371,070</u>	<u>5,178,786</u>

See accompanying notes to the financial statements.

TOWN OF BRUNO

SCHEDULE OF MILITARY ASSESSMENTS

Year ended December 31, 2023
with comparative figures for 2022

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

See accompanying notes to the financial statements.

TOWN OF BRUNO**SCHEDULE OF COUNCIL REMUNERATION****Year ended December 31, 2023**

with comparative figures for 2022

Position	Name	Remuneration	Reimbursed Costs	Total
Mayor	Dale Glessman	\$ 5,900	252	6,152
Deputy Mayor	Debora Kramer	2,250	722	2,972
Councillor	Kayla Shaw	1,625	-	1,625
Councillor	Kurtis Ellis	1,500	-	1,500
Councillor	Li Zhang	1,167	-	1,167
Councillor	Michael Sorokoski	2,000	-	2,000
Councillor	Paul Harder	917	-	917
Total		\$ 15,359	974	16,333

See accompanying notes to the financial statements.

TOWN OF BRUNO**SCHEDULE OF RESTRUCTURING****Year ended December 31, 2023****Carrying Amount of Assets and Liabilities Transferred/Received at Restructuring Date**

Cash and cash equivalents	\$ -
Investments	-
Taxes receivable - Municipal	-
Other accounts receivable	-
Assets held for sale	-
Long-term receivables	-
Debt charges recoverable	-
Bank indebtedness	-
Accounts payable	-
Accrued liabilities payable	-
Deposits	-
Deferred revenue	-
Asset retirement obligations	-
Liability for contaminated sites	-
Other liabilities	-
Long-term debt	-
Lease obligations	-
Tangible capital assets	-
Prepayments and deferred charges	-
Stock and supplies	-
Other	-
Total Net Carrying Amount Received (Transferred)	\$ -

See accompanying notes to the financial statements.